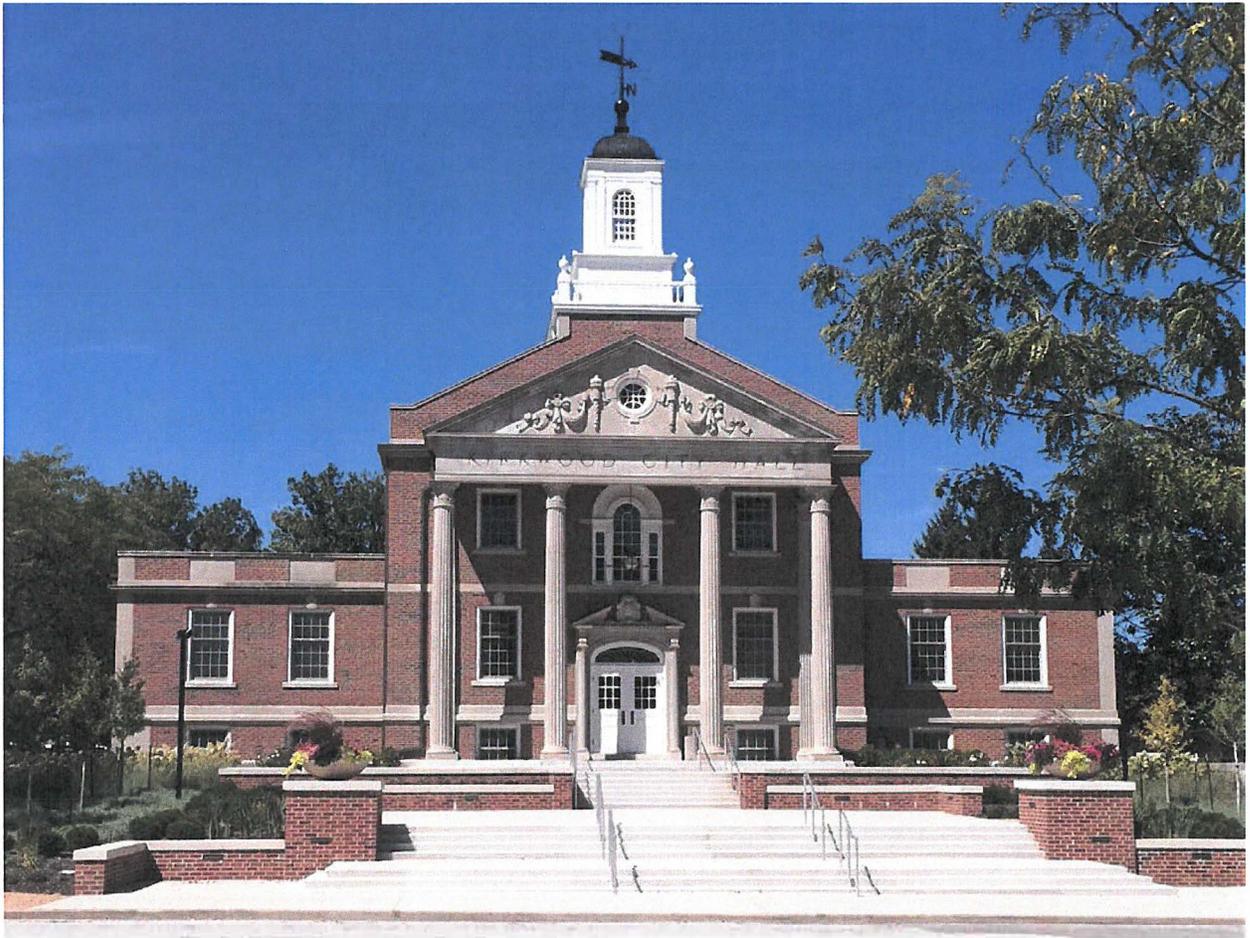


Comprehensive Annual Financial Report

For Fiscal Year Ended
March 31, 2015



Kirkwood City Hall

City of Kirkwood, Missouri

CITY OF KIRKWOOD, MISSOURI
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED MARCH 31, 2015



Report issued by the Finance Department

John R. Adams
Director of Finance

Sandra F. Stephens
Assistant Director of Finance

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WHERE COMMUNITY AND SPIRIT MEET®

August 31, 2015

To the Honorable Mayor, Members of the City Council, and Citizens of Kirkwood, Missouri:

The Comprehensive Annual Financial Report (CAFR) of the City of Kirkwood (City), Missouri, for the fiscal year ended March 31, 2015, is hereby submitted. The City of Kirkwood's Finance Department prepared this report. The management of the City is responsible for the accuracy of the data and the completeness and fairness of the presentation of the financial statements and other information presented herein. We believe the presentation is accurate in all material respects and includes all disclosures necessary to enable the reader to gain a reasonable understanding of the City's financial activities.

This report has been prepared following the guidelines recommended by the Government Finance Officer's Association of the United States and Canada (GFOA). This association awards Certificates of Achievement for Excellence in Financial Reporting to those governments whose annual financial reports are judged to conform substantially with the high standards of public financial reporting including generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. It is our belief that the accompanying Fiscal Year 2015 Financial Report meets these program standards, and it will be submitted to the Government Finance Officer's Association for review.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Kirkwood is located in St. Louis County, approximately 14 miles west of the City of St. Louis. The City covers approximately 9.1 square miles and is bounded by Interstate 44 on its southern boundary and traversed by Interstate 270 near its western boundary. Together, the interstate highways provide excellent access to all parts of the St. Louis metropolitan area.

Kirkwood was the first planned suburban residential area west of the Mississippi River. The City was established in 1853, incorporated in 1865, re-incorporated as a fourth class city in 1899, and as a third class city in 1930. In 1984, the City became a home rule city as permitted under a 1971 amendment to the Missouri Constitution.

Known as “The Green Tree City,” the City is an attractive suburban residential community with tree-lined streets, a vibrant downtown shopping district, and a highly rated public school system. The City has a diverse economic base, which includes several large retailers, limited industries, and many small specialty shops. Kirkwood also is a scheduled daily stop on Amtrak’s St. Louis to Kansas City route.

Missouri State Law and City ordinances require annual budgets to be prepared for the General and Special Revenue Funds on a basis that approximates generally accepted accounting principles. For the period covered by this annual financial report, budgetary control over expenditures was exercised by the City Council throughout the entire fiscal year. The City Council could amend the budget throughout the year provided total expenditures appropriations did not exceed projected revenues plus unencumbered reserves.

Appropriation transfers were made within or between departments with the approval of the Chief Administrative Officer. All budget amendments in excess of the original budget were approved by City ordinances or by transfer from an amount appropriated for contingencies. A City policy, which is not required by state statute, requires all budget amendments or transfers of \$10,000 or more be approved by ordinance. Therefore, the legal level of budgetary control is established by law at the sub object or account level.

The City’s accounting system provides for internal controls to ensure that assets of the City are protected from loss, theft or misuse, and are properly accounted for. The City has designed a comprehensive set of internal controls to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived; and the valuation of costs and benefits requires estimates and judgments by management.

It is the opinion of management that the internal controls utilized are adequate and provide for the safeguarding of assets and assure proper recording of financial transactions.

FACTORS AFFECTING FINANCIAL CONDITION

Kirkwood citizen’s approved a 34 cent property tax for general government services in 2007. The City Council certified 29.7 cents of this thirty four cent authorization which brought in just over two million dollars in property tax revenues for our general fund. This dedicated property tax has stabilized the general government funding for our general fund and provided the general fund with diverse funding sources. In addition to this citizen approved property tax, sales taxes are and will continue to be a key source of funding.

Kirkwood is authorized and has implemented a ½-cent sales tax for capital needs, including roads and operating vehicles needed for daily City operations such as dump trucks, police cars, and fire fighting apparatus. This tax, by way of a sunset provision

would have expired in March 2005; however, Kirkwood citizens voted to extend this tax for an additional 15 years. In 2004 our citizens also authorized an increase in sanitation fees, allowing this service to cover its operating costs while remaining competitively priced for this region.

The local economy is slowly improving. Sales taxes exceeded the previous fiscal years collections and we are starting to see an increase in construction permits and real estate activity.

INDEPENDENT AUDIT

State statutes and the City Charter require an annual audit by independent certified public accountants. The accounting firm of Hochschild, Bloom & Company, LLP was selected by the City Council for this year's audit. The external auditors met with the City's Audit Committee at the start of fieldwork and at the conclusion of fieldwork. The Audit Committee met together and privately with the external auditors and management to ensure review and oversight. The auditor's report on the basic financial statements is included in the financial section of this report.

AWARDS AND ACKNOWLEDGEMENTS

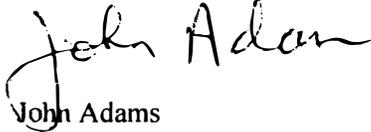
The (GFOA) awarded a Certificate of Achievement for Excellence in Financial reporting to the City of Kirkwood, Missouri, for its CAFR for the fiscal year ended March 31, 2014. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the CAFR was made possible by the dedicated service of the entire staff of the finance department. Each member of the department and all City employees who supplied information have our sincere appreciation for the contributions made in preparation of this report.

In closing, without the leadership, interest and support of the Mayor, City Council and Chief Administrative Officer, preparation of this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink that reads "John Adams". The signature is written in a cursive style with a large, prominent initial "J".

John Adams
Director of Finance

CITY OF KIRKWOOD, MISSOURI

CITY OFFICIALS

MAYOR

Arthur McDonnell

COUNCIL MEMBERS

Gerry Biedenstein

Gina Jaksetic

Timothy Griffin

Bob Sears

Nancy Luetzow

Paul Ward

COUNCIL STAFF

Elizabeth Montano

City Clerk

ADMINISTRATION

Russell Hawes

Chief Administrative Officer

Georgia Ragland

Asst. Chief Administrative Officer

Elizabeth Von Behren

Public Information Officer

DEPARTMENT HEADS

John Adams

Finance Director

David Weidler

Purchasing Director

Kevin Campe

Information Systems Director

Jack Plummer

Police Chief

Thomas Openlander

Fire Chief

Mark Petty

Electric Director

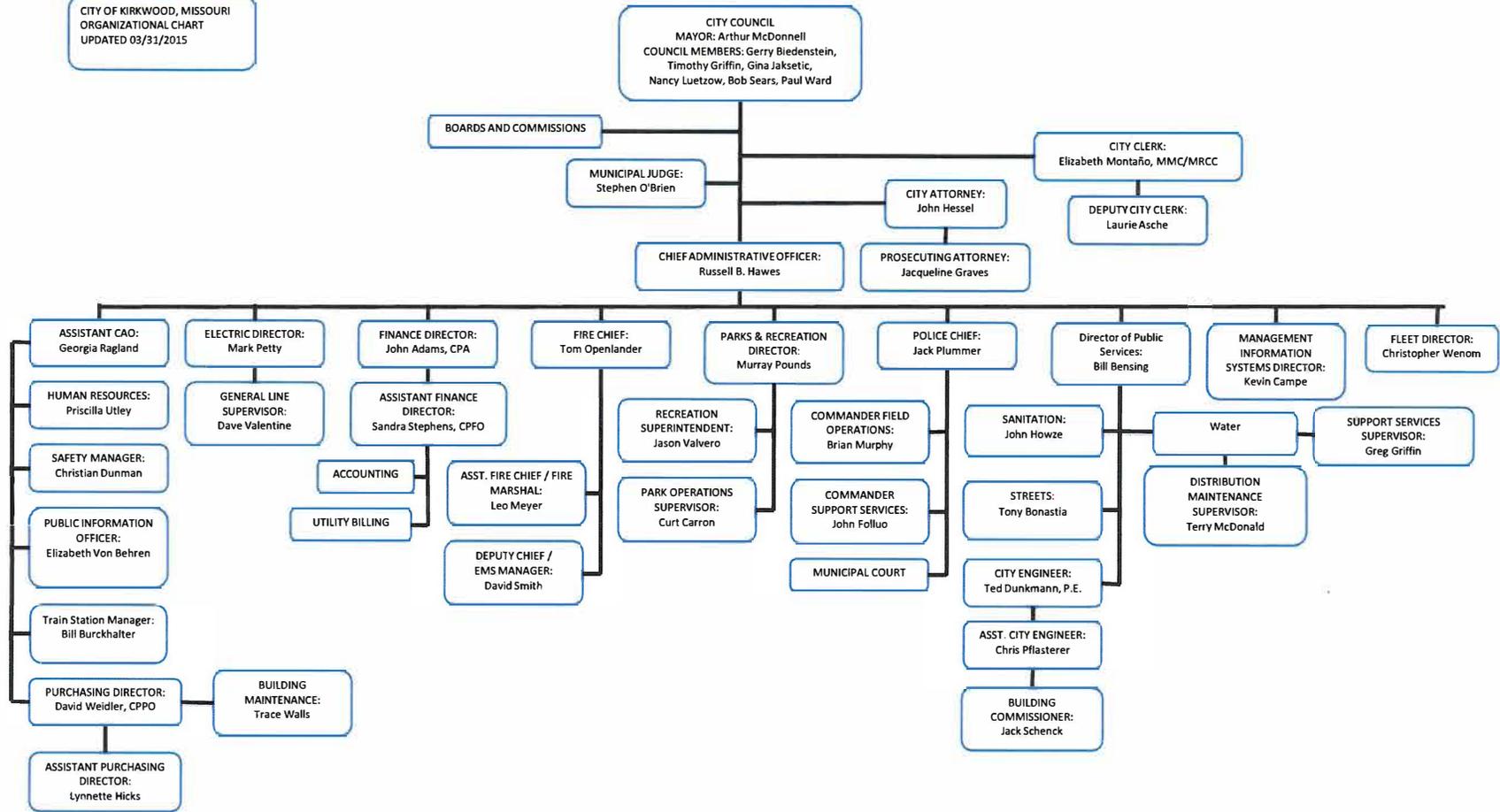
Bill Bensing

Public Services Director

Murray Pounds

Parks and Recreation Director

CITY OF KIRKWOOD, MISSOURI
 ORGANIZATIONAL CHART
 UPDATED 03/31/2015





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Kirkwood
Missouri**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

March 31, 2014

Executive Director/CEO

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Hochschild, Bloom & Company LLP
Certified Public Accountants
Consultants and Advisors

INDEPENDENT AUDITOR'S REPORT

August 31, 2015

Honorable Mayor and Members of the City Council
CITY OF KIRKWOOD, MISSOURI

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the **CITY OF KIRKWOOD, MISSOURI** (the City) as of and for the year ended March 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

- 15450 South Outer Forty Road, Suite 135, Chesterfield, Missouri 63017-2066, 636-532-9525, Fax 636-532-9055
- 1000 Washington Square, P. O. Box 1457, Washington, Missouri 63090-8457, 636-239-4785, Fax 636-239-5448

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that our audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of March 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The other supplementary information and introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such infor-

mation directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 31, 2015 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Hochschild, Bloom & Company LLP

CERTIFIED PUBLIC ACCOUNTANTS

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CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED MARCH 31, 2015

As management of the CITY OF KIRKWOOD, we offer readers of the CITY OF KIRKWOOD'S financial statements this narrative overview and analysis of the financial activities of the CITY OF KIRKWOOD for the fiscal year ended MARCH 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i through iv of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The assets of the CITY OF KIRKWOOD exceeded its liabilities at the close of the most recent fiscal year by \$117,675 (*net position*). Of this amount, \$68,470 is invested in capital assets, net of related debt; \$38,136 (*unrestricted net positions*) may be used to meet the government's ongoing obligations to citizens and creditors. While \$11,069 is restricted for a specific use (see NET ASSETS, page 18).
- As of the close of the current fiscal year, the CITY OF KIRKWOOD'S governmental funds reported combined ending fund balances of \$18,510, a decrease of \$125 in comparison with the prior year. A total of \$7,360 is *available for spending* at the government's discretion (*unassigned fund balance*). While \$1,326 has been assigned for a specific use by the City Council (see FUND BALANCES, page 20).
- At the end of the current fiscal year, nonspendable, assigned, and unassigned fund balance for the general fund was \$8,775, or 43 percent of total general fund annual operating expenditures.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the CITY OF KIRKWOOD'S basic financial statements. The CITY OF KIRKWOOD'S basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the CITY OF KIRKWOOD'S finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the CITY OF KIRKWOOD'S assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the CITY OF KIRKWOOD is improving or deteriorating.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Overview of Financial Statements (continued)

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the CITY OF KIRKWOOD that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the CITY OF KIRKWOOD include general government, public safety, highways and streets, economic development, and culture and recreation. The business-type activities of the CITY OF KIRKWOOD include Water, Sanitation and an Electric Distribution operation.

The government-wide financial statements include not only the CITY OF KIRKWOOD itself (known as the *primary government*), but also a legally separate Industrial Development Authority for which the CITY OF KIRKWOOD is financially accountable. Financial information for this *component unit* is reported by the City.

The government-wide financial statements can be found on pages 18 and 19 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The CITY OF KIRKWOOD, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the CITY OF KIRKWOOD can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Overview of Financial Statements (continued)

Governmental Funds (continued)

The CITY OF KIRKWOOD maintains 10 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, public park board, police & fire property tax pension and our two voter approved capital improvement funds which are considered major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The CITY OF KIRKWOOD adopts an annual appropriated budget for its general, public parks, and P&F property tax pension fund. A budgetary comparison statement has been provided for the general, public parks, and P&F property tax pension fund. Due to the management controls adopted, which provide for the budget to be controlled at a detail greater than the statutory level of control, the legal level of budgetary control for all governmental funds is established at the sub object level. Compliance with the legal level of budgetary control is demonstrated through the issuance of a separate report, which is available for inspection on the city's web site www.kirkwoodmo.org or at the Finance Department.

The basic governmental fund financial statements can be found on pages 20 through 23 of this report.

Proprietary Funds. The CITY OF KIRKWOOD maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The CITY OF KIRKWOOD uses enterprise funds to account for its Water, Sanitation and for its Electric Distribution operation. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the CITY OF KIRKWOOD'S various functions. The CITY OF KIRKWOOD uses internal service funds to account for the maintenance & repair of its vehicles and equipment, worker's compensation program and to self-insure for our healthcare needs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water distribution, Sanitation and for the Electric Distribution operation, the three of which are considered to be major funds of the CITY OF KIRKWOOD. Conversely, both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 24 through 27 of this report.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Overview of Financial Statements (continued)

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the CITY OF KIRKWOOD'S own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 28 and 29 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 30 through 76 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the CITY OF KIRKWOOD'S budgetary comparisons. Required supplementary information can be found on pages 77 through 83 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, the nonmajor governmental funds budget comparisons, and internal service funds are presented in other supplementary information. Combining and individual fund statements and schedules can be found on pages 84 through 102 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the CITY OF KIRKWOOD, assets exceeded liabilities by \$117,675 at the close of the most recent fiscal year.

By far the largest portion of the CITY OF KIRKWOOD'S net positions (58 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) net of related debt. The CITY OF KIRKWOOD uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The second largest portion of the CITY OF KIRKWOOD'S net position is the Unrestricted portion of net position (32 percent).

The following table reflects the condensed statement of net position as of MARCH 31, 2015:

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

City of Kirkwood's Net Position

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>
Current and other assets	\$24,309	\$24,866	\$31,063	\$32,764	\$55,372	\$57,630
Capital assets	<u>60,288</u>	<u>60,378</u>	<u>22,122</u>	<u>24,638</u>	<u>82,410</u>	<u>85,016</u>
Total Assets	<u>84,597</u>	<u>85,244</u>	<u>53,185</u>	<u>57,402</u>	<u>137,782</u>	<u>142,646</u>
Deferred Outflow of Resources:						
Deferred charge on Refunding	<u>269</u>	<u>213</u>	<u>138</u>	<u>130</u>	<u>407</u>	<u>343</u>
Long-term liabilities outstanding	8,927	7,417	10,495	13,384	19,422	20,801
Other liabilities	<u>2,956</u>	<u>3,289</u>	<u>1,068</u>	<u>1,225</u>	<u>4,024</u>	<u>4,514</u>
Total Liabilities	<u>11,883</u>	<u>10,706</u>	<u>11,563</u>	<u>14,609</u>	<u>23,446</u>	<u>25,315</u>
Net Position:						
Net invested in capital assets	54,137	55,385	11,857	13,085	65,994	68,470
Restricted	10,346	10,282	675	787	11,021	11,069
Unrestricted	<u>8,500</u>	<u>9,084</u>	<u>29,229</u>	<u>29,052</u>	<u>37,729</u>	<u>38,136</u>
Total Net Position	<u>\$72,983</u>	<u>\$74,751</u>	<u>\$41,761</u>	<u>\$42,924</u>	<u>\$ 114,744</u>	<u>\$117,675</u>

A portion of the CITY OF KIRKWOOD'S Governmental Activities net position (14 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net positions* \$9,084 (12 percent) may be used to meet the government's ongoing obligations.

At the end of the current fiscal year, the CITY OF KIRKWOOD is able to report positive balances in all three categories of net position, for the government as a whole, business type activity as well as for its component unit.

The CITY OF KIRKWOOD'S net position increased by \$2,931 during the current fiscal year as a result of the activity shown in the following table:

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

City of Kirkwood's Changes in Net Position

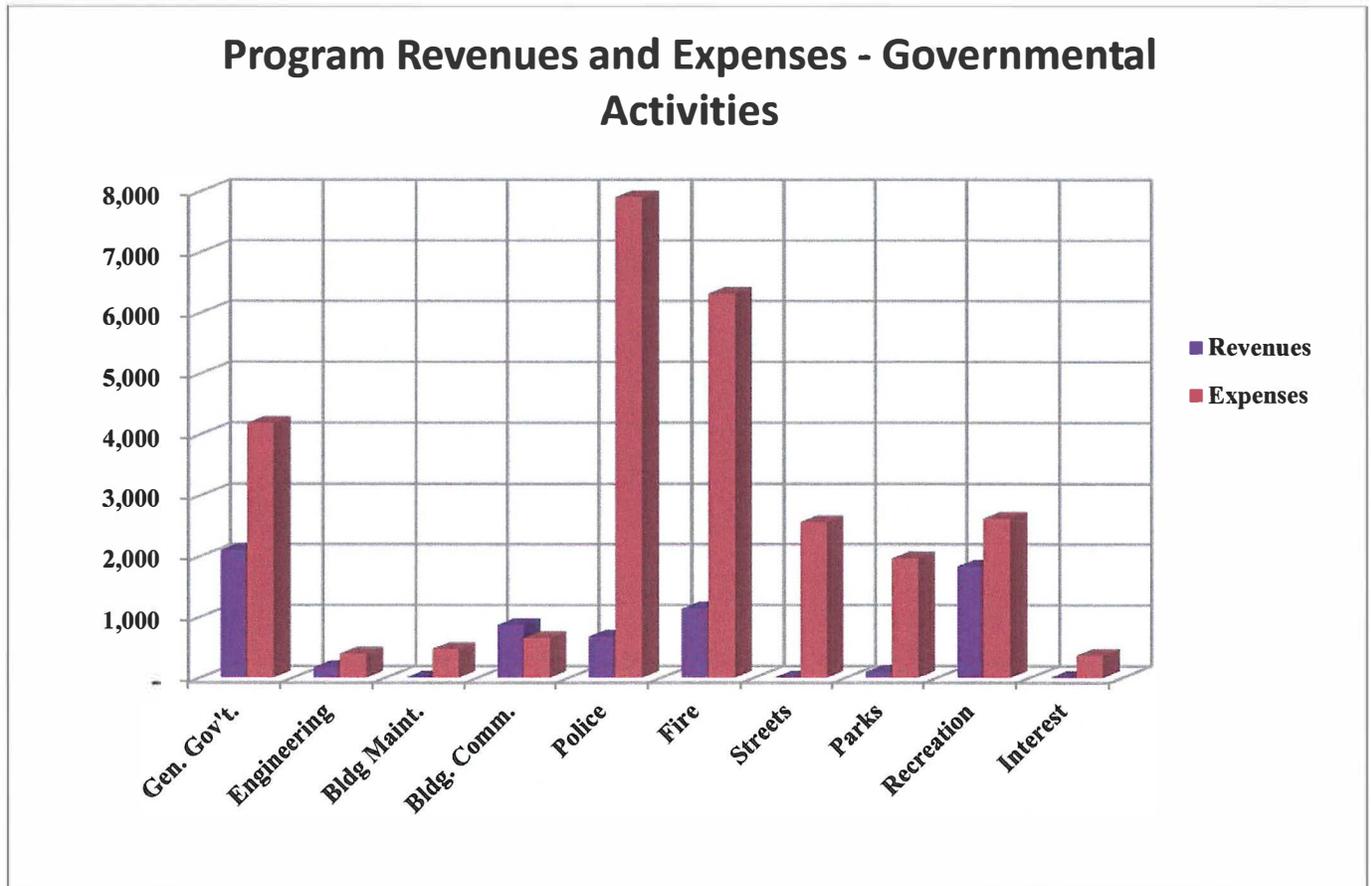
	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>
Revenues:						
Program Revenues:						
Charges for services	\$5,975	\$6,216	\$30,414	\$29,668	\$36,389	\$35,884
Operating grants and contributions	194	225	--	--	194	225
Capital grants and contributions	103	102	96	94	199	196
General Revenues:						
Property taxes	4,568	4,545	--	--	4,568	4,545
Other taxes	16,831	17,078	--	--	16,831	17,078
Other revenues	420	518	233	317	653	835
Total Revenues	<u>28,091</u>	<u>28,684</u>	<u>30,743</u>	<u>30,079</u>	<u>58,834</u>	<u>58,763</u>
Expenses:						
General Government	4,938	4,229	--	--	4,938	4,229
Engineering	378	386	--	--	378	386
Building maintenance	503	479	--	--	503	479
Building Commissioner	619	656	--	--	619	656
Police	7,662	7,907	--	--	7,662	7,907
Fire	5,990	6,317	--	--	5,990	6,317
Streets	2,536	2,565	--	--	2,536	2,565
Parks	1,808	1,962	--	--	1,808	1,962
Recreation	2,670	2,623	--	--	2,670	2,623
Interest on long-term debt	416	367	--	--	416	367
Electric	--	--	21,157	21,183	21,157	21,183
Water	--	--	4,492	4,433	4,492	4,433
Sanitation	--	--	2,683	2,725	2,683	2,725
Total Expenses	<u>27,520</u>	<u>27,491</u>	<u>28,332</u>	<u>28,341</u>	<u>55,852</u>	<u>55,832</u>
Increase in net position before transfers	571	1,193	2,411	1,738	2,982	2,931
Transfers	<u>1,435</u>	<u>575</u>	<u>(1,435)</u>	<u>(575)</u>	<u>--</u>	<u>--</u>
Increase/Decrease in net position	<u>2,006</u>	<u>1,768</u>	<u>976</u>	<u>1,163</u>	<u>2,982</u>	<u>2,931</u>
Net position - April 1, 2014	<u>\$ 72,983</u>		<u>\$ 41,761</u>		<u>\$ 114,744</u>	
Net position - MARCH 31, 2015		<u>\$74,751</u>		<u>\$42,924</u>		<u>\$117,675</u>

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Government-wide Financial Analysis (continued)

The following exhibit presents expenditures and program revenues of governmental activities:



Governmental activities and Business activities showed growth this past fiscal year.

Overall governmental revenues have remained flat with a small increase however the City is still concerned because the recovery appears to be sluggish.

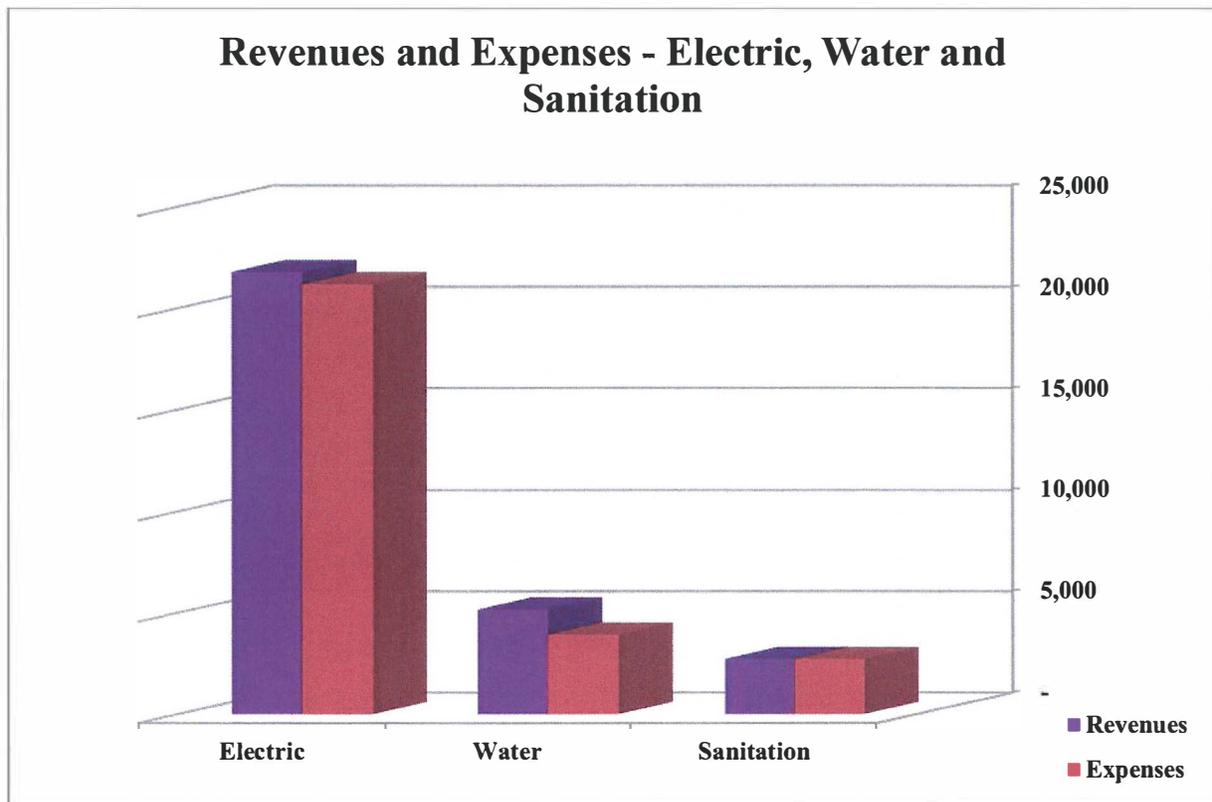
Business-type Activities. Our Water and Electric business-type activities showed a positive increase in net position while sanitation had a decrease. The largest increase was in the water fund which had an increase in net position of \$678.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Business-type Activities (continued)

- Operational revenues for electric, water, and sanitation services decreased by \$747 compared to our last fiscal year. Operating expenses compared to the last fiscal year decreased by \$140. The decrease in Electric and Water revenues was a mild summer and winter.
- The Water Distribution System purchases 100% of its water from Missouri American Water Company. The water is delivered to Kirkwood through five separate interconnects and a long term contract with Missouri American Water system have made our system more reliable, in addition to providing the City with predictable costs.
- The Council passed an ordinance requiring all residential and commercial solid waste customer use Kirkwood sanitation by 2015. The Council has since decided the City will not provide mandatory commercial trash service. The Sanitation operation will undergo an efficiency and cost of service analysis to ensure we are operating efficiently and have all of our costs analyzed.



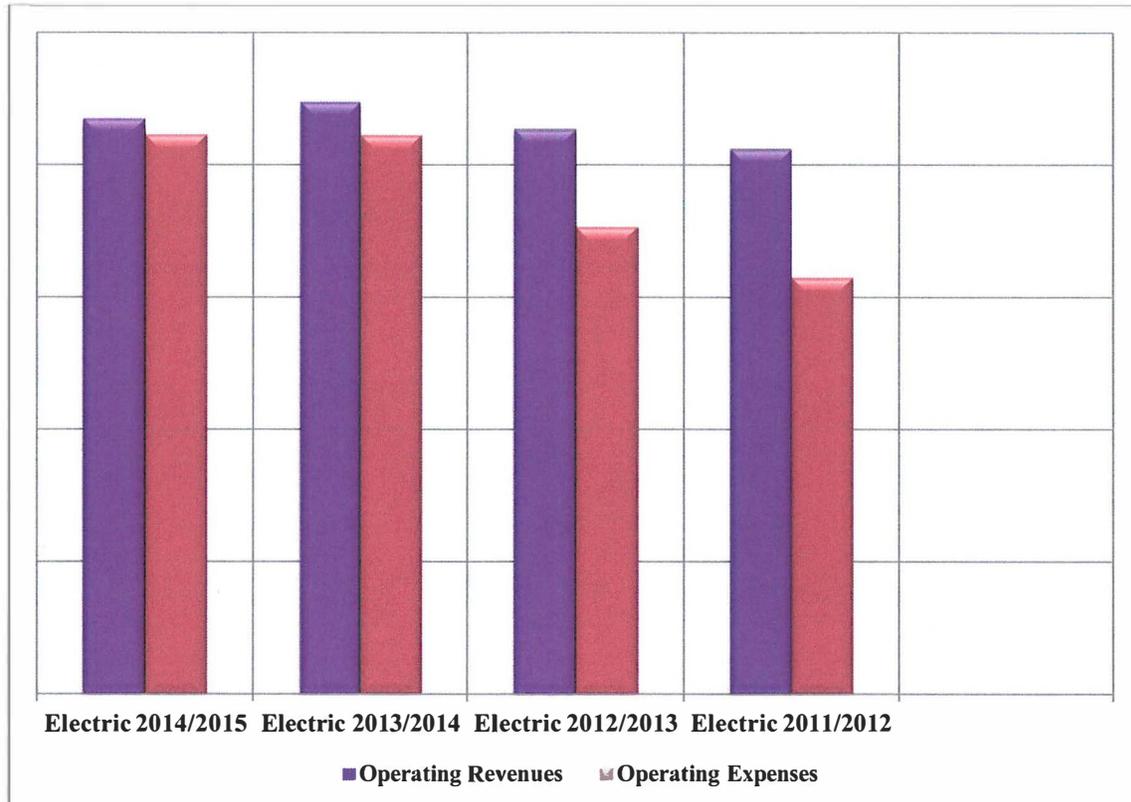
CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Government-wide Financial Analysis (continued)

Business-type Activities (continued)

ELECTRIC FUND



Financial Analysis of the Government's Funds

As noted earlier, the CITY OF KIRKWOOD uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the CITY OF KIRKWOOD'S *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the CITY OF KIRKWOOD'S financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the CITY OF KIRKWOOD'S governmental funds reported combined ending fund balance of \$18,510, a decrease of \$125 in comparison with the prior year.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Financial Analysis of the Government's Funds (continued)

Approximately (47 percent) of this total ending fund balance constitutes assigned/unassigned *fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is either assigned, nonspendable, or restricted. To indicate that it is not available for new spending because it has already been committed 1) Nonspendable, inventory and prepaid items (\$90), 2) Restricted, legally restricted by outside parties or by law through constitutional provisions or enabling legislation (\$9,734).

The general fund is the chief operating fund of the CITY OF KIRKWOOD. At the end of the current fiscal year, fund balance of the general fund was \$8,775.

The fund balance of the CITY OF KIRKWOOD'S general fund decreased by \$5 during the current fiscal year. Key factors in the decrease were:

- Increases in all revenue categories except other. The largest increase in revenues was in taxes collected which had a \$242 increase compared to the last fiscal year. However, the increase in revenues was not enough to cover the total expenditures and fell short by 2 percent.
- Increase in total expenditures of \$245 (1 percent) compared to last fiscal year. Public safety had the largest increase in expenditures of \$214.

The fund balance of the Public Park Board decreased by \$100 during the current fiscal year. Key factors in the decrease were:

- Property tax revenues declined and capital expenditures showed a sizeable increase compared to the last fiscal year.

The fund balance of the Police & Fire property Tax Pension Fund decreased by \$471 during the current fiscal year. Key factors in the decrease were:

- City Council lowered the property tax rate and continues to utilize fund balance until we are at approximately one year of annual pension expenditures.

The fund balance of the Capital Improvement Fund increased by \$517 during the current fiscal year. Key factors in the increase were:

- Transfers include a dividend transfer from the Electric and Water departments to be used in the capital fund for streets.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Financial Analysis of the Government's Funds (continued)

The fund balance of the Park & Storm Water Improvement Fund increased by \$76 during the current fiscal year. Key factors of the increase were:

- Increase in sales tax collections was more than enough to cover projects and transfers.

The debt service fund has a total fund balance of \$475, all of which is reserved for the payment of debt service. The City enacted a dedicated property tax for debt service when initially approved by the voters. This annual property tax produced revenues of \$437 in the current fiscal year which, when combined with investment and other income in addition to the fund balance, is more than enough to service our general obligation debt.

Proprietary Funds. The CITY OF KIRKWOOD'S proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net position of the Water and Electric funds at the end of the year increased by \$1,270. The total change in net assets for the water fund was \$678, sanitation fund was (\$107) and \$592 in the electric fund. Other factors concerning the finances of these funds have already been addressed in the discussion of the CITY OF KIRKWOOD'S business-type activities.

General Fund Budgetary Highlights

Differences between the General Fund original budgeted expenditures and the final amended budgeted expenditures was \$126.

Capital Asset and Debt Administration

Capital Assets. The CITY OF KIRKWOOD'S investment in capital assets for its governmental and business type activities as of MARCH 31, 2015, amounts to \$85,016, net of accumulated depreciation. This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total increase in the CITY OF KIRKWOOD'S investment in capital assets for the current fiscal year was \$2,606.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

General Fund Budgetary Highlights

**Capital Assets
Net of Accumulated Depreciation**

	Governmental Activities		Business-type Activities		Total	
	2014	2015	2014	2015	2014	2015
Land	\$ 7,103	\$7,103	\$ 351	\$351	\$ 7,454	\$7,454
Buildings	26,452	26,148	281	517	26,733	26,665
Distribution system	- -	- -	14,834	15,092	14,834	15,092
Infrastructure	21,383	21,223	12	12	21,395	21,235
Machinery & equipment	2,254	2,177	780	798	3,034	2,975
Automotive equipment	2,327	2,391	2,893	2,532	5,220	4,923
Improvements other than buildings	- -	- -	152	140	152	140
Construction in progress	<u>769</u>	<u>1,336</u>	<u>2,819</u>	<u>5,196</u>	<u>3,588</u>	<u>6,532</u>
Total	<u>\$ 60,288</u>	<u>\$ 60,378</u>	<u>\$ 22,122</u>	<u>\$ 24,638</u>	<u>\$ 82,410</u>	<u>\$ 85,016</u>

Additional information on the CITY OF KIRKWOOD'S capital assets can be found in note 4 on pages 50 through 53 of this report.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Long-Term Debt. At the end of the current fiscal year, the CITY OF KIRKWOOD had total debt outstanding of \$20,474. Of this amount, \$2,440 comprises debt backed by the full faith and credit of the government and \$2,090 is tax increment financing debt and public improvement notes for which the government is liable for the payment of collected incremental revenues for a period of seventeen years which ends in 2017. If the public improvement notes are not paid off in seventeen years the debt is forgiven. The remainder of the CITY OF KIRKWOOD'S debt represents bonds secured solely by specified revenue sources (i.e., leasehold revenue bonds) and notes.

City of Kirkwood's Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>
General Obligation						
Bonds	\$2,880	\$2,440	\$ --	\$ --	\$ 2,880	\$2,440
Tax Increment Certificates of Participation	\$2,090	\$1,781	\$ --	\$ --	\$ 2,090	\$2,090
Capital Leases	\$3,495	\$2,730	\$8,680	\$11,875	\$12,175	\$14,605
	\$ --	\$ --	\$1,737	\$ 1,339	\$ 1,737	\$ 1,339

The CITY OF KIRKWOOD'S total debt increased by \$1,592 during the current fiscal year. The increase is due to the issuance of Certificates of Participation Series 2014 for the City's water automated meter reading project.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the CITY OF KIRKWOOD is \$70,479, which is significantly in excess of the CITY OF KIRKWOOD'S outstanding general obligation debt.

Additional information on the CITY OF KIRKWOOD'S long-term debt can be found in note 6 on pages 60 through 67 of this report.

CITY OF KIRKWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Economic Factors and Next Year's Budgets and Rates

- Purchased power costs and demand were erratic at best this last fiscal year. While the Electric Fund is healthy our plan is to increase our profit margin by purchasing the lowest cost electric power possible to supplement our long term purchasing contract with Prairie State.
- Council is considering all of our funding options to maintain the current level of services to our citizens. Their discussions will include an analysis of our property taxes in addition to the ¼ cent fire sales taxes.
- The City is preparing to take over all commercial solid waste and recycling in April 2015 and foresees no increase in rates to its customers with the help of grants and the significant reduction in landfill costs due to the decrease in solid waste.

All of these factors were considered in preparing the CITY OF KIRKWOOD'S budget for the 2015/2016 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the CITY OF KIRKWOOD'S finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Kirkwood, Director of Finance, 139 S. Kirkwood Road Kirkwood, Missouri 63122-4303. Budget and Comprehensive Annual Financial Report documents are available online at - <http://www.ci.kirkwood.mo.us/finance/finance.htm>.

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF NET POSITION
MARCH 31, 2015

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Industrial Development Authority
ASSETS:				
Cash and short-term investments.....	\$ 22,606,622	\$ 28,871,518	\$ 51,478,140	\$ 122,972
Receivables:				
Taxes - net of uncollectible amount of \$10,579.....	2,737,319	-	2,737,319	-
Services.....	301,295	2,193,259	2,494,554	-
Interest.....	26,532	30,991	57,523	140
Other.....	121,680	246,316	367,996	-
Internal balances.....	(1,020,000)	1,020,000	-	-
Inventories.....	77,765	402,893	480,658	-
Prepaid items.....	14,469	-	14,469	-
Capital assets:				
Nondepreciable.....	8,439,487	5,546,487	13,985,974	-
Depreciable.....	51,939,133	19,091,172	71,030,305	-
TOTAL ASSETS.....	\$ 85,244,302	\$ 57,402,636	\$ 142,646,938	\$ 123,112
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred charge on refunding.....	\$ 212,962	\$ 130,012	\$ 342,974	\$ -
TOTAL DEFERRED OUTFLOWS OF RESOURCES..	\$ 212,962	\$ 130,012	\$ 342,974	\$ -
LIABILITIES:				
Accounts payable.....	\$ 1,045,708	\$ 813,201	\$ 1,858,909	\$ -
Accrued interest.....	86,795	49,153	135,948	-
Other accrued liabilities.....	667,043	153,101	820,144	-
Claims payable.....	459,017	-	459,017	-
Unearned revenues.....	330,997	-	330,997	-
Deposits and escrow funds.....	699,839	209,301	909,140	-
Long-Term Liabilities:				
Due within one year.....	1,805,679	1,086,546	2,892,225	-
Due in more than one year.....	5,610,842	12,297,776	17,908,618	-
TOTAL LIABILITIES.....	10,705,920	14,609,078	25,314,998	-
NET POSITION:				
Net investment in capital assets.....	55,385,115	13,084,426	68,469,541	-
Restricted for:				
Capital projects.....	4,003,381	-	4,003,381	-
Debt service.....	1,153,844	787,160	1,941,004	-
Law enforcement.....	146,261	-	146,261	-
Park operations.....	1,534,683	-	1,534,683	-
Police and fire pension.....	2,395,294	-	2,395,294	-
Sewer lateral.....	898,909	-	898,909	-
Special Business district.....	149,432	-	149,432	-
Unrestricted.....	9,084,425	29,051,984	38,136,409	123,112
TOTAL NET POSITION.....	\$ 74,751,344	\$ 42,923,570	\$ 117,674,914	\$ 123,112

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Functions	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit Industrial Development Authority
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Total	
Governmental Activities:								
General government and finance.....	\$ 4,228,990	\$ 2,081,215	\$ 7,150	\$ 13,452	\$ (2,127,173)	\$ -	\$ (2,127,173)	\$ -
Engineering.....	386,031	169,180	-	-	(216,851)	-	(216,851)	-
Building maintenance.....	479,287	-	-	-	(479,287)	-	(479,287)	-
Building commissioner.....	655,724	867,478	-	-	211,754	-	211,754	-
Police.....	7,906,959	484,432	182,920	10,987	(7,228,620)	-	(7,228,620)	-
Fire.....	6,316,710	797,923	-	-	(5,518,787)	-	(5,518,787)	-
Streets.....	2,564,618	-	-	-	(2,564,618)	-	(2,564,618)	-
Parks.....	1,962,345	80,724	-	15,015	(1,866,606)	-	(1,866,606)	-
Recreation.....	2,623,291	1,734,579	35,014	62,333	(791,365)	-	(791,365)	-
Interest and fiscal agent fees on long-term debt.....	366,537	-	-	-	(366,537)	-	(366,537)	-
Total Governmental Activities.....	<u>27,490,492</u>	<u>6,215,531</u>	<u>225,084</u>	<u>101,787</u>	<u>(20,948,090)</u>	<u>-</u>	<u>(20,948,090)</u>	<u>-</u>
Business-Type Activities:								
Electric.....	21,183,366	21,785,886	-	-	-	602,520	602,520	-
Water.....	4,432,946	5,161,698	-	94,278	-	823,030	823,030	-
Sanitation.....	2,724,726	2,720,061	-	-	-	(4,665)	(4,665)	-
Total Business-Type Activities.....	<u>28,341,038</u>	<u>29,667,645</u>	<u>-</u>	<u>94,278</u>	<u>-</u>	<u>1,420,885</u>	<u>1,420,885</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT.....	\$ 55,831,530	\$ 35,883,176	\$ 225,084	\$ 196,065	\$ (20,948,090)	\$ 1,420,885	\$ (19,527,205)	\$ -
		General Revenues:						
		Property taxes levied for:						
		General purposes.....						
					\$ 2,242,557	\$ -	\$ 2,242,557	\$ -
					887,624	-	887,624	-
					857,305	-	857,305	-
					129,307	-	129,307	-
					428,679	-	428,679	-
		Sales tax levied for:						
		General purposes.....						
					5,053,802	-	5,053,802	-
		Capital improvement purposes.....						
					2,183,465	-	2,183,465	-
		Park and stormwater purposes.....						
					2,565,267	-	2,565,267	-
		Gasoline/motor vehicle sales tax.....						
					1,057,802	-	1,057,802	-
		Utility gross receipts taxes.....						
					4,961,101	-	4,961,101	-
		Cigarette taxes.....						
					72,036	-	72,036	-
		Highway, road and bridge tax.....						
					694,097	-	694,097	-
		Franchise taxes.....						
					490,471	-	490,471	-
		Earnings on investments.....						
					121,404	299,696	421,100	689
		Gain on sale of capital assets.....						
					49,761	16,775	66,536	-
		Other revenues.....						
					346,862	-	346,862	4,600
		Transfers in (out).....						
					574,513	(574,513)	-	-
		TOTAL GENERAL REVENUES.....						
					<u>22,716,053</u>	<u>(258,042)</u>	<u>22,458,011</u>	<u>5,289</u>
		CHANGE IN NET POSITION.....						
					<u>1,767,963</u>	<u>1,162,843</u>	<u>2,930,806</u>	<u>5,289</u>
		NET POSITION BEGINNING OF YEAR.....						
					<u>72,983,381</u>	<u>41,760,727</u>	<u>114,744,108</u>	<u>117,823</u>
		NET POSITION END OF YEAR.....						
					<u>\$ 74,751,344</u>	<u>\$ 42,923,570</u>	<u>\$ 117,674,914</u>	<u>\$ 123,112</u>

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

**BALANCE SHEET - GOVERNMENTAL FUNDS
MARCH 31, 2015**

	Major Funds					Nonmajor Funds	Total Governmental Funds
	General	Public Park Board	P&F Property Tax Pension	Capital Improvement	Park & Storm Water Improvement	Other Governmental Funds	
ASSETS:							
Cash and investments (including cash equivalents):							
Held by trustees.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 297,355	\$ 297,355
Restricted.....	677,057	25,000	-	26,079	315,245	-	1,043,381
Unrestricted.....	8,405,203	1,492,596	2,352,366	3,348,827	1,419,198	1,782,714	18,800,904
Receivables, net of allowances where applicable:							
Taxes.....	1,740,404	98,387	94,791	312,067	366,702	124,968	2,737,319
Interest.....	11,921	1,792	2,789	3,495	1,533	2,028	23,558
Ambulance.....	301,295	-	-	-	-	-	301,295
Other.....	28,253	-	-	60,164	26,406	5,669	120,492
Inventory.....	75,332	-	-	-	-	-	75,332
Prepaid items.....	14,469	-	-	-	-	-	14,469
TOTAL ASSETS.....	\$ 11,253,934	\$ 1,617,775	\$ 2,449,946	\$ 3,750,632	\$ 2,129,084	\$ 2,212,734	\$ 23,414,105
LIABILITIES:							
Accounts payable.....	\$ 365,966	\$ 37,319	\$ 44,007	\$ 404,048	\$ 131,209	\$ 14,908	\$ 997,457
Accrued wages and vacation payable.....	577,712	31,359	10,645	2,601	-	5,943	628,260
Advance from other funds.....	-	-	-	-	1,020,000	-	1,020,000
Deposits payable.....	677,057	-	-	3,232	-	19,550	699,839
Unearned revenue.....	253,144	14,414	-	-	-	63,439	330,997
Total Liabilities.....	1,873,879	83,092	54,652	409,881	1,151,209	103,840	3,676,553
DEFERRED INFLOWS OF RESOURCES:							
Unavailable revenue-taxes.....	604,563	90,371	87,069	138,675	163,002	88,325	1,172,005
Unavailable revenue-special assessment.....	-	-	-	55,736	-	-	55,736
Total Deferred Inflows of Resources.....	604,563	90,371	87,069	194,411	163,002	88,325	1,227,741
FUND BALANCES:							
Nonspendable:							
Inventories.....	75,332	-	-	-	-	-	75,332
Prepaid items.....	14,469	-	-	-	-	-	14,469
Restricted for:							
Capital projects.....	-	-	-	3,146,340	499,628	-	3,645,968
Debt service.....	-	-	-	-	315,245	474,762	790,007
Law enforcement.....	-	-	-	-	-	146,261	146,261
Park operations.....	-	1,444,312	-	-	-	-	1,444,312
Police and fire pension.....	-	-	2,308,225	-	-	-	2,308,225
Sewer lateral.....	-	-	-	-	-	898,909	898,909
Special business district.....	-	-	-	-	-	118,412	118,412
TIF bonds and notes.....	-	-	-	-	-	382,225	382,225
Assigned to:							
Projected use of reserves.....	1,325,561	-	-	-	-	-	1,325,561
Unassigned:	7,360,130	-	-	-	-	-	7,360,130
Total Fund Balances.....	8,775,492	1,444,312	2,308,225	3,146,340	814,873	2,020,569	18,509,811
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES.....	\$ 11,253,934	\$ 1,617,775	\$ 2,449,946	\$ 3,750,632	\$ 2,129,084	\$ 2,212,734	\$ 23,414,105

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
MARCH 31, 2015

Total fund balance - governmental funds..... \$ 18,509,811

Amounts reported for governmental activities in the statement of net position
are different because:

Capital assets used in governmental activities are not financial resources and,
therefore are not reported in the funds. The cost of the assets is \$105,663,855
and the accumulated depreciation is \$45,285,235..... 60,378,620

Property taxes and special assessments assessed by the City, but not collected within
60 days of year end, are deferred within the fund financial statements. However, revenue
for this amount is recognized in the government-wide statements..... 1,227,741

The internal service funds are used by the City to charge the cost of medical
and worker's compensation insurance and city-wide vehicle and equipment
maintenance and repair costs to individual funds. The assets and liabilities
of the internal service fund are included in governmental activities in the
statement of net position..... 1,925,526

Long-term liabilities applicable to the City's governmental activities are not
due and payable in the current period and, accordingly, are not reported as
liabilities within the fund financial statements. Interest on long-term debt
is not accrued in governmental funds, but rather is recognized as an
expenditure when due. All liabilities - both current and long-term - are
reported on the government-wide statement of net position. Discounts,
premiums, and deferred amount on refunding are reported in the
governmental fund financial statements when the debt was issued whereas
these amounts are deferred and amortized over the life of the debt as an
adjustment to interest expense on the government-wide financial
statements.

Balances as of March 31, 2015 are:

Accrued compensated absences, vacation.....	(429,054)	
Accrued interest on outstanding debts.....	(86,795)	
Bonds and notes payable.....	(6,951,000)	
Deferred amount on refunding.....	212,962	
Unamortized bond premium.....	(36,467)	
		(7,290,354)

Total net position - governmental activities..... \$ 74,751,344

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Major Funds					Nonmajor Funds	Total Governmental Funds
	General	Public Park Board	P&F Property Tax Pension	Capital Improvement	Park & Storm Water Improvement	Other Governmental Funds	
REVENUES:							
Taxes, including interest and penalties.....	\$ 14,207,937	\$ 830,727	\$ 800,522	\$ 2,216,989	\$ 2,604,584	\$ 814,685	\$ 21,475,444
Intergovernmental.....	543,815	-	-	-	62,333	-	606,148
Licenses, permits, fines and fees.....	2,187,297	63,139	-	-	-	749,731	3,000,167
Investment income.....	49,861	7,563	13,152	20,565	7,243	9,902	108,286
Charges for services.....	2,508,851	-	-	-	-	-	2,508,851
Grants.....	77,540	13,115	-	8,214	-	-	98,869
Other.....	609,464	19,485	-	33,427	595	26,618	689,589
Total Revenues.....	20,184,765	934,029	813,674	2,279,195	2,674,755	1,600,936	28,487,354
EXPENDITURES:							
Current:							
General government and finance.....	3,414,228	-	-	69,904	5,440	577,338	4,066,910
Engineering.....	380,904	-	-	-	-	-	380,904
Building maintenance.....	453,158	-	-	-	-	-	453,158
Building commissioner.....	646,783	-	-	-	-	-	646,783
Police.....	7,024,770	-	642,365	-	-	-	7,667,135
Fire.....	5,038,610	-	642,365	-	-	-	5,680,975
Streets.....	1,470,530	-	-	-	-	-	1,470,530
Recreation.....	2,106,468	-	-	-	-	-	2,106,468
Parks.....	-	1,354,233	-	-	-	-	1,354,233
Capital outlay.....	27,212	405,957	-	2,317,890	941,452	81,818	3,774,329
Debt Service:							
Principal retirement.....	-	-	-	-	765,000	749,000	1,514,000
Interest and fiscal charges.....	-	-	-	-	76,746	257,816	334,562
Total Expenditures.....	20,562,663	1,760,190	1,284,730	2,387,794	1,788,638	1,665,972	29,449,987
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES.....	(377,898)	(826,161)	(471,056)	(108,599)	886,117	(65,036)	(962,633)
OTHER FINANCING SOURCES (USES):							
Transfers in.....	381,796	520,212	-	585,685	-	-	1,487,693
Transfers out.....	(8,835)	-	-	-	(821,796)	(77,062)	(907,693)
Proceeds from sale of capital assets.....	225	15,640	-	31,056	11,625	-	58,546
Insurance recoveries.....	-	189,942	-	9,033	-	-	198,975
Total Other Financing Sources (Uses).....	373,186	725,794	-	625,774	(810,171)	(77,062)	837,521
NET CHANGE IN FUND BALANCES.....	(4,712)	(100,367)	(471,056)	517,175	75,946	(142,098)	(125,112)
FUND BALANCES, BEGINNING OF YEAR.....	8,780,204	1,544,679	2,779,281	2,629,165	738,927	2,162,667	18,634,923
FUND BALANCES, END OF YEAR.....	\$ 8,775,492	\$ 1,444,312	\$ 2,308,225	\$ 3,146,340	\$ 814,873	\$ 2,020,569	\$ 18,509,811

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Net change in fund balances - total governmental funds.....		\$ (125,112)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000, for general and infrastructure, are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. Donated assets are not recorded in the governmental funds but are recognized as revenue in the statement of activities. This is the amount by which depreciation exceeded capital outlays and donated capital assets in the current period.		
Capital outlays.....	3,385,316	
Depreciation expense.....	<u>(3,077,966)</u>	307,350
In the statement of activities, the gain (loss) on the disposition of capital assets is reported. The fund financial statements recognize only the proceeds from the sale of those assets.....		
		(216,770)
The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds financial statements but reduces the long-term liabilities in the statement of net assets.		
Repayment of bond principal.....	<u>1,514,000</u>	1,514,000
Under the modified accrual basis of accounting used in governmental funds the effect of discounts and premiums when debt is first issued is reported in the operating statement, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. The net effect of these differences is as follows:		
Accrued interest on bonds.....	15,344	
Compensated absences.....	(12,859)	
Amortization of premiums on debt issuance.....	9,117	
Amortization of deferred charge on refunding.....	<u>(56,436)</u>	(44,834)
The internal service funds are used by management to charge the costs of the risk management and fleet services activities to individual funds. The adjustments for the internal service fund "close" the fund by charging additional amounts to participating activities to completely cover the internal service fund's costs for the year.		
Total net increase for the internal service fund.....		215,247
Property tax revenues, sales tax revenues and special assessment revenue received prior to the year for which they are being levied are reported as deferred revenue in the governmental funds. They are, however, recorded as revenues in the statement of activities. Deferred revenues increased this year.....		
		<u>118,082</u>
Change in net position of governmental activities.....		\$ <u>1,767,963</u>

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF NET POSITION - PROPRIETARY FUNDS
MARCH 31, 2015

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Electric	Water	Sanitation	Total	
ASSETS:					
Current Assets:					
Cash and investments:					
Restricted.....	\$ 177,732	\$ 25,315	\$ -	\$ 203,047	\$ -
Held by trustees.....	-	2,402,108	-	2,402,108	27,775
Unrestricted.....	17,514,076	7,420,184	1,332,103	26,266,363	2,437,207
Receivables, net of allowances:					
Services.....	1,559,499	403,364	230,396	2,193,259	-
Interest.....	20,198	9,233	1,560	30,991	2,974
Other.....	149,655	8,563	88,098	246,316	1,188
Inventory.....	309,162	62,583	31,148	402,893	2,433
Advance to other funds.....	510,000	510,000	-	1,020,000	-
Total Current Assets.....	<u>20,240,322</u>	<u>10,841,350</u>	<u>1,683,305</u>	<u>32,764,977</u>	<u>2,471,577</u>
Noncurrent Assets:					
Capital Assets:					
Land and construction in progress.....	2,291,156	3,121,274	134,057	5,546,487	-
Buildings and system.....	6,686,747	17,179,693	411,672	24,278,112	-
Machinery and equipment.....	2,977,002	1,147,438	3,399,716	7,524,156	-
Less: Accumulated depreciation.....	<u>(6,724,278)</u>	<u>(4,773,469)</u>	<u>(1,213,349)</u>	<u>(12,711,096)</u>	<u>-</u>
Total Noncurrent Assets.....	<u>5,230,627</u>	<u>16,674,936</u>	<u>2,732,096</u>	<u>24,637,659</u>	<u>-</u>
Total Assets.....	<u>25,470,949</u>	<u>27,516,286</u>	<u>4,415,401</u>	<u>57,402,636</u>	<u>2,471,577</u>
DEFERRED OUTFLOW OF RESOURCES:					
Deferred charge on refunding.....	-	130,012	-	130,012	-
Total Deferred Outflow of Resources.....	<u>-</u>	<u>130,012</u>	<u>-</u>	<u>130,012</u>	<u>-</u>
LIABILITIES:					
Current Liabilities:					
Accounts payable.....	252,551	497,062	63,588	813,201	48,251
Accrued wages and vacation.....	125,836	58,195	55,199	239,230	38,783
Accrued interest payable.....	-	38,511	10,642	49,153	-
Deposits payable from restricted assets.....	183,986	25,315	-	209,301	-
Claims payable.....	-	-	-	-	459,017
Capital lease payable - current.....	-	-	401,351	401,351	-
Bonds payable - current.....	-	615,000	-	615,000	-
Total Current Liabilities.....	<u>562,373</u>	<u>1,234,083</u>	<u>530,780</u>	<u>2,327,236</u>	<u>546,051</u>
Noncurrent Liabilities:					
Capital lease payable.....	-	-	938,360	938,360	-
Bonds payable.....	-	11,343,482	-	11,343,482	-
Total Noncurrent Liabilities.....	<u>-</u>	<u>11,343,482</u>	<u>938,360</u>	<u>12,281,842</u>	<u>-</u>
Total Liabilities.....	<u>562,373</u>	<u>12,577,565</u>	<u>1,469,140</u>	<u>14,609,078</u>	<u>546,051</u>
NET POSITION:					
Net investment in capital assets.....	5,230,627	6,461,414	1,392,385	13,084,426	-
Restricted for debt service.....	-	787,160	-	787,160	-
Unrestricted.....	19,677,949	7,820,159	1,553,876	29,051,984	1,925,526
TOTAL NET POSITION.....	<u>\$ 24,908,576</u>	<u>\$ 15,068,733</u>	<u>\$ 2,946,261</u>	<u>\$ 42,923,570</u>	<u>\$ 1,925,526</u>

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Business-Type Activities - Enterprise Funds				Governmental
	Electric	Water	Sanitation	Total	Activities - Internal Service Funds
OPERATING REVENUES:					
Electric sales.....	\$21,359,466	\$ -	\$ -	\$21,359,466	\$ -
Water sales.....	-	4,077,916	-	4,077,916	-
Sanitation fees.....	-	-	2,607,008	2,607,008	-
Charges for services.....	-	-	-	-	4,789,902
Other.....	426,420	1,083,782	113,053	1,623,255	15,628
Total Operating Revenues.....	21,785,886	5,161,698	2,720,061	29,667,645	4,805,530
OPERATING EXPENSES:					
Administrative and general.....	1,121,906	445,690	1,215,218	2,782,814	1,186,195
Customer accounting.....	164,285	310,189	117,676	592,150	-
Purchased power.....	16,609,881	-	-	16,609,881	-
Purchased water.....	-	1,043,490	-	1,043,490	-
Distribution maintenance.....	2,187,671	1,671,881	-	3,859,552	-
Maintenance and supplies.....	865,162	19,139	47,994	932,295	-
Pickup, hauling and disposal.....	-	-	979,974	979,974	-
Claims and insurance premiums.....	-	-	-	-	3,420,728
Depreciation.....	234,461	411,770	348,864	995,095	-
Total Operating Expenses.....	21,183,366	3,902,159	2,709,726	27,795,251	4,606,923
OPERATING INCOME (LOSS).....	602,520	1,259,539	10,335	1,872,394	198,607
NONOPERATING REVENUES					
(EXPENSES):					
Investment income.....	230,730	61,597	7,369	299,696	13,117
Interest expense.....	-	(430,315)	(15,000)	(445,315)	-
Debt issuance costs.....	-	(100,472)	-	(100,472)	-
Gain (loss) on sales of property, plant and equipment.....	(3,346)	13,588	6,533	16,775	3,523
Total Nonoperating Revenues (Expenses).....	227,384	(455,602)	(1,098)	(229,316)	16,640
INCOME (LOSS) BEFORE TRANSFERS.....	829,904	803,937	9,237	1,643,078	215,247
Capital contributions-Federal subsidy.....	-	94,278	-	94,278	-
Capital contributions-Capital asset donation.....	2,055	-	3,432	5,487	-
Transfers in (out).....	(240,000)	(220,000)	(120,000)	(580,000)	-
CHANGE IN NET POSITION.....	591,959	678,215	(107,331)	1,162,843	215,247
NET POSITION, BEGINNING OF YEAR.....	24,316,617	14,390,518	3,053,592	41,760,727	1,710,279
NET POSITION, END OF YEAR.....	\$ 24,908,576	\$ 15,068,733	\$ 2,946,261	\$ 42,923,570	\$ 1,925,526

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Electric	Water	Sanitation	Total	
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers.....	\$ 20,920,054	\$ 4,622,627	\$ 2,562,408	\$ 28,105,089	\$ -
Receipts from interfund services provided.....	739,915	56,434	35,485	831,834	4,789,902
Other receipts.....	309,486	489,837	98,435	897,758	22,102
Payments to suppliers.....	(18,705,743)	(1,862,809)	(1,278,779)	(21,847,331)	(4,104,465)
Payments to employees.....	(1,901,202)	(979,084)	(763,022)	(3,643,308)	(450,901)
Payments for interfund services.....	(261,619)	(440,021)	(459,657)	(1,161,297)	(23,293)
Net Cash Provided By (Used In)					
Operating Activities.....	1,100,891	1,886,984	194,870	3,182,745	233,345
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers out.....	(240,000)	(220,000)	(120,000)	(580,000)	-
Receipt (payment) of interfund borrowing.....	85,000	85,000	-	170,000	-
Net Cash Provided By (Used In)					
Noncapital Financing Activities.....	(155,000)	(135,000)	(120,000)	(410,000)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition and construction of capital assets.....	(184,249)	(3,220,677)	(148,651)	(3,553,577)	-
Proceeds from sale of property, plant and equipment.....	(392)	20,405	8,903	28,916	3,523
Capital contribution-Federal subsidy.....	-	94,278	-	94,278	-
Principal paid on bonds.....	-	(410,000)	(397,264)	(807,264)	-
Issuance of Certificates of Participation, Net.....	-	3,603,272	-	3,603,272	-
Interest paid on bonds and capital leases.....	-	(379,207)	(18,066)	(397,273)	-
Net Cash Provided By (Used In) Capital and Related Financing Activities.....	(184,641)	(291,929)	(555,078)	(1,031,648)	3,523
CASH FLOWS PROVIDED BY INVESTING ACTIVITIES:					
Interest received on investments.....	223,466	58,296	7,155	288,917	12,002
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....					
	984,716	1,518,351	(473,053)	2,030,014	248,870
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR.....					
	16,707,092	8,329,256	1,805,156	26,841,504	2,216,112
CASH AND CASH EQUIVALENTS AT END OF YEAR.....					
	\$ 17,691,808	\$ 9,847,607	\$ 1,332,103	\$ 28,871,518	\$ 2,464,982

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

RECONCILIATION OF OPERATING INCOME
(LOSS) TO NET CASH PROVIDED BY
(USED IN) OPERATING ACTIVITIES:

Operating income (loss).....	\$ 602,520	\$ 1,259,539	\$ 10,335	\$ 1,872,394	\$ 198,607
Adjustments to reconcile operating income (loss) to net cash provided by (used in)					
operating activities:					
Depreciation expense	234,461	411,770	348,864	995,095	-
(Increase) decrease in assets:					
Service receivable.....	100,503	9,524	(9,115)	100,912	-
Miscellaneous receivables.....	72,334	(4,284)	(14,618)	53,432	6,474
Inventory.....	9,109	(3,322)	8,929	14,716	1,499
Increase (decrease) in liabilities:					
Accounts payable.....	63,622	214,976	(150,649)	127,949	10,470
Accrued wages and vacation.....	7,610	(3,179)	1,124	5,555	(832)
Deposits held for others.....	10,732	1,960	-	12,692	-
Claims Payable.....	-	-	-	-	17,127
Total adjustments.....	<u>498,371</u>	<u>627,445</u>	<u>184,535</u>	<u>1,310,351</u>	<u>34,738</u>

NET CASH PROVIDED BY (USED IN)

OPERATING ACTIVITIES.....	<u>\$ 1,100,891</u>	<u>\$ 1,886,984</u>	<u>\$ 194,870</u>	<u>\$ 3,182,745</u>	<u>\$ 233,345</u>
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SCHEDULE OF NON CASH CAPITAL AND
RELATED FINANCING ACTIVITIES:

Contribution of capital assets	<u>\$ 2,055</u>	<u>\$ -</u>	<u>\$ 3,432</u>	<u>\$ 5,487</u>	<u>\$ -</u>
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See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF FIDUCIARY NET POSITION -
FIDUCIARY FUND TYPES - TRUST AND AGENCY FUNDS
MARCH 31, 2015

	<u>Pension Trust</u>	<u>Agency</u>
ASSETS:		
Cash and investments:		
Held by trustees:		
Short-term reserves.....	\$ 3,996,266	\$ -
Bond funds.....	3,936,544	-
Balanced funds.....	13,645,426	-
Domestic stock funds.....	24,149,292	-
International stock funds.....	3,588,039	-
Stable value money market funds.....	4,123,172	-
Specialty stock fund.....	187,788	-
Vanguard brokerage option fund.....	1,984,216	-
Restricted.....	99	34,250
Receivables, net of allowances:		
Contribution receivable.....	69,163	-
	<u>55,680,005</u>	<u>34,250</u>
Total Assets.....		
LIABILITIES:		
Accounts payable.....	71,513	-
Deposits payable.....	-	34,250
	<u>71,513</u>	<u>34,250</u>
Total Liabilities.....		
NET POSITION:		
Net position for pension benefits.....	<u>\$ 55,608,492</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Pension Trust Fund</u>
ADDITIONS:	
Contributions:	
Employer.....	\$ 1,639,482
Employee, net of refunds.....	505,583
Rollover Contributions.....	<u>10,630</u>
Total Contributions.....	<u>2,155,695</u>
Investment income:	
Interest and dividends.....	2,450,961
Net appreciation in the fair value of plan investments.....	<u>1,327,964</u>
Total investment income.....	<u>3,778,925</u>
Less: investment expenses.....	70,313
Net investment income (loss).....	<u>3,708,612</u>
Total Additions.....	<u>5,864,307</u>
DEDUCTIONS:	
Benefit payments.....	<u>1,531,353</u>
Administrative and general expenses:	
Insurance, taxes and other premiums.....	157,846
Professional fees.....	<u>68,287</u>
Total administrative and general expenses.....	<u>226,133</u>
Total Deductions.....	<u>1,757,486</u>
CHANGE IN NET POSITION.....	4,106,821
NET POSITION FOR EMPLOYEE PENSION BENEFITS	
BEGINNING OF YEAR.....	<u>51,501,671</u>
END OF YEAR.....	<u>\$ 55,608,492</u>

See accompanying notes to the basic financial statements

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Kirkwood, Missouri (the “City”) was formally established as the Town of Kirkwood in 1853. In 1865, the citizens requested and received a charter from the Missouri State Legislature. As a result of being incorporated, Kirkwood became a village governed by a Board of Trustees elected by the voters. The City now operates under a charter form of government adopted in 1983 in accordance with the provisions of the Missouri Constitution. The governing body is comprised of a mayor and six council members who appoint a chief administrative officer who is responsible for the day-to-day operations of the City. The City provides the following services: public safety (police and fire), engineering, streets, vehicle, building maintenance, electric, water, sanitation, parks and recreation and general administrative services.

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America as applicable to governmental entities. The following is a summary of the more significant accounting policies:

Reporting Entity

The City’s financial reporting entity has been determined in accordance with governmental standards for defining the financial reporting entity and identifying entities to be included in its basic financial statements. These standards identify the City’s financial accountability for potential component units as the primary, but not only, criteria for inclusion. The City’s financial reporting entity consists of the City of Kirkwood (the primary government) and its component units. The component units discussed below are included in the City’s financial reporting entity because of the significance of their operational or financial relationships with the City.

Blended Component Units

The following component units are legally separate from the City; however, the activities are so intertwined with the City as the primary government that they are, in substance, the same as the primary government. As such, the balances and transactions of the component units are blended into the accompanying basic financial statements and reported in a manner similar to the balances and transactions of the City itself.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting Entity (continued)

City of Kirkwood, Missouri Public Facilities Authority (PFA)

The PFA is a not-for-profit corporation created by Ordinance of the City Council, organized and existing under the laws of the State of Missouri. Board members are appointed by the Mayor of the City and must be approved by Council. The purpose of the PFA is to facilitate the acquisition and construction of certain capital improvements and facilities solely for the benefit of the City of Kirkwood, Missouri. Funding of such capital improvements and facilities is provided through the issuance of leasehold revenue bonds. The PFA is accounted for as if it were part of the City's operations because it was established to provide services exclusively to the City. The activities and accounts of the PFA have been blended into the City's Park & Storm Water Improvement fund.

Downtown Special Business District (SBD)

The SBD was created by Ordinance of the City Council, organized and existing under the laws of the State of Missouri. The City Council appoints the members to the Downtown Kirkwood Special Business District Advisory Commission, approves and amends the SBD's budgets, levies the SBD's property taxes, and is responsible for fiscal management. The resources of this fund are utilized for the enhancement of the SBD and promote retail trade activities within the SBD, for the exclusive benefit of the city.

Discretely Presented Component Unit

The discretely presented component unit column in the government-wide financial statements includes the financial data of the City's other component unit. It is reported in a separate column to emphasize that it is legally separate from the City.

Industrial Development Authority of the City of Kirkwood, Missouri (IDA)

The IDA is a not-for-profit corporation established by an Ordinance of the City Council and formed under RSMo. Chapter 349, *The Industrial Development Corporations Act*. It is designed to develop, advance, encourage and promote commercial, industrial and manufacturing facilities in the City. The IDA Board of Directors is appointed by the Mayor with consent of the City Council. The City provides the IDA financial and administrative support. Separate financial statements are not prepared for the IDA. Schedules for the IDA are included in the "Other Supplementary Information" section.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Related Organizations

The City's officials are also responsible for appointing members to the boards of other organizations, but the City's accountability for these organizations does not extend beyond making such appointments. The Mayor or the City Council appoints a majority of the governing members of the Municipal Library District of Kirkwood and the Kirkwood Housing Authority. These related organizations are not included as component units within the City's financial reporting entity.

The Public Park Board is an agency of the City with its Board members appointed by the Mayor and the City Council. The Park Board has the authority to adopt and amend its own budget only. The City sets and levies the Park Board's property taxes and holds all corporate powers. The Public Park Board is therefore not a legal entity and is accounted for as a separate special revenue fund.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the City. However, interfund services provided and used are not eliminated in the process of consolidation. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external parties.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants for goods and/or services, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Taxes, unrestricted interest earnings and other items that are not generated by programs are reported instead as general revenues.

Following the government-wide financial statements are separate financial statements for governmental funds, proprietary funds and fiduciary funds. Fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are reported in one column labeled "Other Governmental Funds". The total fund balances for all governmental funds is reconciled to total net assets for governmental activities as shown on the statement of net assets. The net change in fund balance for all governmental funds is reconciled to the total change in net assets as shown on the statement of activities in the government-wide financial statements. The City has three enterprise (business-type activity) funds which are all considered major funds. Additionally, the City has internal service funds which are reported in a separate column on the proprietary fund financial statements.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with self-balancing accounts. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of and changes in financial position rather than upon net income. The following are the City's governmental major funds:

General - The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Public Park Board - Used to account for property tax proceeds restricted specifically for park operations.

P&F Property Tax Pension - Used to account for property tax proceeds restricted specifically for police officers and firefighters pension.

Capital Improvements - This fund is used to account for financial resources designated for the acquisition or construction of major capital facilities or improvements.

Park & Storm Water Improvements - This fund is used to account for financial resources designated for the construction of the City's recreation/facilities complex.

The other governmental funds of the City are considered nonmajor. They are special revenue funds which account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes, the capital project funds which account for financial resources to be used for acquisition or construction of major capital facilities and the debt service fund which is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those found in the private sector. The measurement focus is on the determination of net income, changes in net assets (or cost recovery), financial position, and cash flows.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The following are the City's proprietary fund types:

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has three enterprise funds which are all considered major funds as follows:

Electric - The electric fund is used to account for the billing and collection of charges for electric services for customers of the electric utility system. Revenues are used to pay for both operating expenses and capital expenditures to maintain these services.

Water - The water fund is used to account for the billing and collection of charges for water services for customers of the waterworks system. Revenues are used to pay for both operating expenses and capital expenditures to maintain these services.

Sanitation - The sanitation fund is used to account for the provision of solid waste collection to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

Internal Service Funds - Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City. Three internal service funds have been established to account for the payment of medical insurance, workers' compensation and city-wide vehicle and equipment maintenance and repair costs.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fiduciary Fund Type - Trust and Agency Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. Pension trust funds are accounted for and reported similar to proprietary funds. The pension trust funds account for the City's Police Officers' and Firefighters' Pension Plan and the Employees' Pension Plan. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. The City's agency funds account for municipal court collections for bail bonds, deposits collected on behalf of the trustee of the transportation development district and donations collected on behalf of the Kirkwood Disaster Relief.

Measurement Focus

Measurement focus refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Position.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus (continued)

Fund Financial Statements (continued)

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

Basis of Accounting

Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. Government-wide financial statements are prepared using the accrual basis of accounting; proprietary and fiduciary funds also use the accrual basis of accounting. Governmental funds used the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. For the City, available means expected to be received within 60 days of year end.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenues - Exchange and Non-Exchange Transactions (continued)

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: state-levied locally shared taxes (including gasoline tax), fines and forfeitures, licenses and permits, interest, grants and rentals. For the City, available for these revenue sources means expected to be received within 30 days of year end.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

Cash and Investments

The City maintains a cash and investment pool available to all City funds. For financial reporting purposes, investments are allocated in proportion to each fund's cash balance to the total cash balance.

Investments are shown at fair value. Fair value is determined by closing market prices at year-end as reported by the investment custodian.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond March 31, 2015, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

Unearned Revenues

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Certain park program fees received before eligibility requirements are met are reported as unearned revenues in the government-wide financial statements as well as the governmental fund statements.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. However, principal and interest on general long-term debt, which have not matured are recognized when paid. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Allowance for Uncollectible Accounts

The City provides an allowance for uncollectible accounts equal to the estimated collection losses that will be incurred in collection of its ambulance, court fines, property tax and enterprise fund services receivable. The estimated losses are based on historical collection experience coupled with a review of the current status of the existing receivables. The City follows the practice of writing off uncollectible accounts as they are incurred for all other receivables.

Inventory

Inventory recorded in the general fund is valued at average cost, using the first-in, first-out (FIFO) method and consist of expendable supplies held for consumption. The cost of inventory is recorded as expenditures as the individual inventory items are utilized. The reserve for inventory is equal to the inventory capitalized to indicate that a portion of the fund balance is not available for appropriation.

Inventory recorded in the enterprise funds are valued at average cost using a first-in, first-out method, and consist of materials and supplies held for consumption and construction of distribution systems.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, including infrastructure, are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not enhance functionality or materially extend the life of an asset are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings	30 - 40 years
Building improvements	5 - 30 years
Distribution system	20 - 75 years
Machinery and equipment	3 - 15 years
Automotive equipment	3 - 10 years
Streets, bridges and sidewalks	20 - 75 years

Long-Term Liabilities

In the government-wide and the proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums or discounts, and the difference between the reacquisition price and the net carrying value of refunded debt are capitalized and amortized over the terms of the respective bonds using the straight-line method and the effective interest method. Bonds payable are reported adjusted by the applicable bond premium or discount.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Accumulated Unpaid Vacation, Compensatory Time, and Sick Leave

City employees earn vacation based upon their years of continuous service on a calendar year basis. Accrued vacation time is payable to employees upon termination. Based on the policy of the City, all of the accrued vacation is due within one year and is recorded in the government-wide and proprietary fund financial statements as a short-term liability. A liability is recorded in the governmental fund financial statements when payment is due.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accumulated Unpaid Vacation, Compensatory Time, and Sick Leave (continued)

City employees may earn compensatory time in lieu of overtime pay at the discretion of the Department Head. Accrued compensatory time is payable to employees upon termination. Based on the policy of the City, no employee shall be permitted to accrue more than forty (40) hours of compensatory time with the exception of law enforcement and fire protection personnel who shall not be permitted to accrue more than one hundred twenty (120) hours of compensatory time. A liability is recorded in the governmental fund financial statements when payment is due.

Sick leave accrues each month of continuous service, subject to a maximum of 130 days, and is payable during periods of illness. The City does not accrue nor is obligated for payment of accumulated sick days.

Capital Contributions

Capital contributions in the enterprise funds represent government grants, contributions and other aid to fund capital projects. In accordance with GASB 33, capital contributions are recognized as revenue when the expenditure is made and amounts become subject to claim for reimbursement.

Interfund Transactions

In the fund financial statements, the City has the following types of transactions among funds:

Transfers

Legally required transfers are reported when incurred as “transfers in” by the recipient fund and as “transfers out” by the disbursing fund.

Interfund Services Provided/Used

Charges or collections for services rendered by one fund for another are recognized as revenues (interfund services provided) of the recipient fund and expenditures or expenses (interfund services used) of the disbursing fund. These transactions are recorded as interfund services provided and used because they would be treated as revenue and expenditures or expenses if they involved organizations external to the city.

Certain internal payments are treated as program revenues, such as internal services provided and used. Certain internal payments are treated as a reduction of expense, such as reimbursements.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interfund Transactions (continued)

Elimination of interfund activity has been made for governmental activities in the government-wide financial statements.

Net Position

In the government-wide and proprietary fund financial statements, net position are displayed in three components as follows:

Net Investment in Capital Assets - This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Restricted - This consists of assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted - This consists of assets that do not meet the definition of "restricted" or "net investment in capital assets."

Governmental Fund Balances

In the governmental fund financial statements the following classifications are used to define the governmental fund balances.

Nonspendable – This consists of the governmental fund balances that are not in spendable form or legally or contractually required to be maintained intact.

Restricted - This consists of the governmental fund balances that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Committed – This consists of the governmental fund balances that can only be used for specific purposes pursuant to constraints imposed by formal action (ordinance) of the City Council, the City's highest level of decision-making authority.

Assigned – This consists of the governmental fund balances that are intended to be used for specific purposes. The City Council has by resolution authorized the Chief Administrative Officer or their designee to assign fund balance. The City Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Governmental Fund Balances (continued)

Unassigned - This consists of the governmental funds that do not meet the definition of "nonspendable," "restricted," "committed," or "assigned."

When both restricted and unrestricted resources are available, the City will spend the least restricted dollars before the restricted dollars in the following order: Unassigned, Assigned, Committed, Restricted, and then Nonspendable.

Statement of Cash Flows

The proprietary funds considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Estimates and Assumptions

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires the City to make estimates and assumptions that affect the reported amounts of assets and liabilities at fiscal year-end and revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

2. CASH AND INVESTMENTS

The City is governed by the deposit and investment limitations of state law. It is the policy of the City to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds. The City's policy and state law authorize the following types of investments:

- a. United States Treasury Securities for which the full faith and credit of the United States are pledged for the payment of principal and interest.
- b. United States Agency Securities, including:
 - U.S. Government Agency Coupon and Zero Coupon Securities with no embedded options.
 - U.S. Government Agency Discount Notes purchased at a discount with maximum maturities of one (1) year.
 - U.S. Government Agency Callable Securities restricted to securities callable at par only with final maturities of five (5) years.
 - U.S. Government Agency Step-Up Securities where the coupon rate is fixed for an initial term. At coupon date, the coupon rate rises to a new, higher fixed term. Restricted to securities with final maturities of five (5) years.
 - U.S. Government Agency Floating Rate Securities where the coupon rate floats off one index. Restricted to coupons with no interim caps that reset at least quarterly.
 - U.S. Government Mortgage Backed Securities restricted to securities with final maturities of five (5) years.
- c. Repurchase agreements with commercial banks or government securities dealers. The purchaser in a repurchase agreement enters into a contractual agreement to purchase U.S. Treasury and government agency securities while simultaneously agreeing to resell the securities at predetermined dates and prices.
- d. Collateralized public deposits (Certificates of Deposits) issued by financial institutions which state that specified sums have been deposited for specified periods of time and at specified rates of interest. The certificates of deposit are required to be backed by acceptable collateral securities as dictated by state statute.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

2. CASH AND INVESTMENTS (continued)

- e. Bankers' Acceptances issued by domestic commercial banks possessing the highest rating issued by Moody's Investor Services, Inc. or Standard and Poor's Corporation.
- f. Commercial Paper issued by domestic corporations, which has received the highest rating issued by Moody's Investor Services, Inc. or Standard and Poor's Corporation. Eligible paper is further limited to issuing corporations that have total assets in excess of five hundred million dollars.

The deposits and investments held at March 31, 2015, and reported at fair value, are as follows:

Type	Carrying Value
Deposits:	
Demand deposits.....	\$ 16,062,336
Cash on hand.....	3,330
Non-negotiable Certificates of Deposit	<u>2,000,000</u>
	<u>18,065,666</u>
Pooled Investments:	
Money Market Mutual Funds	3,014,708
Negotiable Certificates of Deposit.....	14,138,602
U.S. Treasury Note	2,993,907
Federal Farm Credit Banks	3,996,410
Federal Home Loan Banks.....	7,760,970
Federal National Mortgage Association	<u>1,665,198</u>
	<u>33,569,795</u>
Pension Trust Investments:	
Mutual funds:	
Short-Term reserves.....	3,996,266
Vanguard brokerage option funds.....	1,984,216
International stock funds.....	3,588,039
Balanced funds.....	13,645,426
Bond funds	3,936,544
Stable value money market funds.....	4,123,172
Specialty stock fund.....	187,788
Domestic stock funds.....	<u>24,149,292</u>
	<u>55,610,743</u>
Total Deposits and Investments.....	<u>\$107,246,204</u>

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

2. CASH AND INVESTMENTS (continued)

Type	Carrying Value
Reconciliation to the Financial Statements:	
Statement of Net Assets:	
Cash and Investments:	
Governmental Activities	\$ 22,606,622
Business-Type Activities	28,871,518
Component Unit	122,972
Statement of Fiduciary Net Assets:	
Cash and Investments:	
Held by trustees – Pension Trust Funds.....	55,610,743
Restricted:	
Pension Trust Funds.....	99
Agency Fund.....	<u>34,250</u>
	<u>\$107,246,204</u>

Since the investment strategies and associated risks for the City Pension Investment portfolios are substantially different than those of the remainder of the City, the investment disclosures for the Pension Investment Portfolios are presented separately.

Custodial Credit Risk- Deposits - Custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City’s bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee institution. As of March 31, 2015, the City’s bank balance of \$18,065,666, including \$122,972 of the component unit, and \$471,000 of that amount was exposed to custodial credit risk because it was uninsured and not collateralized with securities held by the financial institution’s trust department or agent in the City’s name.

Custodial Credit Risk - Investments - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investment or collateral securities that are in the possession of the outside party. The City’s policy to minimize credit risk is to pre-qualify the financial institutions, brokers/dealers, intermediaries, and advisors with which the City will do business and diversify the portfolio so that potential losses on individual securities will be minimized. The City’s investments were not exposed to custodial credit risk this year.

Investment Interest Rate Risk - The City’s policy to limit investment interest rate risk is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations. Investments in bankers’ acceptances and commercial paper shall mature and become payable not more than one hundred eighty days (180) from the date of purchase. All other investments shall mature and become payable not more than five (5) years from the date of purchase. Maturities of investments held at March 31, 2015 are as follows:

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

2. CASH AND INVESTMENTS (continued)

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 – 5</u>
Money Market Mutual Funds.....	\$ 3,014,708	\$ 3,014,708	\$ --
Negotiable Certificates of Deposit.....	14,138,602	1,892,221	12,246,381
U.S. Treasury Note.....	2,993,907	-	2,993,907
Federal Farm Credit Banks.....	3,996,410	-	3,996,410
Federal Home Loan Banks.....	7,760,970	2,013,780	5,747,190
Federal National Mortgage Association	1,665,198	-	1,665,198

Investment Credit Risk - The City's investment policy and state law limit its investment choices, as documented above. At March 31, 2015, the City's investments in U.S. Agency obligations not directly guaranteed by the U.S. Government and investments in money market accounts were rated as follows:

<u>Rating</u>	<u>Amount</u>
AA	\$13,422,578

Concentration of Investment Credit Risk - Concentration of credit risk is required to be disclosed by the City for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the US Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments).

It is the City's policy to diversify the portfolio so that potential losses on individual securities will be minimized. No more than 5% of the total market value of the portfolio may be invested in bankers' acceptances issued by any one commercial bank and no more than 5% of the total market value of the portfolio may be invested in commercial paper of any one issuer.

At March 31, 2015, the City had the following investments that were more than 5% of the City's total investments:

<u>Description</u>	<u>Concentration</u>
Federal Home Loan Banks	25.4%
Federal Farm Credit Banks.....	13.1%
Federal National Mortgage Association	5.4%

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

2. CASH AND INVESTMENTS (continued)

Pension Trust Investments

The Pension Trust Funds are governed by Articles I and II, Chapter 18 ½ of the Kirkwood Code of Ordinance and state law. The Pension Trust funds consist of the Police Officers' and Firefighters' Pension Plan and the Employees' Pension Plan.

The Police Officers' and Firefighters' Pension Plan is authorized to invest in the following types of investments:

- a. Stock funds, which are primarily invested in common stocks of publicly traded companies, as well as securities that can be converted into common stocks.
- b. Bond funds that typically include U.S. Treasury obligations, obligations of government sponsored entities, Federal Agency obligations, corporate notes, debentures, preferred stocks, mortgage backed securities, asset backed securities, commercial paper and commercial bank Certificates of Deposit.
- c. Balanced funds that typically invest in a combination of stocks and bonds.
- d. Stable Asset funds that typically include contracts (GICs) issued by banks and top-rated insurance companies as well as synthetic GICs backed by top rated banks and insurance companies.
- e. Money market funds that typically invest in short term cash alternatives.

The Employees' Pension Plan is authorized to invest in Equity Securities and Fixed Income securities.

Custodial Credit Risk - The plans do not have a specific policy addressing custodial credit risk. Neither the Pension Trust's bank balances nor its investments were subject to custodial credit risk this year.

Investment Interest Rate Risk - The plans require active managers to manage the effective duration of their portfolio type comparable to their peers and relative to specific indices outlined in the Plan's policies. As of March 31, 2015, the Pension Trust investments were all in mutual funds which have no maturity date.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

2. CASH AND INVESTMENTS (continued)

Pension Trust Investments (continued)

Investment Credit Risk - The plans investment policies limit its investment choices, as documented above. As of March 31, 2015, the Pension Trust investments were all in mutual funds which are not rated.

Concentration of Investment Credit Risk - Participation accounts are self directed by the participants. Investments used to fund future uplift benefits for the two retirement plans are limited as follows:

Police Officers' and Firefighters' Retirement Plan

	<u>Minimum</u>	<u>Target</u>	<u>Maximum</u>
Equity Total:	55%	65%	75%
Mid Cap Equity	0%	10%	20%
Small Cap Equity	0%	10%	20%
International Equity	0%	15%	20%
Fixed Income:			
Including GICs	25%	35%	45%

Civilian Employees' Retirement Plan

<u>Asset Class</u>	<u>Pension Fund Guidelines</u>	<u>Range</u>
Equity Investments	70%	60-80%
Fixed Income Investments	30%	20-40%

Concentration of credit risk is not required to be disclosed for investments in mutual funds.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

3. PROPERTY TAX

The City's property tax is levied annually on or before October 1 based on the assessed valuation of all real and personal property located in the City as of the previous January 1. Assessed valuations are established by the St. Louis County Assessor. Kirkwood citizen's approved a 34 cent property tax to be used for General Government Services. Council certified 29.7 cents of this 34 cent authorization to generate approximately two million dollars in property tax revenues to be used for General Government services. The City's tax rate per \$100 of assessed valuation is levied as follows:

	Real Estate		Personal Property
	Residential	Commercial	
General government services	\$.297	\$.306	\$.264
Maintenance and operation of parks.....	.133	.138	.121
Police Officers' and Fire Fighters' Retirement Fund.....	.119	.145	.172
Debt service	<u>.065</u>	<u>.065</u>	<u>.065</u>
	<u>\$.614</u>	<u>\$.654</u>	<u>\$.622</u>

Additionally, the SBD levies an additional tax of \$0.46 per \$100 assessed valuation for businesses in the SBD.

Taxes are billed October 1, are due and collectible on December 31, and are delinquent and represent a lien on related property on January 1 of the following year. Taxes are billed, collected, and remitted to the City by the St. Louis County Collector.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2015:

	Balance April 1, 2014	Additions And Transfers	Disposals And Transfers	Balance March 31, 2015
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land and land rights.....	\$ 7,102,789	\$ -	\$ -	\$ 7,102,789
Construction in Progress.....	769,395	1,173,600	606,297	1,336,698
Total Capital Assets, Not Being Depreciated.....	7,872,184	1,173,600	606,297	8,439,487
Capital Assets, Being Depreciated:				
Buildings.....	28,204,706	141,680	24,483	28,321,903
Building improvements.....	13,901,501	946,590	225,681	14,622,410
Machinery and equipment.....	6,975,631	330,184	439,019	6,866,796
Automotive equipment.....	5,711,275	583,542	234,689	6,060,128
Traffic Lights/Street Lights.....	40,882,934	816,015	345,818	41,353,131
Total Capital Assets, Being Depreciated.....	95,676,047	2,818,011	1,269,690	97,224,368
Less -- Accumulated Depreciation For:				
Buildings.....	12,713,054	874,894	24,483	13,563,465
Building improvement.....	2,941,118	517,142	225,274	3,232,986
Machinery and equipment.....	4,721,938	365,184	397,710	4,689,412
Automotive equipment.....	3,383,964	500,252	215,348	3,668,868
Traffic Lights/Street Lights.....	19,500,117	820,494	190,107	20,130,504
Total Accumulated Depreciation.....	43,260,191	3,077,966	1,052,922	45,285,235
Total Capital Assets Being Depreciated, Net	52,415,856	(259,955)	216,768	51,939,133
Governmental Activities, Capital Assets, Net.....	\$ 60,288,040	\$913,645	\$823,065	\$ 60,378,620

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

4. CAPITAL ASSETS (continued)

	Balance April 1, 2014	Additions And Transfers	Disposals And Transfers	Balance March 31, 2015
Business-Type Activities:				
Electric:				
Capital Assets, Not Being Depreciated:				
Land and land rights.....	\$ 185,466	\$ -	\$ -	\$ 185,466
Construction in Progress.....	2,107,417	-	1,727	2,105,690
Total Capital Assets, Not Being Depreciated.....	2,292,883	-	1,727	2,291,156
Capital Assets, Being Depreciated:				
Buildings.....	297,891	-	-	297,891
Distribution system.....	6,392,226	122,939	126,309	6,388,856
Machinery and equipment.....	1,905,996	22,345	-	1,928,341
Automotive equipment.....	978,436	78,753	26,003	1,031,186
Traffic Lights/Street Lights.....	17,475	-	-	17,475
Total Capital Assets, Being Depreciated.....	9,592,024	224,037	152,312	9,663,749
Less – Accumulated Depreciation For:				
Buildings.....	214,291	3,001	-	217,292
Distribution system.....	4,087,815	162,032	125,955	4,123,892
Machinery and equipment.....	1,679,803	29,474	-	1,709,277
Automotive equipment.....	616,367	75,261	23,403	668,225
Traffic Lights/Street Lights.....	4,893	699	-	5,592
Total Accumulated Depreciation.....	6,603,169	270,467	149,358	6,724,278
Total Capital Assets Being Depreciated, Net	2,988,855	(46,430)	2,954	2,939,471
Electric:				
Capital Assets, Net.....	5,281,738	(46,430)	4,681	5,230,627
Water:				
Capital Assets, Not Being Depreciated:				
Land and land rights.....	31,274	-	-	31,274
Construction in Progress.....	559,518	3,090,000	559,518	3,090,000
Total Capital Assets, Not Being Depreciated.....	590,792	2,548,793	18,311	3,121,274
Capital Assets, Being Depreciated:				
Buildings.....	178,543	-	-	178,543
Distribution system.....	16,127,025	622,001	9,330	16,739,696
Improvements other than buildings.....	261,454	-	-	261,454
Machinery and equipment.....	431,074	31,571	-	462,645
Automotive equipment.....	718,365	-	33,572	684,793
Total Capital Assets, Being Depreciated.....	17,716,461	653,572	42,902	18,327,131

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

4. CAPITAL ASSETS (continued)

	Balance April 1, 2014	Additions And Transfers	Disposals And Transfers	Balance March 31, 2015
Business-Type Activities (continued):				
Water (continued):				
Less – Accumulated Depreciation For:				
Buildings.....	59,429	5,559	-	64,988
Distribution system.....	3,597,585	320,864	5,870	3,912,579
Improvements other than buildings.....	109,365	11,774	-	121,139
Machinery and equipment.....	189,933	28,442	-	218,375
Automotive equipment	441,472	45,131	30,215	456,388
Total Accumulated Depreciation.....	4,397,784	411,770	36,085	4,773,469
Total Capital Assets Being Depreciated, Net	13,318,677	241,802	6,817	13,553,662
Water:				
Capital Assets, Net.....	13,909,469	2,790,595	25,128	16,674,936
Sanitation:				
Capital Assets, Not Being Depreciated:				
Land and land rights.....	134,057	-	-	134,057
Construction in Progress.....	151,646	-	151,646	-
Total Capital Assets, Not Being Depreciated.....	285,703	-	151,646	134,057
Capital Assets, Being Depreciated:				
Buildings.....	162,910	248,762	-	411,672
Machinery and equipment.....	578,024	51,534	-	629,558
Automotive equipment.....	2,768,642	26,403	24,887	2,770,158
Total Capital Assets, Being Depreciated.....	3,509,576	326,699	24,887	3,811,388
Less – Accumulated Depreciation For:				
Buildings.....	83,730	4,502	-	88,232
Machinery and equipment.....	265,711	29,551	-	295,262
Automotive equipment.....	514,590	337,782	22,517	829,855
Total Accumulated Depreciation.....	864,031	371,835	22,517	1,213,349
Total Capital Assets Being Depreciated, Net	2,645,545	(22,165)	25,341	2,598,039
Sanitation:				
Capital Assets, Net.....	2,931,248	(22,165)	176,987	2,732,096
Business-Type Activities, Capital Assets, Net.....	\$ 22,122,455	\$2,758,005	\$ 242,803	\$ 24,637,659

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

4. CAPITAL ASSETS (continued)

Depreciation expense was charged to function/programs of the primary government as follows:

Government Activities:

General government.....	\$ 328,065
Building maintenance.....	15,833
Building commissioner.....	6,615
Engineering.....	8,639
Police.....	187,689
Fire.....	470,897
Streets.....	1,077,370
Recreation.....	507,312
Parks.....	<u>475,546</u>
 Total depreciation expense – governmental-type activities.....	 <u>\$ 3,077,966</u>

Business-Type Activities

Electric.....	\$ 234,461
Water.....	411,770
Sanitation.....	<u>348,864</u>
 Total depreciation expense – business-type activities.....	 <u>\$ 995,095</u>

A transfer was made to the Electric Fund from the governmental activities of automotive equipment with a cost of \$38,061 and accumulated depreciation of \$36,006. A transfer was made to the Sanitation Fund from the governmental activities of automotive equipment with a cost of \$26,403 and accumulated depreciation of \$22,971.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

5. EMPLOYEES' RETIREMENT SYSTEMS

Civilian

Effective April 1, 1987, the City enacted Ordinance No. 7627 which established the Employees' Pension Plan (PLAN). The PLAN is a defined contribution multiple employer plan which covers all non-uniformed employees of the City of Kirkwood, the Kirkwood Public Library, and the Kirkwood Housing Authority. Benefit and contribution provisions are established and amended by the City Council. Employees are eligible for participation upon completing 500 hours of service in a consecutive six month period. At March 31, 2015, there were 172 active Plan members, 199 terminated members, 10 retired members, and 3 disabled members.

The PLAN receives contributions from the City, in accordance with City ordinances, in an amount equal to 6.5% of each participating employee's gross wages. Vesting of employer contributions occurs after five years of service.

Nonvested participant accounts are forfeited to the PLAN upon termination of employment. The forfeited amounts reduce the City's required contribution in the year of termination. In the current year, the amount of forfeitures used for contributions was \$4,518.

Retirement benefits are paid either as a lump-sum, series of substantially equal installments, or an annuity with optional surviving spouse benefits. The PLAN purchases annuities for retirees who choose the annuity form of retirement payment. These annuities are not reflected in the assets of the PLAN. The PLAN also provides for disability and life insurance.

Participants may choose to have funds invested on their behalf in any one of the following, or any combination thereof, types of investments of open-end mutual funds: Short-term reserves, bond funds, balanced funds (stocks and bonds), domestic stock funds and international stock funds.

A summary of contributions and percentage of covered plan payroll of the City is presented below for fiscal year 2015:

Contributions required	\$ 614,465
Less: Forfeitures used	<u>4,518</u>
Contributions made	<u>\$ 609,947</u>
Contribution required as a percent of covered payroll - City	6.5%

The PLAN issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing: City of Kirkwood, 139 South Kirkwood Road, Kirkwood, Missouri 63122.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

5. EMPLOYEES' RETIREMENT SYSTEMS (continued)

Civilian Plan for Retirees of Previous Plan

Effective April 1, 1987, the City terminated its Civilian Employees Defined Benefit Retirement Plan (former plan) and established the defined contribution plan as described above. Annuities were purchased for all retired participants to provide benefits equal to the amount received under the terminated former plan. For active participants, initial contributions were made to the new defined contribution plan equaling the amount determined to be actuarially equivalent to the accrued benefits of the former plan. The remaining assets of the former plan were segregated in a separate fund and may be used for the following:

- Disability insurance premiums
- Group life insurance premiums
- Discretionary uplift benefits to retirees
- Certain administrative expenses of the plan

Effective April 1, 1988, the City enacted Ordinance No. 7788 which provides supplemental pension benefits to those retirees and terminated vested participants who had received annuity payments under the terminated former plan. The effects of this Ordinance were to increase monthly benefits to retirees who were receiving benefits prior to January 1, 1987 to 2% times the number of years retired (or portion thereof) at April 1, 1988. Ordinance No. 8160 subsequently provided a 7% increase in benefits to a retiree effective January 1, 1992.

Annuities were purchased for all retired and terminated vested participants to provide uplift benefits.

Effective January 1, 1996, the City enacted Ordinance No. 8474 which provides an additional monthly benefit increase by an amount equal to 5% of the amount of the monthly benefits being paid to such retirees as of July 1, 1995 for those retirees receiving benefits on or about April 1, 1987. Ordinance 8474 also provides a lump-sum retroactive payment equivalent to such monthly increase for the period from July 1, 1995 to December 31, 1995.

Annuities were purchased for all retired participants to provide uplift benefits.

Effective July 1, 1997, the City enacted Ordinance No. 8661 which provides an additional monthly benefit increase, in an amount equal to 5.5% of the amount of the monthly benefits being paid to such retirees as of July 1, 1997, for those retirees receiving benefits on or about April 1, 1987.

Annuities were purchased for all retired participants to provide uplift benefits.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

5. EMPLOYEES' RETIREMENT SYSTEMS (continued)

Civilian Plan for Retirees of Previous Plan (continued)

During 2013, the City engaged a consulting actuary to perform a calculation as to the future benefit obligations of the segregated fund based upon the assumptions that current disability and group life insurance premiums and certain administrative expenses would continue for 50 or 100 years. The calculated reserve is as follows:

	<u>50 Years</u>	<u>100 Years</u>
Future benefit obligation	<u>\$2,376,043</u>	<u>\$2,711,538</u>

Actuarial assumptions used in the calculation are as follows:

Interest rate on invested assets:	7.0% per annum
Inflation rate:	2.5% per annum
Mortality rates:	1983 GAM
LTD benefit changes:	It was assumed that the annual maximum benefit will be increased by 3.0% per annum
Benefit payout period:	50 or 100 years
Discount rate:	7.0% per annum

At March 31, 2015, the fair value of assets available to fund future uplift payments and other benefits was \$5,418,244 and are included in the accompanying fiduciary fund financial statements.

In August 2014, the City passed a resolution which authorizes the allocation of assets in excess of \$3.4 million from Trust II, the remaining assets of the former defined benefit pension plan, to current and certain former PLAN participants.

Police Officers' and Firefighters' Pension Plan For Active Participants

Effective April 1, 1987, the City enacted Ordinance No. 7627 which established the Policemen's and Firemen's Pension Plan (PLAN). The PLAN is a defined contribution single employer plan which covers all City commissioned police officers and salaried fire fighters. Benefit and contribution provisions are established and amended by the City Council. Participation in the PLAN occurs upon completion of 500 hours of service in a consecutive six-month period. At March 31, 2015, there were 110 active Plan members, 87 terminated members, 1 retired members and 1 disabled member.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

5. EMPLOYEES' RETIREMENT SYSTEMS (continued)

Police Officers' and Firefighters' Pension Plan For Active Participants (continued)

The PLAN is funded in accordance with City ordinances from taxes levied for such purpose and employee contributions. City contributions to participant accounts are established at an amount equal to the current social security rate for civilian employees, in addition to 6.5% of employee participant gross wages. Employee contributions are established at an amount equal to the current social security withholding percentages.

Vesting of employee contributions and initial account balances occurs immediately. Vesting of employer contributions occurs after five years of service. Retirement benefits are paid either as a lump-sum, a series of substantially equal installments, or as an annuity with optional surviving spouse benefits. The PLAN purchases annuities for retirees who choose the annuity form of retirement payment. These annuities are not included in the assets of the PLAN. The PLAN also provides for disability and life insurance.

Non-vested participant accounts are forfeited to the Plan upon termination of employment. The forfeited amounts reduce the City's required contributions in the year of termination. In the current fiscal year, the amount of forfeitures used for contributions was \$1,069.

Participants may choose to have funds invested on their behalf in any one of the following, or any combination thereof, types of investments of open end mutual funds: Equity bonds, bond funds, balanced funds, stable asset funds and money market funds.

A summary of contributions and percentage of covered Plan payroll of the City is presented below for fiscal year 2015:

Contributions made and required:	
City contribution required	\$ 1,030,604
Less: Forfeitures used	1,069
City contributions made	<u>\$ 1,029,535</u>
Employees' contribution made and required	<u>\$ 505,583</u>
Contribution required as a percent of covered payroll:	
City	12.7%
Employees	6.2%

The Plan issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing: City of Kirkwood, 139 South Kirkwood Road, Kirkwood, Missouri 63122.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

5. EMPLOYEES' RETIREMENT SYSTEMS (continued)

Police Officers' and Firefighters' Pension Plan For Retirees of Previous Plan

Effective April 1, 1987, the City terminated its Policemen and Firemen Defined Benefit Retirement Plan (former plan) and established the defined contribution plan as described above. Annuities were purchased for all retired participants to provide benefits equal to the amount received under the terminated former plan. For active participants, initial contributions were made to the new defined contribution plan equaling an amount determined to be actuarially equivalent to the accrued benefits of the former plan. The remaining assets of the former plan were segregated in a separate fund and may be used for the following:

- Disability insurance premiums
- Group life insurance premiums
- Discretionary uplift benefits to retirees
- Certain administrative expenses of the plan

Effective April 1, 1988, the City enacted Ordinance No. 7788 which provides supplemental pension benefits to those retirees and terminated vested participants who had received annuity payments under the terminated former plan. Ordinance No. 8096 provided a 6% increase in benefits to a retiree effective October 1, 1991. The effects of these Ordinances were as follows:

1. Increased monthly benefits to retirees who were receiving benefits prior to December 31, 1977 to one-half the salary of a Kirkwood police officer at March 31, 1987.
2. Increased monthly benefits to retirees and terminated vested participants who retired under the former plan enacted in 1978 to reflect an additional rank accrual monthly benefit of \$38.50.

Effective June 30, 1995, the City enacted Ordinance No. 8431 which provides an additional monthly benefit increase in an amount equal to 6% of the amount of the monthly benefit being paid to such retirees as of June 30, 1995 for those retirees receiving benefits on or before April 1, 1987.

Effective July 1, 1997, the City enacted Ordinance No. 8661 which provides an additional monthly benefit increase, in an amount equal to 5.5% of the amount of the monthly benefits being paid to such retirees as of July 1, 1997, for those retirees receiving benefits on or before April 1, 1987.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

5. EMPLOYEES' RETIREMENT SYSTEMS (continued)

Police Officers' and Firefighters' Pension Plan For Retirees of Previous Plan (continued)

Annuities were purchased for all retired and terminated vested participants to provide uplift benefits.

During 2013, the City engaged a consulting actuary to perform a calculation as to the future benefit obligations of the assumption that current disability and group life insurance premiums and certain administrative expenses would continue for 50 or 100 years. The calculated reserve was as follows:

	<u>50 Years</u>	<u>100 Years</u>
Future benefit obligation	<u>\$2,633,548</u>	<u>\$3,000,988</u>

Actuarial assumptions used in the calculation are as follows:

Interest rate on invested assets:	7.0% per annum
Inflation rate:	2.5% per annum
Mortality rates:	1983 GAM
LTD benefit changes:	It was assumed that the annual maximum benefit will be increased by 3.0% per annum
Benefit payout period:	50 or 100 years
Discount rate:	7.0% per annum

At March 31, 2015, the fair value of plan assets available to fund future uplift payments and other benefits was \$5,643,609 and are included in the accompanying fiduciary fund financial statements.

In August 2014, the City passed a resolution which authorizes the allocation of assets in excess of \$3.5 million from Trust II, the remaining assets of the former defined benefit pension plan, to current and certain former PLAN participants.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

6. LONG-TERM LIABILITIES

The following is a summary of changes in the City's long-term liabilities for the year ended March 31, 2015:

	<u>Original Issuance Amounts</u>	<u>Balance April 1, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance March 31, 2015</u>	<u>Current Portion</u>
Governmental Activities						
General Obligation Bonds:						
Series 2009 Refunding	\$ 4,185,000	\$ 2,880,000	\$ -	\$ (440,000)	\$ 2,440,000	\$ 455,000
Certificate of Participation:						
Series 2012 Refunding	5,000,000	3,495,000	-	(765,000)	2,730,000	780,000
Tax Increment Revenue Notes:						
Series 1998	4,000,000	2,090,000	-	(309,000)	1,781,000	221,000
Accrued compensated absences	-	416,195	1,049,526	(1,036,667)	429,054	349,679
	<u>\$13,185,000</u>	8,881,195	1,049,526	(2,550,667)	7,380,054	<u>\$1,805,679</u>
Add: Unamortized premium, net		45,584	-	(9,117)	36,467	
Total Governmental Activities		<u>\$8,926,779</u>	<u>\$1,049,526</u>	<u>\$(2,559,784)</u>	<u>\$ 7,416,521</u>	

For compensated absences, the general fund historically liquidates 93.0 percent, and the Park and Special Business District funds historically liquidate 4.5 percent and 2.0 percent respectively. The remaining 0.5 percent is liquidated in the Sewer Lateral and Capital Improvement funds.

Business-Type Activities						
Certificate of Participation						
Series 2009	\$ 6,450,000	\$ 5,500,000	\$ -	\$ (245,000)	\$ 5,255,000	\$ 255,000
Series 2012 Refunding	3,520,000	3,180,000	-	(165,000)	3,015,000	165,000
Series 2014	3,605,000	-	3,605,000	-	3,605,000	195,000
Capital Leases	1,736,975	1,736,975	-	(397,264)	1,339,711	401,351
Accrued compensated absences	-	90,489	272,232	(276,592)	86,129	70,195
	<u>\$15,311,975</u>	10,507,464	3,877,232	(1,083,856)	13,300,840	<u>\$ 1,086,546</u>
Add: Unamortized premium, net		(12,752)	98,744	(2,510)	83,482	
Total Business-Type Activities		<u>\$10,494,712</u>	<u>\$3,975,976</u>	<u>\$(1,086,366)</u>	<u>\$13,384,322</u>	

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

6. LONG-TERM LIABILITIES (continued)

General Obligation Bonds

General obligation bonds are obligations of the City, and the full faith credit, and resources of the City have been pledged to the payment of principal of and interest on the bonds and payable are comprised of the following issues:

On December 1, 2009, the City issued \$4,185,000 in General Obligation Refunding Bonds, Series 2009 with interest rates ranging between 1.00% and 3.35%. The City issued the bonds to advance refund \$4,140,000 of the outstanding principal on the General Obligation Bonds, Series 2001, maturing on March 1, 2014 and thereafter.

Public Facilities Authority (PFA) Leasehold Revenue Bonds Payable

On May 22, 1992, the PFA was formed as a Missouri not-for-profit corporation. The purpose of the PFA is to facilitate the acquisition and construction of certain capital improvements and facilities solely for the benefit of the City of Kirkwood, Missouri. Funding of such capital improvements and facilities has been provided through the issuance of leasehold revenue bonds. The leasehold revenue bonds do not constitute a legal debt or liability for the City, the State of Missouri, or for any political subdivision thereof and do not constitute an indebtedness within the meaning of any constitutional or statutory debt limitation or restriction. The issuance of the leasehold revenue bonds does not obligate the City to levy any form of taxation therefore or to make any appropriation for their payment in any fiscal year. The PFA has no taxing power. The activities and accounts of the PFA have been blended into the City's Park & Storm Water Improvement fund.

In March 2004, the City issued \$10,245,000 in Leasehold Revenue Refunding Bonds (Series 2004) for the purpose of providing funds to redeem in full the City's outstanding principal amount of \$9,720,000 on its 1998 PFA Leasehold Revenue Bonds. The bonds mature on September 1, 2018 and bear interest at varying rates from 0.95% to 3.65%.

In June 2012, the City issued \$5,000,000 in Certificates of Participation Refunding Series 2012 ("COPS") for the purpose of providing funds to redeem in full the City's outstanding principal amount of \$5,310,000 on its 2004 PFA Leasehold Revenue Bonds. The COPS mature on September 1, 2018 and bear interest at varying rates from 1.4% to 2%.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

6. LONG-TERM LIABILITIES (continued)

Principal and Interest Requirements on Long-Term Debt

The annual principal and interest requirements to maturity on long-term debt outstanding (other than tax increment financing bonds) as of March 31, 2015 are as follows:

Governmental Activities

<u>Year ending March 31,</u>	General Obligation Bonds Payable/ Certificates of Participation		
	Principal	Interest	Total
2016.....	\$ 1,235,000	\$ 105,965	\$ 1,340,965
2017.....	1,260,000	82,892	1,342,892
2018.....	1,280,000	59,356	1,339,356
2019.....	870,000	36,555	906,555
2020.....	525,000	17,588	542,588
Total.....	\$ 5,170,000	\$ 302,356	\$ 5,472,356

Tax Increment Financing (TIF) Notes Payable

All tax increment financing notes payable are payable from payments in lieu of taxes and economic activity taxes collected by the TIF District special revenue funds and are comprised of the following individual issue:

On September 1, 1998, the City issued \$4,000,000 in Public Improvement Revenue Notes. These notes represent special, limited obligations of the City, payable solely from the incremental sales taxes generated by the Kirkwood Commons redevelopment project. The notes bear interest at 8.5% with final maturity on November 30, 2017. The annual debt service repayments of the notes are contingent upon the amounts of payments in lieu of taxes collected by the special revenue fund. If funds are not available to pay all of the interest that is due, the amount unpaid is added to the principal balance. Since annual repayment amounts will be determined based upon future revenues, a schedule of debt service requirements to maturity cannot be established.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

6. LONG-TERM LIABILITIES (continued)

Certificates of Participation

In June 2012, the City issued \$3,520,000 in Certificates of Participation Refunding Series 2012 (“COPS”) for the purpose of providing funds to redeem in full the City’s outstanding principal amount of \$3,410,000 on its Series 2005 COPS. The COPS mature on September 1, 2030 and bear interest at varying rates from 1.25% to 3.25%.

The American Recovery and Reinvestment Act of 2009 authorizes the City to issue taxable obligations known as “Build America Bonds” to finance capital expenditures for which it could otherwise issue tax-exempt obligations and to elect to receive a subsidy payment on each payment date, from the United States Treasury equal to 35% of the amount of each interest payment on the Build America Bonds. The City made an irrevocable election to issue the Certificates as Build America Bonds. The US Treasury Interest Subsidy will be paid directly to the City. The City intends to apply, but has not pledged, the US Treasury Interest Subsidy to payment of the Certificates. Additionally, no holder of any Build America Bonds issued by the City will be entitled to any federal income tax credits associated with the Build America Bonds.

On September 1, 2009, Taxable Certificates of Participation (“COPS”), Series 2009, in the amount of \$6,450,000 were issued evidencing proportionate ownership interests in the right to receive basic rent to be paid by the City pursuant to an annually renewable Taxable Lease/Purchase Agreement.

The purpose of the Series 2009 Certificates is to finance the cost of constructing a water tower and all appurtenances thereto, the construction of water mains and the costs of delivery of the Series 2009 Certificates. The Series 2009 Certificates are taxable, bear interest rates ranging from 1.5% to 6.05% and mature September 1, 2030.

In conjunction with the issuance of these Certificates, the City entered into a base lease agreement to lease to UMB Bank, N.A. (the “Trustee”) the real estate on which the water tower will be located. The Trustee has subleased the real estate and all improvements thereon back to the City pursuant to the Lease/Purchase Agreement. The base lease provides for, among other things, rental income equal to the COPS proceeds and a term that ends September 1, 2050 or after the City has paid either the option price or all the basic and supplemental rent payments. Terms of the Lease/Purchase Agreement include, among other things, rental payments equal to the principal and interest amounts of the COPS issuance including supplemental rental payments to cover trustee fees, taxes, repair and maintenance costs, insurance, and amounts needed to meet applicable reserve requirements. The Lease/Purchase Agreement also provides for an initial rental term ending March 31, 2010 with annual renewal options not to extend beyond September 1, 2030.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

6. LONG-TERM LIABILITIES (continued)

Certificates of Participation (continued)

On September 2014, the City issued \$3,605,000 in Certificates of Participation Series 2014 (“COPS”) to finance an automated water meter reading system. The Series 2014 COPS mature on September 1, 2029 and bear interest rates varying from 2% to 3%.

In conjunction with the issuance of these Certificates, the City entered into a lease purchase agreement to lease from U.S. Bank N. A. (the “Trustee”) the automated water meter reading system. The Trustee hereby demises, leases and lets to the City, and the City rents, leases and hires from the trustee, the equipment in accordance with the lease. The lease purchase agreement provides for, among other things, rental income equal to the 2014 COPS proceeds and a term that end September 1, 2029. The terms of the Lease/Purchase agreement include, among other things, rental payments equal to the principal and interest amounts of the COPS issuance. The Lease/Purchase Agreement also provides for an initial rental term ending March 31, 2015 with annual renewal options not to extend beyond September 1, 2029.

The Certificates of Participation mature through 2031 as follows:

Business-Type Activities

<u>Year</u> <u>Ending March 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016.....	\$ 615,000	\$ 454,008	\$ 1,069,008
2017.....	630,000	437,357	1,067,357
2018.....	645,000	418,690	1,063,690
2019.....	655,000	397,811	1,052,811
2020.....	680,000	375,423	1,055,423
2021 – 2025.....	3,690,000	1,482,725	5,172,725
2026 – 2030.....	4,330,000	651,099	4,981,099
2031.....	<u>630,000</u>	<u>16,258</u>	<u>646,258</u>
Total.....	<u>\$11,875,000</u>	<u>\$4,233,371</u>	<u>\$16,108,371</u>

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

6. LONG-TERM LIABILITIES (continued)

Capital Leases

In July 2013 the City of Kirkwood, Missouri entered into a capital lease for sanitation trucks. The will be lease financing four Wayne Phoenix model trucks and five Labrie Sanitation trucks. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through the capital leases are as follows:

	March 31, 2015
Vehicles.....	\$ 1,978,840
Less – Accumulated depreciation.....	269,392
Net Book Value.....	\$ 1,709,448

A schedule of future minimum lease payments under the capital leases and the present value of the net minimum lease payments as of March 31, 2015 are as follows:

For The Years Ended March 31	Amount
2016	\$ 415,542
2017	415,541
2018	270,863
2019	270,863
	1,372,809
Less – Amount representing interest	33,098
Present Value of Minimum Lease Payments	\$ 1,339,711

CITY OF KIRKWOOD, MISSOURI

**NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015**

6. LONG-TERM LIABILITIES (continued)

Legal Debt Margin

Under the statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation. The computation is as follows:

Assessed valuation - 2015 tax year		<u>\$724,440,957</u>
Debt limit - 10% of assessed valuation.....		\$ 72,444,096
Amount of debt applicable to debt limit:		
Total general obligation bonded debt	2,440,000	
Less: Amount available in debt service fund	<u>(474,762)</u>	
Bonded indebtedness applicable to debt limit		<u>1,965,238</u>
Legal Debt Margin		<u>\$ 70,478,858</u>

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

MARCH 31, 2015

7. RESTRICTED CASH AND INVESTMENTS

(A) The following trustee held accounts have been established in accordance with the Indenture related to the Public Improvement Revenue Notes Series 1998 (Kirkwood Commons Project):

Revenue Fund

The Revenue Fund will be used for the purpose of providing monies to the trustee for payments in accordance with the trust Indenture. At March 31, 2015, cash and investment in the Revenue Fund total \$297,355 in the Kirkwood Commons TIF Special Revenue Fund.

Debt Service Fund

The Debt Service Fund shall be used by the Trustee for the sole purpose of paying the principal of and interest on the notes, as and when the same become due. At March 31, 2015, there were no cash or investments in the Debt Service Fund in the Kirkwood Commons TIF Special Revenue Fund.

(B) The following trustee held account has been established in accordance with the Indenture related to the Certificates of Participation Series 2009 ("COPS"):

Revenue Fund

The Revenue Fund will be used for the purpose of providing monies to the trustee for payments in accordance with the trust Indenture. As of March 31, 2015, there were no cash or investments in the COPS Series 2009 revenue fund.

Reserve Fund

The Indenture required that a Reserve Fund be established in the original amount of \$438,697. The amounts to be held in the reserve is determined thereafter on a yearly basis in accordance with the formula in the Indenture. At March 31, 2015, cash and investments in the COPS reserve fund was \$438,730.

Project Fund

The Project Fund will be used for the purpose of providing monies to pay project costs. Proceeds received from the sale of the bonds, after deposit into the Revenue Fund of the accrued interest, if any, and deposit into the Debt Service Reserve Fund of the amount requirement pursuant to the bond indenture, shall be deposited into the Project Fund. As of March 31, 2015, there were no cash and investments in the COPS Series 2009 project fund.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

7. RESTRICTED CASH AND INVESTMENTS (continued)

(C) The following trustee held account has been established in accordance with the Indenture related to the Refunding Certificates of Participation Series 2012 ("COPS"):

Revenue Fund

The Revenue Fund will be used for the purpose of providing monies to the trustee for payments in accordance with the trust Indenture. As of March 31, 2015, there were no cash or investments in the Refunding COPS Series 2012 revenue fund.

Reserve Fund

The Indenture required that a Reserve Fund be established in the original amount of \$663,636. The amounts to be held in the reserve is determined thereafter on a yearly basis in accordance with the formula in the Indenture. At March 31, 2015, cash and investments in the Refunding COPS Series 2012 reserve fund was \$663,675.

(D) The following trustee held account has been established in accordance with the Indenture related to the Refunding Certificates of Participation Series 2014 ("COPS"):

Revenue Fund

The Revenue Fund will be used for the purpose of providing monies to the trustee for payments in accordance with the trust Indenture. As of March 31, 2015, there were no cash or investments in the Refunding COPS Series 2014 revenue fund.

Project Fund

The Project Fund will be used for the purpose of providing monies to pay project costs. Proceeds received from the sale of the bonds, after deposit into the Revenue Fund of the accrued interest, if any, shall be deposited into the Project Fund. As of March 31, 2015, cash and investments in the COPS Series 2014 project fund was \$1,614,948.

(E) Certain assets are classified on the Balance Sheet – Governmental Funds as restricted because of their use is limited. Contractor deposits can only be expended if a deposit is forfeited for noncompliance per the terms of the issued permit. Capital donation received by the Park Fund and Capital Improvement Fund must be used only for approved capital improvements.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

7. RESTRICTED CASH AND INVESTMENTS (continued)

(F) The Electric and Water Fund, based on city ordinance, is required to collect a deposit from all commercial applicants and renters. The deposits can only be used in the event the consumer defaults on their accounts to pay outstanding balances. At March 31, 2015, utility deposits restricted total \$177,732 for the Electric Fund and total \$25,315 for the Water Fund.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
MARCH 31, 2015

8. RECONCILIATION OF INTERFUND TRANSACTIONS

The following represents a reconciliation of transfers between individual funds for the year ended March 31, 2015.

	<u>Transfers From</u>	<u>Transfers To</u>	<u>Net Transfers</u>
Major Funds:			
General Fund.....	\$ (8,835)	\$ 381,796	\$ 372,961
<i>Special Revenue:</i>			
Public Park Board.....	-	520,212	520,212
<i>Capital Improvement:</i>			
Capital Improvement.....	-	585,685	585,685
Park & Storm Water Improvement....	(821,796)	-	(821,796)
Non-Major Funds	(77,062)	-	(77,062)
Major Enterprise Funds			
Electric.....	(240,000)	-	(240,000)
Water.....	(220,000)	-	(220,000)
Sanitation.....	(120,000)	-	(120,000)
Total.....	<u>\$ (1,487,693)</u>	<u>\$ 1,487,693</u>	<u>\$ -</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them primarily for operating or capital purposes. See Note 4 for transfer of capital assets.

Individual fund interfund receivable and payable balances as of March 31, 2015, are as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Major Funds		
<i>Capital Projects</i>		
Park & Storm Water Improvements.....	\$ -	\$ 1,020,000
Major Enterprise Funds		
Electric.....	510,000	-
Water.....	510,000	-
Total.....	<u>\$ 1,020,000</u>	<u>\$ 1,020,000</u>

The amounts due to or from individual funds represents interfund borrowings and arise in the normal course of business. Interfund borrowings are necessary due to the nature and timing of governmental receipts.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

9. RISK MANAGEMENT

All funds of the City participate in the program and make payments to the self-insurance internal service fund based on both exposure and experience factors. Premiums include amounts needed to pay prior and current-year claims. Claim liabilities are established based on estimates of the ultimate costs of claims (including future expenses) that have been reported but not settled and of claims incurred and not reported.

At March 31, 2015, the City's total estimated liability for payment of incurred (both reported and unreported) but unpaid claims for self-insured employee benefit programs was \$ 459,017 and is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the basic financial statement indicates that it is probable that a liability has been incurred at the date of the basic financial statements and the amount of the loss can be reasonably estimated.

Changes in the internal service fund claims liability for the past two years are as follows:

<u>Fiscal Year Ended March 31,</u>	<u>Liability - Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Liability - End of Year</u>
2014	\$ 356,739	\$ 3,158,902	\$ 3,073,751	\$ 441,890
2015	\$ 441,890	\$ 2,534,740	\$ 2,517,613	\$ 459,017

The City utilizes self-insurance internal service funds to account for and finance its uninsured risk of loss for medical and worker's compensation. The City self-funds insurance for worker's compensation and medical coverage. The City obtains periodic funding valuations from the claims-servicing companies managing the self-insurance programs and adjusts the charges to the various funds as required to maintain the appropriate level of estimated claims liability.

The City purchases commercial insurance for other risks of loss including stop loss on both the medical and worker's compensation coverage.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

10. MUNICIPAL COURT TRAFFIC VIOLATIONS FINES AND COSTS

Missouri House Bill No. 103 amending RSMo Section 302.341.2 became effective on August 28, 2013. The amendments to the statute now require municipalities to report an accounting of the percent of “annual general operating revenue” from fines and costs for traffic violations. All fines and costs from traffic violations in excess of 30% of the City’s “annual general operating revenue” is required to be remitted to the director of the department of revenue for annual distribution to the schools of the county. “Annual general operating revenue of the City” is defined by the Missouri State Auditor as revenue that is not required by the enacting ordinance law or Constitution to be used only for a designated purpose and can be used to pay any bill or obligation of the City. This includes, but is not limited to, general sales tax, general property tax, and fees from certain licenses and permits, interest, fines, and penalties. “General Operating Revenues” does not include, among other items, designated sales or use taxes, user fees, grant funds or other revenue designated by law, ordinance, or Constitution, for a specific purpose.

Total court fines and costs (traffic cases).....	\$	288,470
Total general operating revenue of the city.....		<u>16,211,496</u>
Court fines and costs as a percentage of total general operating revenue of the city.....		<u>1.78%</u>

11. COMMITMENTS AND CONTINGENCIES

Litigation

The City is a defendant in a number of lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. Based on the current status of all legal proceedings, it is the opinion of management that they will not have a material effect on the City's financial position.

Federal Grants

Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursements to the grantor agencies. It is the opinion of management that such reimbursements, if any, will not have a material effect on the City's financial position.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

11. COMMITMENTS AND CONTINGENCIES (continued)

Major Supplier

The City has an agreement with a local utility company to be the City's sole provider of its water for resale. The agreement has fixed rates for each calendar year, with the contract expiring January 13, 2036. There are no minimum or maximum purchase commitments under the agreement.

Historically the City had obtained all its power requirements from one major supplier. Arrangements of this type are typically referred to as "Full Requirements" agreements. During Fiscal Year 2015, the City took advantage of favorable market conditions to secure separate and distinct energy and capacity products from various suppliers. After the City's current agreement expired on May 30, 2011, the City employed a new strategy referred to as "Partial Requirements" and obtained its power requirements from various suppliers, including the Midwest Independent System Operator and the Missouri Joint Municipal Electric Utility Commission (MJMEUC).

On October 15, 2009 the City entered into agreements with the following suppliers securing power products and vendors to fulfill the City's requirement until the Fall of 2015.

AmerenUE effective June 1, 2011 through September 30, 2015 to purchase wholesale capacity at quantities that vary monthly at \$1.72 per kilowatt-month and effective October 1, 2015 through May 31, 2015 to purchase wholesale capacity at quantities that vary monthly at \$1.05 per kilowatt-month.

American Electric Power effective June 1, 2011 until November 30, 2015 to purchase wholesale capacity at quantities that vary monthly at \$0.80 per kilowatt-month.

AmerenUE effective September 1, 2011 through May 31, 2015 to purchase 10 megawatts of 7 X 24 wholesale energy at \$37.57 per megawatt and effective June 1, 2015 through August 31, 2015 to purchase 20 megawatts of 5 X 16 wholesale energy at \$56.10 per megawatt.

American Electric Power Service Corporation effective June 1, 2015 through August 31, 2015 to purchase 25 megawatts of 5 X 16 wholesale energy for \$52.25 per megawatt and effective June 1, 2015 through August 31, 2015 to purchase 25 megawatts of 5 X 16 wholesale energy for \$58.75 per megawatt.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

11. COMMITMENTS AND CONTINGENCIES (continued)

Major Supplier (continued)

Midwest Independent System Operator effective June 1, 2011 through June 1, 2016 to purchase energy as needed on a daily basis at an estimated price of \$60 per megawatt hour.

The City's new partial requirements strategy enabled the department to realize a significant profit during Fiscal Year 2015.

Joint Venture

The City has entered into a multi-governmental arrangement creating an organization that is owned, operated, and governed by two or more participants as a separate and specific activity subject to joint control, in which the City retains an ongoing financial responsibility.

The Missouri Joint Municipal Electric Utility Commission (MJMEUC) was formed under the laws of the state of Missouri for the purpose of procuring electric energy and capacity for the benefit of, and pursuant to the governance and direction of, MJMEUC's members. The governing body of each of the contracting municipalities appoints one MJMEUC Director and one alternate, who may be employees of the contracting municipality.

MJMEUC has acquired an undivided ownership interest in the Prairie State Energy Campus, a two-unit, coal-fueled, mine-mouth generating station with an anticipated net capacity of approximately 1600 megawatts, and associated coal reserves and coal-mining facilities ("PSEC"), which is under development in a partnership with Peabody Energy in Washington County, Illinois. The City's purchase percentage will equate to 12.5 MW of unit power from each of the two PSEC units.

The first PSEC unit entered into commercial operation in June 2013 and the second unit began commercial operation in November 2013. Each unit is expected to have a useful service life of at least 40 years.

The City does not have any equity interests. The City will be responsible for its proportionate share of (a) the fixed and variable costs MJMEUC incurs in connections with its PSEC ownership, and (b) MJMEUC's administrative and other reasonable costs associated with its role as power supplier to the City.

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

11. COMMITMENTS AND CONTINGENCIES (continued)

Joint Venture (continued)

The City paid approximately \$893,250 prior to commercial operation of the PSEC units. The City now pays approximately \$55/MWH for capacity and energy from the units.

Separate financial statements prepared for the MJMEUC can be furnished upon request.

Construction Commitments

The City has active construction projects as of March 31, 2015. The projects include city hall enhancements, park improvements, and automated water meter reading system. At year end the City's commitments with contractors are as follows:

<u>Project</u>	<u>Total Spent As of March 31, 2015</u>	<u>Remaining Commitment</u>
City Hall Enhancements.....	\$ 511,694	\$ 34,916
Clay Avenue Bridge Painting.....	-	100,016
Automated Meter Reading	2,735,924	864,076
Water Distribution Improvements	354,075	524,874
Walker Lake Channel	372,820	74,715
Kirkwood Park Restroom #1	132,113	92,410
Greentree Prairie Wetland	40,220	3,283
Street Projects	666,783	947,311
Firefighter Gear	130,551	34,449
Total.....	\$ 4,944,180	\$ 2,676,050

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

12. RECENT ACCOUNTING PRONOUNCEMENTS

The accounting principles governing the reported amounts, presentation and related disclosures are subject to change from time to time based on new pronouncements and/or rules issued by various governing bodies. The Government Accounting Standards Board (GASB) is responsible for establishing generally accepted accounting principles (GAAP) for state and local governments

In June 2012, the GASB issued Statement No. 68, "Accounting and Financial Reporting for Pensions; an amendment of GASB Statement No. 27." This Statement replaces the requirements of Statements No. 27 and No. 50 related to pension plans that are administered through trusts or equivalent arrangements. The requirements of Statements No. 27 and No. 50 remain applicable for pensions that are not administered as trusts or equivalent arrangements. The requirements of this Statement are effective for financial statements for fiscal years beginning after June 15, 2014.

In November 2013, the GASB issued Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date, an amendment of GASB Statement No. 68." The provisions of this Statement are required to be applied simultaneously with the provisions of Statement No. 68. The requirements of this Statement are effective for financial statements for fiscal years beginning after June 15, 2014.

The effects on the City's financial statements as a result of the adoption of these new pronouncements are unknown.

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**Required Supplementary Information –
Budgetary Comparison Information**

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CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes, including interest and penalties:				
Gasoline/motor vehicle sales.....	\$ 975,000	\$ 975,000	\$ 1,053,163	\$ 78,163
Utility gross receipts.....	4,768,000	4,768,000	4,951,282	183,282
Property.....	2,050,000	2,050,000	2,250,934	200,934
Sales.....	4,305,000	4,305,000	4,755,396	450,396
Cigarette.....	70,000	70,000	71,479	1,479
Highway road and bridge.....	720,000	720,000	748,712	28,712
Franchise.....	420,000	420,000	479,884	59,884
Total Taxes.....	<u>13,308,000</u>	<u>13,308,000</u>	<u>14,310,850</u>	<u>1,002,850</u>
Intergovernmental.....	<u>572,521</u>	<u>574,475</u>	<u>626,322</u>	<u>51,847</u>
Licenses, Permits, Fines and Fees:				
Motor vehicle licenses and fees.....	130,000	130,000	135,018	5,018
Business licenses.....	562,000	562,000	568,245	6,245
Alcoholic beverage licenses.....	28,000	28,000	26,905	(1,095)
Building and plumbing permits.....	557,000	557,000	754,098	197,098
Excavation and sign permits.....	26,000	26,000	42,962	16,962
Fines and court costs.....	631,500	631,500	477,188	(154,312)
Miscellaneous fees.....	93,000	93,000	188,429	95,429
Total Licenses, Permits, Fines and Fees.....	<u>2,027,500</u>	<u>2,027,500</u>	<u>2,192,845</u>	<u>165,345</u>
Investment income.....	<u>40,000</u>	<u>40,000</u>	<u>44,746</u>	<u>4,746</u>
Charges For Services:				
Skating rink.....	653,950	653,950	704,031	50,081
Aquatic facility.....	431,700	431,700	378,647	(53,053)
Ambulance fees.....	750,000	750,000	748,574	(1,426)
Program fees.....	665,825	674,825	677,600	2,775
Total Charges For Services.....	<u>2,501,475</u>	<u>2,510,475</u>	<u>2,508,852</u>	<u>(1,623)</u>
Other	<u>607,446</u>	<u>610,336</u>	<u>610,992</u>	<u>656</u>
Total Revenues.....	<u>\$ 19,056,942</u>	<u>\$ 19,070,786</u>	<u>\$ 20,294,607</u>	<u>\$ 1,223,821</u>

See accompanying independent auditor's report and notes to the budgetary comparison information

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
EXPENDITURES:				
Current:				
General Government and Finance:				
Personnel services.....	2,128,824	2,124,819	2,040,408	84,411
Contractual services.....	1,237,994	1,274,481	1,007,958	266,523
Commodities.....	305,305	267,583	92,722	174,861
Capital outlay.....	18,900	21,322	11,668	9,654
Interdepartmental charges, net.....	286,052	287,167	283,286	3,881
Total General Government and Finance....	<u>3,977,075</u>	<u>3,975,372</u>	<u>3,436,042</u>	<u>539,330</u>
Engineering:				
Personnel services.....	315,785	332,492	332,273	219
Contractual services.....	51,893	141,893	33,384	108,509
Commodities.....	8,970	9,099	5,303	3,796
Capital outlay.....	800	800	784	16
Interdepartmental charges, net.....	7,949	7,990	6,313	1,677
Total Engineering.....	<u>385,397</u>	<u>492,274</u>	<u>378,057</u>	<u>114,217</u>
Building Maintenance:				
Personnel services.....	181,249	181,249	173,794	7,455
Contractual services.....	240,608	232,886	223,217	9,669
Commodities.....	44,200	45,427	44,735	692
Capital outlay.....	2,500	5,095	4,638	457
Interdepartmental charges, net.....	12,177	12,177	10,893	1,284
Total Building Maintenance.....	<u>480,734</u>	<u>476,834</u>	<u>457,277</u>	<u>19,557</u>
Building Commissioner:				
Personnel services.....	572,692	575,192	568,293	6,899
Contractual services.....	93,231	88,676	58,962	29,714
Commodities.....	11,615	11,935	10,406	1,529
Interdepartmental charges, net.....	8,093	8,328	7,282	1,046
Total Building Commissioner.....	<u>685,631</u>	<u>684,131</u>	<u>644,943</u>	<u>39,188</u>

See accompanying independent auditor's report and notes to the budgetary comparison information

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
 FOR THE FISCAL YEAR ENDED MARCH 31, 2015

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Current (continued):				
Police:				
Personnel services.....	6,170,547	6,172,147	5,993,185	178,962
Contractual services.....	679,630	680,770	574,844	105,926
Commodities.....	131,303	137,066	115,000	22,066
Capital outlay.....	4,800	4,800	4,696	104
Interdepartmental charges, net.....	331,125	336,722	308,336	28,386
Total Police.....	<u>7,317,405</u>	<u>7,331,505</u>	<u>6,996,061</u>	<u>335,444</u>
Fire:				
Personnel services.....	4,397,565	4,424,926	4,341,190	83,736
Contractual services.....	406,242	378,881	358,681	20,200
Commodities.....	120,070	120,070	107,720	12,350
Capital outlay.....	2,900	2,900	2,812	88
Interdepartmental charges, net.....	260,031	260,031	223,172	36,859
Total Fire.....	<u>5,186,808</u>	<u>5,186,808</u>	<u>5,033,575</u>	<u>153,233</u>
Streets:				
Personnel services.....	867,296	866,157	844,961	21,196
Contractual services.....	224,451	219,926	194,711	25,215
Commodities.....	221,110	219,861	210,089	9,772
Capital outlay.....	8,000	4,878	2,614	2,264
Interdepartmental charges, net.....	234,544	247,079	220,582	26,497
Total Streets.....	<u>1,555,401</u>	<u>1,557,901</u>	<u>1,472,957</u>	<u>84,944</u>
Recreation:				
Personnel services.....	1,079,997	1,078,809	1,061,314	17,495
Contractual services.....	704,517	695,795	640,348	55,447
Commodities.....	149,369	147,422	136,423	10,999
Interdepartmental charges, net.....	249,073	270,465	265,247	5,218
Total Recreation.....	<u>2,182,956</u>	<u>2,192,491</u>	<u>2,103,332</u>	<u>89,159</u>
Total Expenditures.....	<u>21,771,407</u>	<u>21,897,316</u>	<u>20,522,244</u>	<u>1,375,072</u>

See accompanying independent auditor's report and notes to the budgetary comparison information

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	<u>(2,714,465)</u>	<u>(2,826,530)</u>	<u>(227,637)</u>	<u>(2,598,893)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in.....	1,300,000	1,300,000	381,796	(918,204)
Transfers out.....	(5,800)	(9,188)	(8,835)	353
Proceeds from sale of capital assets.....	-	-	225	225
Total Other Financing Sources (Uses).....	<u>1,294,200</u>	<u>1,290,812</u>	<u>373,186</u>	<u>(917,626)</u>
NET CHANGE IN FUND BALANCE.....	<u>\$ (1,420,265)</u>	<u>\$ (1,535,718)</u>	<u>145,549</u>	<u>\$ (1,681,267)</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			(109,840)	
Expenditure accrual adjustments.....			(40,421)	
Total Adjustments To Reconcile to GAAP Basis.....			<u>(150,261)</u>	
NET CHANGE IN FUND BALANCE - GAAP BASIS.....			(4,712)	
FUND BALANCE, BEGINNING OF YEAR.....			<u>8,780,204</u>	
FUND BALANCE, END OF YEAR.....			<u>\$ 8,775,492</u>	

See accompanying independent auditor's report and notes to the budgetary comparison information

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - PUBLIC PARK BOARD FUND
 FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes, including interest and penalties.....	\$ 940,000	\$ 940,000	\$ 903,606	\$ (36,394)
Intergovernmental.....	6,400	6,400	13,115	6,715
Licenses, permits, fines and fees.....	71,300	71,300	63,139	(8,161)
Investment income.....	7,000	7,000	6,968	(32)
Other.....	-	-	19,485	19,485
Total Revenues.....	1,024,700	1,024,700	1,006,313	(18,387)
EXPENDITURES:				
Current:				
Parks.....	1,442,988	1,442,488	1,353,264	89,224
Capital outlay.....	193,300	539,513	405,957	133,556
Total Expenditures.....	1,636,288	1,982,001	1,759,221	222,780
EXCESS REVENUES UNDER EXPENDITURES.....	(611,588)	(957,301)	(752,908)	(204,393)
OTHER FINANCING SOURCES:				
Transfers in.....	544,600	544,600	520,212	(24,388)
Proceeds from sale of capital assets.....	12,500	212,023	205,582	(6,441)
Total Other Financing Sources.....	557,100	756,623	725,794	(30,829)
NET CHANGE IN FUND BALANCES.....	\$ (54,488)	\$ (200,678)	(27,114)	\$ (173,564)
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			(72,284)	
Expenditure accrual adjustments.....			(969)	
Total Adjustments To Reconcile to GAAP Basis.....			(73,253)	
NET CHANGE IN FUND BALANCE - GAAP BASIS.....			(100,367)	
FUND BALANCE, BEGINNING OF YEAR.....			1,544,679	
FUND BALANCE, END OF YEAR.....			\$ 1,444,312	

See accompanying independent auditor's report and notes to the budgetary comparison information

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - P&F PROPERTY TAX PENSION FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes, including interest and penalties.....	\$ 788,510	\$ 788,510	\$ 872,554	\$ 84,044
Investment income.....	14,000	14,000	12,529	(1,471)
Total Revenues.....	<u>802,510</u>	<u>802,510</u>	<u>885,083</u>	<u>82,573</u>
EXPENDITURES:				
Police.....	718,397	718,397	639,691	78,706
Fire.....	718,397	718,397	639,691	78,706
Total Expenditures.....	<u>1,436,794</u>	<u>1,436,794</u>	<u>1,279,382</u>	<u>157,412</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	<u>\$ (634,284)</u>	<u>\$ (634,284)</u>	<u>(394,299)</u>	<u>\$ (239,985)</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			(71,410)	
Expenditure accrual adjustments.....			(5,347)	
Total Adjustments To Reconcile to GAAP Basis.....			<u>(76,757)</u>	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			(471,056)	
FUND BALANCE, BEGINNING OF YEAR.....			<u>2,779,281</u>	
FUND BALANCE, END OF YEAR.....			<u>\$ 2,308,225</u>	

See accompanying independent auditor's report and notes to the budgetary comparison information

CITY OF KIRKWOOD, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS MARCH 31, 2015

1. BUDGETARY DATA

Missouri state law and City ordinances require annual budgets to be prepared and legally adopted for the general fund; Public Park Board, P&F Property Tax Pension, Downtown Special Business District, Equitable Sharing and Sewer Lateral special revenue funds; debt service fund and capital projects funds. Budgets are prepared by the Chief Administrative Officer on the modified accrual basis according to the City of Kirkwood, Missouri Charter Article VI, Section 6.3. The budgets are reviewed by a Citizens' Finance Committee, and are discussed in public hearings prior to their legal adoption by April 1 each year. The City Council may revise the approved budget provided that the total authorized expenditures do not exceed the estimated revenues plus unreserved fund balance at the beginning of the year. The budget is legally enacted by ordinance following public hearings on the proposed budget. The Public Park Board is the only City agency that adopts its own budget.

Following adoption of the budget, the Chief Administrative Officer may transfer appropriations between departments provided that total appropriations do not exceed the authorized amount established by ordinance. City policy requires all budget amendments or transfers of \$10,000 or more to be approved by ordinance. All appropriations lapse at year end.

Due to the management controls adopted, which provide for the budget to be controlled at a detail level greater than the statutory level of control, the legal level of budgetary control for all governmental funds except the Public Park Board is established at the sub object level. Compliance with the legal level of budgetary control is demonstrated through the issuance of a separate report, which is available for inspection at the Finance Department. Budgetary comparisons presented herein are on the modified accrual basis in compliance with the City's Charter.

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Other Supplementary Information

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CITY OF KIRKWOOD, MISSOURI

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
MARCH 31, 2015

	Combined Nonmajor Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS:			
Cash held by trustees.....	\$ 297,355	\$ -	\$ 297,355
Cash and investments - unrestricted.....	1,311,804	470,910	1,782,714
Receivables, net of allowances:			
Taxes.....	77,232	47,736	124,968
Interest.....	1,470	558	2,028
Other.....	5,669	-	5,669
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS.....	<u>\$ 1,693,530</u>	<u>\$ 519,204</u>	<u>\$ 2,212,734</u>
LIABILITIES:			
Accounts payable.....	\$ 14,313	\$ 595	\$ 14,908
Accrued wages and vacation.....	5,943	-	5,943
Deposits payable.....	19,550	-	19,550
Unearned revenue.....	63,439	-	63,439
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities.....	<u>103,245</u>	<u>595</u>	<u>103,840</u>
DEFERRED INFLOWS OF RESOURCES:			
Unavailable revenue-taxes.....	44,478	43,847	88,325
	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows of Resources.....	<u>44,478</u>	<u>43,847</u>	<u>88,325</u>
FUND BALANCES:			
Restricted for:			
Debt service.....	-	474,762	474,762
Law enforcement.....	146,261	-	146,261
Sewer lateral.....	898,909	-	898,909
Special business district.....	118,412	-	118,412
TIF bonds and notes.....	382,225	-	382,225
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances.....	<u>1,545,807</u>	<u>474,762</u>	<u>2,020,569</u>
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES.....	<u>\$ 1,693,530</u>	<u>\$ 519,204</u>	<u>\$ 2,212,734</u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Combined Nonmajor Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES:			
Taxes, including interest and penalties.....	\$ 411,728	\$ 402,957	\$ 814,685
Licenses, permits, fines and fees.....	749,731	-	749,731
Investment income.....	6,569	3,333	9,902
Other.....	26,618	-	26,618
Total Revenues.....	1,194,646	406,290	1,600,936
EXPENDITURES:			
General government and finance.....	577,338	-	577,338
Capital outlay.....	81,818	-	81,818
Debt service:			
Principal retirement.....	309,000	440,000	749,000
Interest and fiscal charges.....	172,013	85,803	257,816
Total Expenditures.....	1,140,169	525,803	1,665,972
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	54,477	(119,513)	(65,036)
OTHER FINANCING USES:			
Transfers out.....	(77,062)	-	(77,062)
Total Other Financing Uses.....	(77,062)	-	(77,062)
NET CHANGE IN FUND BALANCES.....	(22,585)	(119,513)	(142,098)
FUND BALANCES, BEGINNING OF YEAR.....	1,568,392	594,275	2,162,667
FUND BALANCES, END OF YEAR.....	\$ 1,545,807	\$ 474,762	\$ 2,020,569

See accompanying independent auditor's report

NON-MAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. The special revenue funds maintained by the City are as follows:

Downtown Special Business District - Used to account for property taxes and business license fees set aside for the economic development of the special business district.

Equitable Sharing - Used to account for proceeds from the City's portion of seized assets as required by the United States Attorney General's Guidelines on Seized and Forfeited Property.

Sewer Lateral - Used to account for the sewer lateral insurance fees restricted specifically for repairs of broken single-family and condominium residential sewer laterals.

Kirkwood Commons TIF – Used to account for activities of the City's Kirkwood Commons public improvement revenue notes series 1998 related to the former Kirkwood Commons tax increment financing district.

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CITY OF KIRKWOOD, MISSOURI

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
MARCH 31, 2015

	Downtown Special Business District	Equitable Sharing	Sewer Lateral	Kirkwood Commons TIF	Total
ASSETS:					
Cash held by trustees.....	\$ -	\$ -	\$ -	\$297,355	\$ 297,355
Cash and investments - unrestricted.....	191,065	146,096	921,864	52,779	1,311,804
Receivables, net of allowances:					
Taxes.....	32,741	-	-	44,491	77,232
Interest.....	212	165	1,093	-	1,470
Other.....	1,596	-	3,015	1,058	5,669
TOTAL ASSETS.....	\$ 225,614	\$ 146,261	\$ 925,972	\$395,683	\$ 1,693,530
LIABILITIES:					
Accounts payable.....	\$ 7,294	\$ -	\$ 7,019	\$ -	\$ 14,313
Accrued wages and vacation.....	5,449	-	494	-	5,943
Deposits payable.....	-	-	19,550	-	19,550
Unearned revenue.....	63,439	-	-	-	63,439
Total Liabilities.....	76,182	-	27,063	-	103,245
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue-taxes.....	31,020	-	-	13,458	44,478
Total Deferred Inflows of Resources.....	31,020	-	-	13,458	44,478
FUND BALANCES:					
Restricted for:					
Law enforcement.....	-	146,261	-	-	146,261
Sewer lateral.....	-	-	898,909	-	898,909
Special business district.....	118,412	-	-	-	118,412
TIF bonds and notes.....	-	-	-	382,225	382,225
Total Fund Balances.....	118,412	146,261	898,909	382,225	1,545,807
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES.....	\$ 225,614	\$ 146,261	\$ 925,972	\$395,683	\$ 1,693,530

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Downtown Special Business District	Equitable Sharing	Sewer Lateral	Kirkwood Commons TIF	Total
REVENUES:					
Taxes, including interest and penalties.....	\$ 105,005	\$ -	\$ -	\$ 306,723	\$ 411,728
Licenses, permits, fines and fees.....	178,067	108,153	271,200	192,311	749,731
Investment income.....	882	729	4,958	-	6,569
Miscellaneous.....	26,618	-	-	-	26,618
Total Revenues.....	310,572	108,882	276,158	499,034	1,194,646
EXPENDITURES:					
General government and finance.....	281,633	-	295,705	-	577,338
Capital outlay.....	6,692	75,126	-	-	81,818
Debt service:					
Principal retirement.....	-	-	-	309,000	309,000
Interest and fiscal charges.....	-	-	-	172,013	172,013
Total Expenditures.....	288,325	75,126	295,705	481,013	1,140,169
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	22,247	33,756	(19,547)	18,021	54,477
OTHER FINANCING USES:					
Transfers out.....	(43,000)	(34,062)	-	-	(77,062)
Total Other Financing Uses.....	(43,000)	(34,062)	-	-	(77,062)
NET CHANGE IN FUND BALANCES.....	(20,753)	(306)	(19,547)	18,021	(22,585)
FUND BALANCES, BEGINNING OF YEAR.....	139,165	146,567	918,456	364,204	1,568,392
FUND BALANCES, END OF YEAR.....	\$ 118,412	\$ 146,261	\$ 898,909	\$ 382,225	\$ 1,545,807

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - DOWNTOWN SPECIAL BUSINESS DISTRICT FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes, including interest and penalties.....	\$ 134,000	\$ 134,000	\$ 129,024	\$ (4,976)
Licenses, permits, fines and fees.....	165,700	165,700	179,677	13,977
Investment income.....	2,200	2,200	823	(1,377)
Miscellaneous.....	15,100	15,100	26,618	11,518
Total Revenues.....	317,000	317,000	336,142	19,142
EXPENDITURES:				
General government and finance.....	298,736	299,226	281,457	17,769
Capital outlay.....	3,200	8,894	6,692	2,202
Total Expenditures.....	301,936	308,120	288,149	19,971
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	15,064	8,880	47,993	(39,113)
OTHER FINANCING USES:				
Transfers out.....	(43,000)	(43,000)	(43,000)	-
Total Other Financing Uses.....	(43,000)	(43,000)	(43,000)	-
NET CHANGE IN FUND BALANCES.....	\$ (27,936)	\$ (34,120)	4,993	\$ (39,113)
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			(25,570)	
Expenditure accrual adjustments.....			(176)	
Total Adjustments To Reconcile to GAAP Basis.....			(25,746)	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			(20,753)	
FUND BALANCE, BEGINNING OF YEAR.....			139,165	
FUND BALANCE, END OF YEAR.....			\$ 118,412	

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - EQUITABLE SHARING FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses, permits, fines and fees.....	\$ -	\$ -	\$ 108,153	\$ 108,153
Investment income.....	-	-	678	678
Total Revenues.....	-	-	108,831	108,831
EXPENDITURES:				
Capital Outlay.....	-	78,741	75,126	3,615
Total Expenditures.....	-	78,741	75,126	3,615
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	-	(78,741)	33,705	(112,446)
OTHER FINANCING USES:				
Transfers out.....	-	(34,062)	(34,062)	-
Total Other Financing Uses.....	-	(34,062)	(34,062)	-
NET CHANGE IN FUND BALANCES.....	\$ -	\$ (112,803)	(357)	\$ (112,446)
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			51	
Expenditure accrual adjustments.....			-	
Total Adjustments To Reconcile to GAAP Basis.....			51	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			(306)	
FUND BALANCE, BEGINNING OF YEAR.....			146,567	
FUND BALANCE, END OF YEAR.....			\$ 146,261	

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - SEWER LATERAL FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Licenses, permits, fines and fees.....	\$ 295,000	\$ 295,000	\$ 274,435	\$ (20,565)
Investment income.....	5,000	5,000	4,590	(410)
 Total Revenues.....	 <u>300,000</u>	 <u>300,000</u>	 <u>279,025</u>	 <u>(20,975)</u>
EXPENDITURES:				
General government and finance.....	168,700	295,872	295,675	197
 Total Expenditures.....	 <u>168,700</u>	 <u>295,872</u>	 <u>295,675</u>	 <u>197</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	<u>\$ 131,300</u>	<u>\$ 4,128</u>	<u>(16,650)</u>	<u>\$ 20,778</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			(2,867)	
Expenditure accrual adjustments.....			(30)	
Total Adjustments To Reconcile to GAAP Basis.....			<u>(2,897)</u>	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			(19,547)	
FUND BALANCE, BEGINNING OF YEAR.....			<u>918,456</u>	
FUND BALANCE, END OF YEAR.....			<u>\$ 898,909</u>	

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - DEBT SERVICE FUND
 FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>
REVENUES:				
Taxes, including interest and penalties.....	\$ 466,142	\$ 466,142	\$ 436,852	\$ (29,290)
Investment income.....	3,500	3,500	3,199	(301)
Total Revenues.....	<u>469,642</u>	<u>469,642</u>	<u>440,051</u>	<u>(29,591)</u>
EXPENDITURES:				
Debt Service:				
Principal retirement.....	430,000	440,000	440,000	-
Interest and fiscal charges.....	<u>142,696</u>	<u>132,696</u>	<u>85,803</u>	<u>46,893</u>
Total Expenditures.....	<u>572,696</u>	<u>572,696</u>	<u>525,803</u>	<u>46,893</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	<u>\$ (103,054)</u>	<u>\$ (103,054)</u>	<u>(85,752)</u>	<u>\$ (17,302)</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			(33,761)	
Expenditure accrual adjustments.....			-	
Total Adjustments To Reconcile to GAAP Basis.....			<u>(33,761)</u>	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			(119,513)	
FUND BALANCE, BEGINNING OF YEAR.....			<u>594,275</u>	
FUND BALANCE, END OF YEAR.....			<u>\$ 474,762</u>	

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - CAPITAL IMPROVEMENTS FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes, including interest and penalties.....	\$ 2,000,000	\$ 2,000,000	\$ 2,203,258	\$ 203,258
Grants.....	7,200	7,200	8,214	1,014
Investment income.....	9,000	9,000	19,156	10,156
Other.....	-	-	33,427	33,427
Total Revenues.....	2,016,200	2,016,200	2,264,055	247,855
EXPENDITURES:				
General government and finance.....	69,856	69,856	69,738	118
Capital outlay.....	2,458,750	3,479,173	2,317,890	1,161,283
Total Expenditures.....	2,528,606	3,549,029	2,387,628	1,161,401
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	(512,406)	(1,532,829)	(123,573)	(1,409,256)
OTHER FINANCING SOURCES:				
Transfers in.....	520,000	560,685	585,685	25,000
Proceeds from sale of capital assets.....	49,000	49,000	31,056	(17,944)
Insurance recoveries.....	-	-	9,033	9,033
Total Other Financing Sources.....	569,000	609,685	625,774	16,089
NET CHANGE IN FUND BALANCES....	\$ 56,594	\$ (923,144)	502,201	\$ (1,425,345)
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			15,140	
Expenditure accrual adjustments.....			(166)	
Total Adjustments To Reconcile to GAAP Basis.....			14,974	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			517,175	
FUND BALANCE, BEGINNING OF YEAR.....			2,629,165	
FUND BALANCE, END OF YEAR.....			\$ 3,146,340	

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - PARK & STORM WATER IMPROVEMENT FUND
 FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes, including interest and penalties.....	\$ 2,211,000	\$ 2,211,000	\$ 2,587,917	\$ 376,917
Intergovernmental.....	62,333	62,333	62,333	-
Investment income.....	17,000	17,000	6,806	(10,194)
Grants.....	300,000	300,000	-	(300,000)
Other.....	-	-	595	595
Total Revenues.....	2,590,333	2,590,333	2,657,651	67,318
EXPENDITURES:				
General government and finance.....	8,000	6,464	5,440	1,024
Capital outlay.....	631,000	1,188,488	941,452	247,036
Debt Service:				
Principal retirement.....	935,000	919,700	765,000	154,700
Interest and fiscal charges.....	79,193	96,029	76,747	19,282
Total Expenditures.....	1,653,193	2,210,681	1,788,639	422,042
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	937,140	379,652	869,012	(489,360)
OTHER FINANCING SOURCES (USES):				
Transfers out.....	(850,000)	(855,000)	(821,796)	33,204
Proceeds from sale of capital assets.....	1,000	1,000	11,625	10,625
Total Other Financing Sources (Uses).....	(849,000)	(854,000)	(810,171)	43,829
NET CHANGE IN FUND BALANCES.....	\$ 88,140	\$ (474,348)	58,841	\$ (533,189)
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments.....			17,105	
Expenditure accrual adjustments.....			-	
Total Adjustments To Reconcile to GAAP Basis.....			<u>17,105</u>	
NET CHANGE IN FUND BALANCE- GAAP BASIS.....			75,946	
FUND BALANCE, BEGINNING OF YEAR.....			<u>738,927</u>	
FUND BALANCE, END OF YEAR.....			<u><u>\$ 814,873</u></u>	

See accompanying independent auditor's report

INTERNAL SERVICE FUNDS

Medical Self Insurance - This fund is used to account for financial resources to be used for medical insurance premiums and claims expenditures.

Fleet Services - This fund is used to account for citywide vehicle and equipment maintenance and repair costs.

Workers' Compensation - This fund is used to account for financial resources to be used for medical and disability claims expenditures relating to workers' compensation.

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CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF NET POSITION - INTERNAL SERVICE FUNDS
MARCH 31, 2015

	<u>Medical Self Insurance</u>	<u>Fleet Services</u>	<u>Workers' Compensation Self Insurance</u>	<u>Total</u>
ASSETS:				
Cash and investments:				
Held by trustees.....	\$ -	\$ -	\$ 27,775	\$ 27,775
Unrestricted.....	1,151,879	101,025	1,184,303	2,437,207
Interest receivable.....	1,382	187	1,405	2,974
Other receivable.....	1,188	-	-	1,188
Inventory.....	-	2,433	-	2,433
Total Assets.....	<u>1,154,449</u>	<u>103,645</u>	<u>1,213,483</u>	<u>2,471,577</u>
LIABILITIES:				
Accounts payable.....	6,467	39,449	2,335	48,251
Accrued wages and vacation.....	-	35,107	3,676	38,783
Claims payable.....	182,294	-	276,723	459,017
Total Current Liabilities.....	<u>188,761</u>	<u>74,556</u>	<u>282,734</u>	<u>546,051</u>
NET POSITION				
Unrestricted.....	<u>965,688</u>	<u>29,089</u>	<u>930,749</u>	<u>1,925,526</u>
TOTAL NET POSITION.....	<u>\$ 965,688</u>	<u>\$ 29,089</u>	<u>\$ 930,749</u>	<u>\$ 1,925,526</u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Medical Self Insurance</u>	<u>Fleet Services</u>	<u>Workers' Compensation Self Insurance</u>	<u>Total</u>
OPERATING REVENUES:				
Charges for services.....	\$ 3,007,399	\$ 888,238	\$ 894,265	\$ 4,789,902
Other.....	7,110	5,894	2,624	15,628
Total Operating Revenues.....	<u>3,014,509</u>	<u>894,132</u>	<u>896,889</u>	<u>4,805,530</u>
OPERATING EXPENSES:				
Administrative and general.....	42,447	911,347	232,401	1,186,195
Claims and insurance premiums.....	2,713,743	-	706,985	3,420,728
Total Operating Expenses.....	<u>2,756,190</u>	<u>911,347</u>	<u>939,386</u>	<u>4,606,923</u>
OPERATING INCOME (LOSS).....	<u>258,319</u>	<u>(17,215)</u>	<u>(42,497)</u>	<u>198,607</u>
NONOPERATING REVENUES:				
Gain on sale of capital assets.....	-	3,523	-	3,523
Investment income.....	6,037	662	6,418	13,117
Total Nonoperating Revenues.....	<u>6,037</u>	<u>4,185</u>	<u>6,418</u>	<u>16,640</u>
CHANGE IN NET POSITION.....	264,356	(13,030)	(36,079)	215,247
NET POSITION, BEGINNING OF YEAR.....	<u>701,332</u>	<u>42,119</u>	<u>966,828</u>	<u>1,710,279</u>
NET POSITION, END OF YEAR.....	<u>\$ 965,688</u>	<u>\$ 29,089</u>	<u>\$ 930,749</u>	<u>\$ 1,925,526</u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF CASH FLOWS -
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Medical Self Insurance</u>	<u>Fleet Services</u>	<u>Workers' Compensation Self Insurance</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from interfund services provided.....	\$ 3,007,399	\$ 888,238	\$ 894,265	\$ 4,789,902
Other receipts.....	12,466	7,012	2,624	22,102
Payments to suppliers.....	(2,779,967)	(498,284)	(826,214)	(4,104,465)
Payments to employees.....	-	(387,158)	(63,743)	(450,901)
Payments for interfund services.....	-	(13,293)	(10,000)	(23,293)
Net Cash Provided By (Used In) Operating Activities.....	<u>239,898</u>	<u>(3,485)</u>	<u>(3,068)</u>	<u>233,345</u>
CASH FLOWS PROVIDED BY CAPITAL AND RELATED FINANCING ACTIVITIES:				
Proceeds from Sale of Capital Assets.....	-	3,523	-	3,523
CASH FLOWS PROVIDED BY INVESTING ACTIVITIES:				
Interest received on investments.....	5,360	709	5,933	12,002
NET INCREASE IN CASH AND CASH EQUIVALENTS.....	245,258	747	2,865	248,870
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR.....	906,621	100,278	1,209,213	2,216,112
CASH AND CASH EQUIVALENTS AT END OF YEAR.....	<u>\$ 1,151,879</u>	<u>\$ 101,025</u>	<u>\$ 1,212,078</u>	<u>\$ 2,464,982</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss).....	\$ 258,319	\$ (17,215)	\$ (42,497)	\$ 198,607
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
(Increase) decrease in assets:				
Miscellaneous receivables.....	5,356	1,118	-	6,474
Inventory.....	-	1,499	-	1,499
Increase (decrease) in liabilities:				
Accounts payable.....	2,700	11,701	(3,931)	10,470
Accrued wages and vacation.....	-	(588)	(244)	(832)
Claims payable.....	(26,477)	-	43,604	17,127
Total adjustments.....	<u>(18,421)</u>	<u>13,730</u>	<u>39,429</u>	<u>34,738</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES.....	<u>\$ 239,898</u>	<u>\$ (3,485)</u>	<u>\$ (3,068)</u>	<u>\$ 233,345</u>

See accompanying independent auditor's report

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FIDUCIARY FUND TYPES

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and other funds.

Trust and Agency Funds

Trust and agency funds include pension trust funds and agency funds. Pension trust funds are accounted for and reported similar to proprietary funds. Agency funds are accounted for and reported similar to governmental funds. The trust and agency funds maintained by the City are as follows:

Pension Trust Funds – Used to account for the receipt, investment, and distribution of retirement contributions for civilian, police and fire employees.

Agency Funds – Used to account for municipal court collections for bail bonds.

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CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF NET POSITION - PENSION TRUST FUNDS
MARCH 31, 2015

	Police Officers' and Fire Retirement	Civilian Employees Retirement	Total
ASSETS:			
Cash and investments:			
Held by trustees:			
Short-Term reserves.....	\$ 2,188,225	\$ 1,808,041	\$ 3,996,266
Bond funds.....	2,826,668	1,109,876	3,936,544
Balanced funds.....	6,999,487	6,645,939	13,645,426
Domestic stock funds.....	19,010,930	5,138,362	24,149,292
International stock funds.....	2,871,769	716,270	3,588,039
Stable value money market funds.....	2,124,148	1,999,024	4,123,172
Specialty stock funds.....	-	187,788	187,788
Vanguard brokerage option fund.....	1,984,216	-	1,984,216
Restricted.....	-	99	99
Contributions receivable.....	44,317	24,846	69,163
Total Assets.....	38,049,760	17,630,245	55,680,005
LIABILITIES:			
Accounts payable.....	-	71,513	71,513
Total Liabilities.....	-	71,513	71,513
NET POSITION:			
Net Position Held in Trust for Pension Benefits.....	<u>\$ 38,049,760</u>	<u>\$ 17,558,732</u>	<u>\$ 55,608,492</u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF CHANGES IN NET POSITION -
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Police Officers' and Fire Retirement	Civilian Employees Retirement	Total
ADDITIONS:			
Contributions:			
Employer.....	\$ 1,029,535	\$ 609,947	\$ 1,639,482
Employee, net of refunds.....	505,583	-	505,583
Rollover contributions.....	10,630	-	10,630
Total Contributions.....	<u>1,545,748</u>	<u>609,947</u>	<u>2,155,695</u>
Investment income:			
Interest and dividends.....	1,856,285	594,676	2,450,961
Net appreciation in the fair value of plan investments.....	663,022	664,942	1,327,964
Total Investment Income.....	<u>2,519,307</u>	<u>1,259,618</u>	<u>3,778,925</u>
Less: investment expenses.....	70,062	251	70,313
Net investment income.....	<u>2,449,245</u>	<u>1,259,367</u>	<u>3,708,612</u>
TOTAL ADDITIONS.....	<u>3,994,993</u>	<u>1,869,314</u>	<u>5,864,307</u>
DEDUCTIONS:			
Benefit payments.....	230,280	1,301,073	1,531,353
Administrative and general expenses:			
Insurance, taxes and other premiums.....	79,137	78,709	157,846
Professional and administrative fees.....	34,242	34,045	68,287
Total Administrative and General Expenses.....	<u>113,379</u>	<u>112,754</u>	<u>226,133</u>
TOTAL DEDUCTIONS.....	<u>343,659</u>	<u>1,413,827</u>	<u>1,757,486</u>
CHANGE IN NET POSITION.....	3,651,334	455,487	4,106,821
NET POSITION HELD IN TRUST FOR EMPLOYEE PENSION BENEFITS, BEGINNING OF YEAR.....			
	<u>34,398,426</u>	<u>17,103,245</u>	<u>51,501,671</u>
END OF YEAR.....	<u>\$ 38,049,760</u>	<u>\$ 17,558,732</u>	<u>\$ 55,608,492</u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING BALANCE SHEET - AGENCY FUND
MARCH 31, 2015

	<u>Appearance Bond Deposits</u>
ASSETS:	
Cash and investments:	
Restricted.....	\$ 34,250
TOTAL ASSETS.....	<u>\$ 34,250</u>
LIABILITIES:	
Deposits payable.....	\$ 34,250
TOTAL LIABILITIES.....	<u>\$ 34,250</u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS

FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	Balance April 1, 2014	Additions	Deletions	Balance March 31, 2015
Appearance Bond Deposits				
ASSETS:				
Cash and investments - restricted.....	\$ 33,830	\$ 88,146	\$ 87,726	\$ 34,250
Total Assets.....	<u>\$ 33,830</u>	<u>\$ 88,146</u>	<u>\$ 87,726</u>	<u>\$ 34,250</u>
LIABILITIES:				
Deposits payable.....	\$ 33,830	\$ 88,146	\$ 87,726	\$ 34,250
Total Liabilities.....	<u>\$ 33,830</u>	<u>\$ 88,146</u>	<u>\$ 87,726</u>	<u>\$ 34,250</u>

See accompanying independent auditor's report

DISCRETELY PRESENTED COMPONENT UNIT

Industrial Development Authority of the City of Kirkwood, Missouri (IDA)

The IDA is a not-for-profit corporation established by an Ordinance of the City Council and formed under RSMo. Chapter 39, *The Industrial Development Corporations Act*. It is designed to develop, advance, encourage and promote commercial, industrial and manufacturing facilities in the City. Separate financial statements are not prepared for the IDA.

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CITY OF KIRKWOOD, MISSOURI

BALANCE SHEET - INDUSTRIAL DEVELOPMENT AUTHORITY
(A DISCRETELY PRESENTED COMPONENT UNIT)

MARCH 31, 2015

	<u>Total</u>
ASSETS:	
Cash and investments:	
Unrestricted.....	\$ 122,972
Interest receivable.....	<u>140</u>
Total Assets.....	<u>123,112</u>
LIABILITIES:	
Accounts payable.....	<u>-</u>
Total Current Liabilities.....	<u>-</u>
NET POSITION	
Unrestricted.....	<u>123,112</u>
TOTAL NET POSITION.....	<u><u>\$ 123,112</u></u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - INDUSTRIAL DEVELOPMENT AUTHORITY
(A DISCRETELY PRESENTED COMPONENT UNIT)
FOR THE FISCAL YEAR ENDED MARCH 31, 2015

	<u>Total</u>
REVENUES:	
Investment income.....	\$ 689
Other.....	<u>4,600</u>
Total Revenues.....	<u>5,289</u>
EXPENDITURES:	
Administrative and general.....	<u>-</u>
Total Expenditures.....	<u>-</u>
CHANGE IN NET POSITION.....	5,289
NET POSITION, BEGINNING OF YEAR.....	<u>117,823</u>
NET POSITION, END OF YEAR.....	<u><u>\$ 123,112</u></u>

See accompanying independent auditor's report

CITY OF KIRKWOOD, MISSOURI

Statistical Section

This part of the City of Kirkwood's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents

Page

Financial Trends

These pages contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

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Revenue Capacity

These pages contain information to help the reader assess the City's most significant local revenue sources.

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Debt Capacity

These pages present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

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Demographic and Economic Information

These pages offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

123

Operating Information

These pages contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

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Sources: Unless otherwise noted, the information in this section is derived from the comprehensive annual financial reports for the relevant year.

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CITY OF KIRKWOOD, MISSOURI
NET POSITIONS BY COMPONENT
LAST TEN FISCAL YEARS

	2006 ^a	2007	2008 ^b	2009 ^c	2010 ^d	2011	2012	2013	2014	2015
Governmental Activities:										
Net investment in capital assets.....	\$ 28,540,172	\$ 29,899,402	\$ 33,343,255	\$ 35,972,457	\$ 40,389,161	\$ 46,153,655	\$ 50,144,786	\$ 52,963,465	\$ 54,136,854	\$ 55,385,115
Restricted for:										
Capital projects.....	6,245,227	6,605,134	6,520,451	6,817,462	5,217,404	2,465,998	2,415,994	2,331,658	3,056,534	4,003,381
Debt service.....	2,215,362	2,343,396	2,275,390	2,030,332	2,134,897	2,289,210	1,941,607	1,454,116	1,272,840	1,153,844
Law enforcement.....	-	-	208,857	258,582	130,511	104,620	236,162	100,630	146,567	146,261
Park operations.....	-	-	-	-	1,164,982	1,244,613	1,384,988	1,433,102	1,544,679	1,534,683
Police and fire pension.....	-	-	-	3,458,067	3,479,833	3,279,934	3,118,751	2,973,222	2,779,281	2,395,294
Sewer lateral.....	-	-	-	-	463,476	596,602	771,756	867,327	918,456	898,909
Special business district.....	-	-	-	-	179,197	204,396	191,749	179,592	139,165	149,432
TIF bonds and notes.....	4,493,256	4,341,267	736,158	815,238	-	-	-	-	-	-
Unrestricted.....	(9,369,624)	(5,477,925)	2,329,558	6,669,276	6,585,255	7,335,848	6,748,336	8,674,045	8,989,005	9,084,425
Total Governmental Activities Net Assets.....	\$ 32,124,393	\$ 37,711,274	\$ 45,413,669	\$ 56,021,414	\$ 59,744,716	\$ 63,674,876	\$ 66,954,129	\$ 70,977,157	\$ 72,983,381	\$ 74,751,344
Business-Type Activities:										
Invested in capital assets, net of related debt.....	\$ 8,355,320	\$ 6,075,873	\$ 7,383,260	\$ 8,086,717	\$ 8,194,874	\$ 10,249,193	\$ 11,424,626	\$ 11,023,698	\$ 11,856,557	\$ 13,084,426
Restricted for Debt Service.....	-	-	-	266,246	704,360	704,368	704,381	675,039	675,097	787,160
Unrestricted.....	28,570,350	32,067,905	35,687,581	32,881,540	25,521,922	19,966,392	24,884,483	29,086,263	29,229,073	29,051,984
Total Business-Type Activities Net Assets.....	\$ 36,925,670	\$ 38,143,778	\$ 43,070,841	\$ 41,234,503	\$ 34,421,156	\$ 30,919,953	\$ 37,013,490	\$ 40,785,000	\$ 41,760,727	\$ 42,923,570
Primary Government:										
Net investment in capital assets.....	\$ 36,895,492	\$ 35,975,275	\$ 40,726,515	\$ 44,059,174	\$ 48,584,035	\$ 56,402,848	\$ 61,569,412	\$ 63,987,163	\$ 65,993,411	\$ 68,469,541
Restricted for:										
Capital projects.....	6,245,227	6,605,134	6,520,451	6,817,462	5,217,404	2,465,998	2,415,994	2,331,658	3,056,534	4,003,381
Debt service.....	2,215,362	2,343,396	2,275,390	2,296,578	2,839,257	2,993,578	2,645,988	2,129,155	1,947,937	1,941,004
Law enforcement.....	-	-	208,857	258,582	130,511	104,620	236,162	100,630	146,567	146,261
Park operations.....	-	-	-	-	1,164,982	1,244,613	1,384,988	1,433,102	1,544,679	1,534,683
Police and fire pension.....	-	-	-	3,458,067	3,479,833	3,279,934	3,118,751	2,973,222	2,779,281	2,395,294
Sewer lateral.....	-	-	-	-	463,476	596,602	771,756	867,327	918,456	898,909
Special business district.....	-	-	-	-	179,197	204,396	191,749	179,592	139,165	149,432
TIF bonds and notes.....	4,493,256	4,341,267	736,158	815,238	-	-	-	-	-	-
Unrestricted.....	19,200,726	26,589,980	38,017,139	39,550,816	32,107,177	27,302,240	31,632,819	37,760,308	38,218,078	38,136,409
Total Primary Government Net Assets.....	\$ 69,050,063	\$ 75,855,052	\$ 88,484,510	\$ 97,255,917	\$ 94,165,872	\$ 94,594,829	\$ 103,967,619	\$ 111,762,157	\$ 114,744,108	\$ 117,674,914

^aThe following prior period adjustments were made in Fiscal Year 2006:

Governmental Activities

Unrestricted was decreased by \$40,530 to correct prior period accounts payables.

^bThe following prior period adjustment were made in Fiscal Year 2008:

Governmental Activities

Unrestricted was decreased by \$43,436 to correct prior period deferred revenue.

^cThe following prior period adjustment were made in Fiscal Year 2009:

Governmental Activities

Restricted for: Police and Fire Pension was added in the amount of \$3,321,732. The pension levy portion has been separated and is reported as a special revenue fund, P&F Pension Property Tax Fund.

^dThe following prior period adjustment was made in Fiscal Year 2010:

Governmental Activities

Unrestricted was increased by \$56,645 to record sales tax revenue from modified accrual to full accrual.

CITY OF KIRKWOOD, MISSOURI
CHANGES IN NET POSITIONS
LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses:										
Governmental Activities:										
General government.....	\$ 4,935,628	\$ 4,297,905	\$ 4,373,999	\$ 3,669,761	\$ 3,491,882	\$ 3,021,818	\$ 3,822,665	\$ 3,257,778	\$ 4,943,107	\$ 4,228,990
Purchasing(a).....	236,820	235,499	236,315	323,155	348,064	355,320	370,231	384,978	-	-
Engineering.....	358,580	366,342	308,752	299,729	381,851	344,617	331,728	347,880	377,683	386,031
Building maintenance.....	249,024	250,774	269,987	409,579	392,958	419,619	477,318	464,338	503,534	479,287
Building commissioner.....	588,369	647,741	601,951	618,245	642,225	633,227	587,664	588,061	619,165	655,724
Police.....	4,574,505	4,917,094	5,495,193	6,365,135	6,540,285	6,994,710	7,324,109	7,363,086	7,662,023	7,906,959
Fire.....	4,060,604	4,172,363	4,749,938	5,479,307	5,769,209	5,788,620	5,852,373	5,814,394	5,989,740	6,316,710
Streets.....	2,206,932	2,101,882	2,250,705	2,338,867	2,348,174	2,472,040	2,502,988	2,455,034	2,536,437	2,564,618
Parks.....	1,027,385	1,047,051	1,165,313	1,269,285	1,446,396	1,559,311	1,608,918	1,777,302	1,807,512	1,962,345
Recreation.....	2,170,646	2,237,529	2,439,274	2,499,541	2,478,971	2,580,364	2,573,528	2,619,015	2,670,425	2,623,291
Interest on long-term debt.....	1,600,102	1,461,984	1,592,120	973,108	1,021,841	733,959	607,851	549,588	415,651	366,537
Total Governmental Activities Expenses.....	22,008,595	21,736,164	23,483,547	24,245,712	24,861,856	24,903,605	26,059,373	25,621,454	27,525,277	27,490,492
Business-Type Activities Expenses:										
Electric.....	11,709,055	12,441,490	12,592,380	15,092,793	21,826,992	22,983,408	15,766,443	17,682,247	21,157,397	21,183,366
Water.....	3,914,250	5,021,933	3,344,549	3,267,137	3,606,859	4,056,703	4,011,031	4,214,911	4,492,087	4,432,946
Sanitation.....	2,118,039	2,145,594	2,291,488	2,469,613	2,395,032	2,929,443	2,531,020	2,613,619	2,683,206	2,724,726
Total Business-Type Activities Expenses.....	17,741,344	19,609,017	18,228,417	20,829,543	27,828,883	29,969,554	22,308,494	24,510,777	28,332,690	28,341,038
Total Primary Government Expenses.....	\$ 39,749,939	\$ 41,345,181	\$ 41,711,964	\$ 45,075,255	\$ 52,690,739	\$ 54,873,159	\$ 48,367,867	\$ 50,132,231	\$ 55,857,967	\$ 55,831,530
Program Revenues:										
Governmental Activities:										
Charges for Services:										
General government.....	\$ 1,922,864	\$ 2,156,336	\$ 1,996,747	\$ 2,044,514	\$ 2,063,903	\$ 2,137,260	\$ 2,240,380	\$ 2,215,846	\$ 2,173,825	\$ 2,081,215
Building commissioner.....	959,339	836,284	925,287	668,134	582,796	823,535	750,809	626,011	716,253	867,478
Fire.....	521,594	469,010	651,217	690,494	567,230	674,579	725,835	787,223	831,292	797,923
Recreation.....	1,422,966	1,607,710	1,578,549	1,566,561	1,679,237	1,659,948	1,669,546	1,745,590	1,721,692	1,734,579
Other activities.....	335,285	411,499	424,759	372,539	418,996	456,255	414,433	466,831	531,460	734,336
Operating grants and contributions.....	172,234	290,150	553,706	231,323	151,388	183,938	397,780	186,525	194,135	225,084
Capital grants and contributions.....	345,158	230,520	9,704	135,842	512,625	203,389	1,143,090	518,559	103,384	101,787
Total Governmental Activities Program Revenues.....	5,679,440	6,001,509	6,139,969	5,709,407	5,976,175	6,138,904	7,341,873	6,546,585	6,272,041	6,542,402
Business-Type Activities:										
Charges for Services:										
Electric.....	14,136,937	13,956,969	14,940,084	14,221,834	14,278,400	19,989,393	20,632,374	21,373,776	22,403,293	21,785,886
Water.....	3,780,841	3,964,110	4,198,440	4,117,968	4,513,334	4,710,065	5,257,765	5,709,160	5,296,369	5,161,698
Sanitation.....	2,657,727	2,715,105	2,697,962	2,658,607	2,493,754	2,556,415	2,668,890	2,617,301	2,714,589	2,720,061
Operating grants and contributions.....	65,807	55,018	158,715	43,281	41,015	202,558	176,465	2,999	-	-
Capital grants and contributions.....	-	-	-	-	46,755	109,683	108,285	106,453	95,952	94,278
Total Business-Type Activities Program Revenues.....	20,641,312	20,691,202	21,995,201	21,041,690	21,373,258	27,568,114	28,843,779	29,809,689	30,510,203	29,761,923
Total Primary Government Program Revenues.....	\$ 26,320,752	\$ 26,692,711	\$ 28,135,170	\$ 26,751,097	\$ 27,349,433	\$ 33,707,018	\$ 36,185,652	\$ 36,356,274	\$ 36,782,244	\$ 36,304,325

CITY OF KIRKWOOD, MISSOURI
CHANGES IN NET POSITIONS (CONTINUED)
LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Net (Expense)/Revenue:										
Governmental activities.....	\$ (16,329,155)	\$ (15,734,655)	\$ (17,343,578)	\$ (18,536,305)	\$ (18,885,681)	\$ (18,764,701)	\$ (18,717,500)	\$ (19,074,869)	\$ (21,253,236)	\$ (20,948,090)
Business-type activities.....	2,899,968	1,082,185	3,766,784	212,147	(6,455,625)	(2,401,440)	6,535,285	5,298,912	2,177,513	1,420,885
Total Primary Government Net Expense.....	\$ (13,429,187)	\$ (14,652,470)	\$ (13,576,794)	\$ (18,324,158)	\$ (25,341,306)	\$ (21,166,141)	\$ (12,182,215)	\$ (13,775,957)	\$ (19,075,723)	\$ (19,527,205)
General Revenues and Other Changes in Net Assets:										
Governmental Activities:										
Taxes:										
Property taxes.....	\$ 3,655,532	\$ 3,572,951	\$ 5,411,504	\$ 5,441,110	\$ 4,863,382	\$ 4,860,932	\$ 4,301,948	\$ 4,562,003	\$ 4,568,455	\$ 4,545,472
Sales taxes.....	10,405,908	10,392,675	9,767,468	8,988,315	8,986,499	8,576,654	8,818,010	9,236,068	9,432,200	9,802,534
Other taxes.....	5,660,985	5,844,636	6,619,817	7,047,854	7,135,966	7,060,839	7,005,351	7,217,597	7,399,191	7,275,507
Investment earnings.....	450,160	901,413	1,218,193	683,612	328,843	149,812	369,438	125,888	38,727	121,404
Gain/(loss) on sale of capital assets.....	24,377	60,499	109,682	92,921	-	24,571	70,873	-	-	49,761
Miscellaneous.....	354,300	478,194	386,453	391,449	417,228	494,988	349,562	403,990	380,887	346,862
Transfers.....	1,072,409	71,168	1,576,292	3,177,055	877,065	1,527,065	1,081,571	1,683,406	1,440,000	574,513
Total Government Activities.....	21,623,671	21,321,536	25,089,409	25,822,316	22,608,983	22,694,861	21,996,753	23,228,952	23,259,460	22,716,053
Business-Type Activities										
Investment earnings.....	846,432	1,759,153	2,736,571	1,128,570	519,343	267,698	531,897	300,843	190,339	299,696
Gain/(loss) on sale of capital assets.....	15,340	(1,552,062)	-	-	-	159,604	30,574	25,186	47,875	16,775
Transfers.....	(1,072,409)	(71,168)	(1,576,292)	(3,177,055)	(877,065)	(1,527,065)	(1,081,571)	(1,683,406)	(1,440,000)	(574,513)
Total Business-Type Activities.....	(210,637)	135,923	1,160,279	(2,048,485)	(357,722)	(1,099,763)	(519,100)	(1,357,377)	(1,201,786)	(258,042)
Total Primary Government.....	\$ 21,413,034	\$ 21,457,459	\$ 26,249,688	\$ 23,773,831	\$ 22,251,261	\$ 21,595,098	\$ 21,477,653	\$ 21,871,575	\$ 22,057,674	\$ 22,458,011
Change in Net Assets:										
Governmental activities.....	\$ 5,294,516	\$ 5,586,881	\$ 7,745,831	\$ 7,286,011	\$ 3,723,302	\$ 3,930,160	\$ 3,279,253	\$ 4,154,083	\$ 2,006,224	\$ 1,767,963
Business-type activities.....	2,689,331	1,218,108	4,927,063	(1,836,338)	(6,813,347)	(3,501,203)	6,016,185	3,941,535	975,727	1,162,843
Total Primary Government.....	\$ 7,983,847	\$ 6,804,989	\$ 12,672,894	\$ 5,449,673	\$ (3,090,045)	\$ 428,957	\$ 9,295,438	\$ 8,095,618	\$ 2,981,951	\$ 2,930,806
Total Primary Government Net Assets										
Governmental activities										
Net assets, beginning.....	\$ 26,870,407	\$ 32,124,393	\$ 37,711,274	\$ 45,413,669	\$ 56,021,414	\$ 59,744,716	\$ 63,674,876	\$ 66,954,129	\$ 70,977,157	\$ 72,983,381
Prior period adjustment.....	(40,530)	-	(43,436)	3,321,734	-	-	-	(131,055)	-	-
Net assets, beginning, as restated.....	26,829,877	32,124,393	37,667,838	48,735,403	56,021,414	59,744,716	63,674,876	66,823,074	70,977,157	72,983,381
Net assets, ending.....	32,124,393	37,711,274	45,413,669	56,021,414	59,744,716	63,674,876	66,954,129	70,977,157	72,983,381	74,751,344
Business-type activities										
Net assets, beginning.....	34,236,339	36,925,670	38,143,778	43,070,841	41,234,503	34,421,156	30,919,953	36,936,138	40,785,000	41,760,727
Prior period adjustment.....	-	-	-	-	-	-	-	(92,673)	-	-
Net assets, beginning, as restated.....	34,236,339	36,925,670	38,143,778	43,070,841	41,234,503	34,421,156	30,919,953	36,843,465	40,785,000	41,760,727
Net assets, ending.....	36,925,670	38,143,778	43,070,841	41,234,503	34,421,156	30,919,953	36,936,138	40,785,000	41,760,727	42,923,570
Total Primary Government.....	\$ 69,050,063	\$ 75,855,052	\$ 88,484,510	\$ 97,255,917	\$ 94,165,872	\$ 94,594,829	\$ 103,890,267	\$ 111,762,157	\$ 114,744,108	\$ 117,674,914

NOTES:

(a) Purchasing is now included in General government and finance. This change was made to be consistent in putting all administrative and service departments in this category.

CITY OF KIRKWOOD, MISSOURI

PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Function/Program:										
Governmental Activities:										
General government and finance...	\$ 1,972,075	\$ 2,391,531	\$ 2,481,298	\$ 2,103,319	\$ 2,123,036	\$ 2,165,451	\$ 2,244,379	\$ 2,237,845	\$ 2,184,835	\$ 2,101,817
Engineering.....	78,510	123,015	116,740	77,255	52,050	75,545	75,125	84,645	99,699	169,180
Building commissioner.....	959,339	836,284	925,287	668,134	582,796	823,535	750,809	626,011	716,253	867,478
Police.....	278,861	240,227	296,892	395,856	378,783	447,086	655,922	430,280	518,402	678,339
Fire.....	541,927	471,630	651,217	690,494	590,515	676,579	728,835	787,223	831,292	797,923
Streets.....	-	-	-	-	17,325	122,329	644,744	155,128	525	-
Parks.....	52,112	77,162	65,786	91,510	147,902	59,083	63,521	87,509	77,018	95,739
Recreation.....	1,796,616	1,861,660	1,602,749	1,682,839	2,083,768	1,769,296	2,178,538	2,137,944	1,844,017	1,831,926
Subtotal Governmental Activities.....	<u>5,679,440</u>	<u>6,001,509</u>	<u>6,139,969</u>	<u>5,709,407</u>	<u>5,976,175</u>	<u>6,138,904</u>	<u>7,341,873</u>	<u>6,546,585</u>	<u>6,272,041</u>	<u>6,542,402</u>
Business-Type Activities:										
Electric.....	14,136,937	13,956,969	15,037,603	14,221,834	14,278,400	19,989,393	20,632,374	21,373,776	22,403,293	21,785,886
Water.....	3,780,841	3,964,110	4,198,440	4,117,968	4,560,089	4,819,748	5,366,050	5,815,613	5,392,321	5,255,976
Sanitation.....	2,723,534	2,770,123	2,759,158	2,701,888	2,534,769	2,758,973	2,845,355	2,620,300	2,714,589	2,720,061
Subtotal Business-Type Activities.....	<u>20,641,312</u>	<u>20,691,202</u>	<u>21,995,201</u>	<u>21,041,690</u>	<u>21,373,258</u>	<u>27,568,114</u>	<u>28,843,779</u>	<u>29,809,689</u>	<u>30,510,203</u>	<u>29,761,923</u>
Total Primary Government.....	<u>\$ 26,320,752</u>	<u>\$ 26,692,711</u>	<u>\$ 28,135,170</u>	<u>\$ 26,751,097</u>	<u>\$ 27,349,433</u>	<u>\$ 33,707,018</u>	<u>\$ 36,185,652</u>	<u>\$ 36,356,274</u>	<u>\$ 36,782,244</u>	<u>\$ 36,304,325</u>

CITY OF KIRKWOOD, MISSOURI

**FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund:										
Nonspendable:										
Inventories.....	\$ -	\$ -	\$ -	\$ -	\$ 71,342	\$ 75,303	\$ 76,868	\$ 73,950	\$ 75,070	\$ 75,332
Prepaid assets.....	-	-	-	-	6,062	8,072	3,897	13,391	8,718	14,469
Assigned to:										
Projected use of reserves.....	-	-	-	-	2,811,462	2,530,257	1,332,554	1,909,810	1,420,265	1,325,561
Unassigned:	-	-	-	-	5,841,312	6,213,145	6,378,603	6,732,252	7,276,151	7,360,130
Reserved.....	70,936	69,125	80,441	81,193	-	-	-	-	-	-
Unreserved.....	3,723,530	3,602,703	6,534,191	8,719,619	-	-	-	-	-	-
Total General Fund.....	\$ 3,794,466	\$ 3,671,828	\$ 6,614,632	\$ 8,800,812	\$ 8,730,178	\$ 8,826,777	\$ 7,791,922	\$ 8,729,403	\$ 8,780,204	\$ 8,775,492
All Other Governmental Funds:										
Restricted for:										
Capital projects.....	\$ -	\$ -	\$ -	\$ -	\$ 5,217,404	\$ 2,465,998	\$ 2,415,994	\$ 2,331,658	\$ 3,056,534	\$ 3,645,968
Debt service.....	-	-	-	-	2,142,334	1,586,419	1,592,510	1,082,438	905,833	790,007
Law enforcement.....	-	-	-	-	130,511	104,620	236,162	100,630	146,567	146,261
Park operations.....	-	-	-	-	1,118,546	1,244,613	1,384,988	1,433,102	1,544,679	1,444,312
Police and fire pension.....	-	-	-	-	3,442,950	3,279,934	3,118,751	2,973,222	2,779,281	2,308,225
Sewer lateral.....	-	-	-	-	463,476	596,602	771,756	867,327	918,456	898,909
Special business district.....	-	-	-	-	164,190	204,396	191,749	179,592	139,165	118,412
TIF bonds and notes.....	-	-	-	-	669,766	680,217	354,091	371,996	364,204	382,225
Reserved.....	8,626,964	9,145,210	9,057,122	9,104,098	-	-	-	-	-	-
Unreserved, reported in:	-	-	-	-	-	-	-	-	-	-
Special revenue funds.....	5,960,028	6,062,062	2,545,753	6,129,017	-	-	-	-	-	-
Total All Other Governmental Funds.....	\$ 14,586,992	\$ 15,207,272	\$ 11,602,875	\$ 15,233,115	\$ 13,349,177	\$ 10,162,799	\$ 10,066,001	\$ 9,339,965	\$ 9,854,719	\$ 9,734,319

CITY OF KIRKWOOD, MISSOURI

**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues:										
Taxes.....	\$ 19,734,860	\$ 19,786,041	\$ 21,715,753	\$ 21,417,215	\$ 20,427,387	\$ 20,489,250	\$ 20,231,294	\$ 20,939,301	\$ 21,140,400	\$ 21,475,444
Intergovernmental.....	354,689	500,815	768,934	436,572	461,501	522,915	479,014	425,188	484,153	606,148
Licenses, permits, fines and fees.....	2,754,081	2,937,618	2,877,439	2,734,141	2,527,056	2,890,393	3,159,029	2,794,934	2,857,464	3,000,167
Interest on investments.....	408,716	839,394	1,173,612	659,439	310,834	139,449	341,129	112,395	35,659	108,286
Charges for services.....	1,916,124	2,046,020	2,194,020	2,229,822	2,234,267	2,312,891	2,376,950	2,513,499	2,534,545	2,508,851
Grants and contributions.....	341,738	227,450	-	-	452,828	116,893	1,044,132	516,163	101,391	98,869
Other.....	660,594	725,697	683,852	698,802	715,179	692,495	654,804	648,060	630,191	689,589
Total Revenues.....	26,170,802	27,063,035	29,413,610	28,175,991	27,129,052	27,164,286	28,286,352	27,949,540	27,783,803	28,487,354
Expenditures:										
General government.....	3,134,302	3,319,112	3,226,821	3,343,109	3,243,396	3,337,487	3,475,859	3,504,637	4,048,516	4,066,910
Purchasing (a).....	235,377	235,431	233,930	314,537	334,393	350,191	366,809	381,138	-	-
Engineering.....	352,496	355,279	306,993	292,086	375,395	337,229	332,089	331,305	363,980	380,904
Building maintenance.....	243,889	245,393	268,139	343,642	334,676	379,951	393,925	428,068	451,232	453,158
Building commissioner.....	589,390	620,905	593,720	610,481	636,016	635,226	579,708	580,761	612,942	646,783
Police.....	4,386,924	4,725,854	5,299,252	6,275,642	6,445,351	6,896,387	7,147,973	7,164,412	7,445,505	7,667,135
Fire.....	3,547,180	3,809,314	4,352,170	5,087,210	5,229,074	5,313,435	5,362,889	5,372,685	5,513,560	5,680,975
Streets.....	1,323,337	1,255,150	1,384,722	1,486,801	1,445,518	1,462,292	1,518,372	1,441,724	1,481,168	1,470,530
Recreation.....	1,603,019	1,672,268	1,844,051	1,880,742	1,912,785	1,987,716	2,027,186	2,057,419	2,073,442	2,106,468
Parks.....	865,626	889,524	1,012,809	1,079,354	1,174,145	1,211,238	1,229,760	1,301,437	1,328,485	1,354,233
Capital outlay.....	2,107,465	2,981,546	4,628,194	3,708,496	5,640,735	7,018,006	6,005,542	4,628,866	3,533,070	3,774,329
Debt service:										
Issuance Costs.....	-	-	-	-	58,700	-	-	113,813	-	-
Interest.....	1,523,784	1,427,706	1,217,210	1,990,000	840,620	2,155,000	567,047	407,148	381,985	334,562
Principal.....	4,965,000	5,194,000	7,390,000	983,744	2,099,204	737,681	1,640,000	1,419,000	1,454,000	1,514,000
Payments to escrow agent.....	-	-	-	-	311,200	-	-	-	-	-
Total Expenditures.....	24,877,789	26,731,482	31,758,011	27,395,844	30,081,208	31,821,839	30,647,159	29,132,413	28,687,885	29,449,987
Excess of revenues over (under) expenditures.....	1,293,013	331,553	(2,344,401)	780,147	(2,952,156)	(4,657,553)	(2,360,807)	(1,182,873)	(904,082)	(962,633)
Other Financing Sources (Uses):										
Issuance of refunding debt.....	-	-	-	-	4,185,000	-	-	5,000,000	-	-
Discount on refunding debt.....	-	-	-	-	(27,202)	-	-	-	-	-
Premium on refunding debt.....	-	-	-	-	-	-	-	63,818	-	-
Payments to escrow agent.....	-	-	-	-	(4,099,098)	-	-	(5,394,474)	-	-
Proceeds from sale of capital assets.....	173,846	94,921	149,952	137,484	61,819	40,709	147,382	41,568	29,636	58,546
Insurance recoveries.....	-	-	-	-	-	-	-	-	-	198,975
Transfers in.....	1,553,354	621,168	2,763,332	2,003,159	1,860,288	2,132,530	3,424,009	2,517,630	2,754,105	1,487,693
Transfers out.....	(486,402)	(550,000)	(1,187,040)	(426,104)	(983,223)	(605,465)	(2,342,237)	(834,224)	(1,314,105)	(907,693)
Total Other Financing Sources (Uses).....	1,240,798	166,089	1,726,244	1,714,539	997,584	1,567,774	1,229,154	1,394,318	1,469,636	837,521
Net Change In Fund Balances.....	\$ 2,533,811	\$ 497,642	\$ (618,157)	\$ 2,494,686	\$ (1,954,572)	\$ (3,089,779)	\$ (1,131,653)	\$ 211,445	\$ 565,554	\$ (125,112)
Debt service as a percentage of noncapital expenditures.....	27.6%	27.5%	31.3%	12.4%	11.9%	11.5%	8.8%	7.4%	7.2%	7.1%

(a) Purchasing is now included in General government and finance. This change was made to be consistent in putting all administrative and service departments in this category.

CITY OF KIRKWOOD, MISSOURI

TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	Sales & Use	Property	Utility Gross Receipts	Gasoline/ Motor Vehicle Sales	Highway Road and Bridge	Franchise	Cigarette	Total
2006	\$ 10,405,908	\$3,667,967	\$ 3,578,144	\$ 1,124,626	\$ 621,368	\$ 238,436	\$ 98,411	\$ 19,734,860
2007	10,392,675	3,548,730	3,693,638	1,164,505	640,602	251,373	94,518	19,786,041
2008	9,767,468	5,328,468	4,400,733	1,119,624	772,018	237,210	90,232	21,715,753
2009	8,988,314	5,381,046	4,853,797	1,032,608	786,380	283,567	91,503	21,417,215
2010	8,429,854	4,861,566	4,966,983	1,017,004	741,313	333,332	77,335	20,427,387
2011	8,533,126	4,891,680	4,798,038	1,053,301	741,644	392,896	78,565	20,489,250
2012	8,889,445	4,331,358	4,786,762	1,022,331	721,122	403,980	76,296	20,231,294
2013	9,154,959	4,565,887	4,978,547	983,792	746,093	435,251	74,772	20,939,301
2014	9,186,519	4,561,918	5,123,579	1,008,285	747,752	439,097	73,250	21,140,400
2015	9,962,574	4,239,182	4,961,101	1,057,443	694,097	490,472	70,575	21,475,444
Change 2006-2015	-4.3%	15.6%	38.7%	-6.0%	11.7%	105.7%	-28.3%	8.8%

CITY OF KIRKWOOD, MISSOURI

ASSESSSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

<u>Fiscal Year Ended March 31,</u>	<u>Residential Real Estate Property</u>	<u>Commercial Real Estate Property</u>	<u>Regular Personal Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
2006	\$ 443,278,290	\$ 101,388,970	\$ 76,061,567	\$ 620,728,827	0.483	\$ 2,878,091,685	21.567
2007	455,574,140	99,361,195	80,129,604	635,064,939	0.478	2,948,675,219	21.537
2008	559,912,540	120,413,032	78,381,210	758,706,782	0.662	3,558,365,977	21.322
2009	565,433,950	118,665,747	79,119,443	763,219,140	0.664	3,584,180,684	21.294
2010	526,140,160	117,452,818	73,310,002	716,902,980	0.631	3,356,150,794	21.361
2011	529,101,680	117,221,517	66,185,197	712,508,394	0.624	3,349,638,373	21.271
2012	518,688,130	105,102,560	65,525,970	689,316,660	0.645	3,254,980,596	21.177
2013	535,251,010	105,038,340	71,502,050	711,791,400	0.636	3,359,882,994	21.185
2014	533,417,190	104,833,670	72,778,170	711,029,030	0.621	3,353,420,459	21.203
2015	535,967,140	111,423,282	77,050,535	724,440,957	0.661	3,400,252,163	21.306

Source: Office of the St. Louis County Assessor

Note: St. Louis County assesses property at approximately 19 percent of actual value for residential, 32 percent for commercial, and 33-1/3 of value for personal property. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$100 of assessed value.

CITY OF KIRKWOOD, MISSOURI

DIRECT AND OVERLAPPING PROPERTY TAX RATES (RATE PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
City of Kirkwood Direct Rates:										
General Fund.....	\$ -	\$ -	\$ 0.276	\$ 0.276	\$ 0.280	\$ 0.274	\$ 0.293	\$ 0.295	\$ 0.295	\$ 0.333
Kirkwood Park Fund.....	0.130	0.130	0.130	0.130	0.132	0.127	0.138	0.139	0.133	0.134
Police and Firemen Retirement Fund.....	0.154	0.158	0.136	0.138	0.129	0.133	0.136	0.137	0.128	0.129
Debt Service Fund.....	0.199	0.190	0.120	0.120	0.090	0.090	0.078	0.065	0.065	0.065
Total Direct Rate.....	<u>\$ 0.483</u>	<u>\$ 0.478</u>	<u>\$ 0.662</u>	<u>\$ 0.664</u>	<u>\$ 0.631</u>	<u>\$ 0.624</u>	<u>\$ 0.645</u>	<u>\$ 0.636</u>	<u>\$ 0.621</u>	<u>\$ 0.661</u>
Overlapping Rates:										
County and State.....	0.588	0.588	0.588	0.588	0.553	0.553	0.553	0.553	0.553	0.553
Kirkwood Public Library.....	0.193	0.195	0.174	0.286	0.302	0.302	0.302	0.302	0.302	0.302
Special Business District.....	0.415	0.466	0.421	0.448	0.456	0.456	0.456	0.454	0.458	0.460
School Districts.....	4.777	5.081	5.179	5.042	5.236	5.400	5.520	5.516	5.715	5.733
Sewer Districts.....	0.129	0.129	0.127	-	-	0.160	0.166	0.148	0.173	0.174
Other.....	0.347	0.343	0.303	0.303	0.323	0.334	0.351	0.352	0.369	0.370

Source: St. Louis County Department of Revenue

CITY OF KIRKWOOD, MISSOURI

PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

Tax Payer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value
Ashfield Active Living and Wellness.....	\$ 16,969,660	1	2.34%	\$ -	-	- %
Kirkwood Commons LLC.....	5,493,220	2	0.76%	5,154,100	2	0.83%
Chaminade College Society.....	4,668,060	3	0.64%	4,064,000	5	0.65%
1001 Kirkwood LLC.....	4,660,900	4	0.64%	-	-	- %
Kirkwood Station Plaza LLC.....	4,296,820	5	0.59%	5,242,910	1	0.84%
Mills Timberlake Apartments.....	4,082,990	6	0.56%	3,158,910	8	0.51%
Pioneer Place LLC.....	3,295,510	7	0.45%	3,901,950	6	0.63%
Dayton Hudson Corporate.....	2,913,350	8	0.40%	3,254,620	7	0.52%
Lowes Home Centers Inc.....	2,913,090	9	0.40%	4,194,160	3	0.67%
RJC Partnership LLC.....	2,552,130	10	0.35%	-	-	- %
Novus Investment LLC.....	-	-	-	4,193,920	4	0.67%
Ameren UE (Union Electric).....	-	-	-	2,740,037	9	0.44%
Greenbriar Development.....	-	-	-	2,624,200	10	0.42%
Total.....	\$ 51,845,730		7.13%	\$ 38,528,807		6.18%

Source: Office of the St. Louis County Assessor

CITY OF KIRKWOOD, MISSOURI

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Delinquent Tax Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$ 2,907,110	\$ 2,740,589	94.27 %	\$ 104,778	\$ 2,845,367	97.88 %
2007	2,909,397	2,759,671	94.85	120,283	2,879,954	98.99
2008	4,816,711	4,351,879	90.35	380,301	4,732,180	98.25
2009	4,950,386	4,439,169	89.67	469,447	4,908,616	99.16
2010	4,433,098	3,949,385	89.09	431,162	4,380,547	98.81
2011	4,405,908	3,973,019	90.17	374,465	4,347,484	98.67
2012	4,229,527	3,800,812	89.86	332,020	4,132,832	97.71
2013	4,467,045	3,961,521	88.68	393,030	4,354,551	97.48
2014	4,465,960	3,903,043	87.40	432,687	4,335,730	97.08
2015	4,499,609	3,955,765	87.91	-	3,955,765	87.91

Source: Office of the St. Louis County Assessor

CITY OF KIRKWOOD, MISSOURI

ELECTRICITY SOLD BY TYPE OF CUSTOMER (IN MEGA WATT HOURS)
LAST TEN FISCAL YEARS

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Type of Customer:										
Residential	103,135	101,909	105,280	97,988	96,092	114,458	101,132	102,392	101,411	98,250
Commercial by type										
Electric Primary	25,737	24,512	23,395	22,800	10,880	9,647	8,526	8,293	7,886	7,581
Small Commercial	37,310	37,684	44,684	43,365	42,292	45,693	40,244	38,694	39,122	37,833
Large User	<u>58,976</u>	<u>58,202</u>	<u>61,097</u>	<u>58,713</u>	<u>55,501</u>	<u>64,492</u>	<u>62,225</u>	<u>66,003</u>	<u>66,106</u>	<u>64,778</u>
Total	<u>225,158</u>	<u>222,307</u>	<u>234,456</u>	<u>222,866</u>	<u>204,765</u>	<u>234,290</u>	<u>212,127</u>	<u>215,382</u>	<u>214,525</u>	<u>208,442</u>
Total direct rate per megawatt hour.....	\$ 60.45	\$ 60.46	\$ 61.25	\$ 61.87	\$ 67.25	\$ 82.24	\$ 94.75	\$ 95.95	\$ 101.85	\$ 102.26

Source: City of Kirkwood Finance Department

CITY OF KIRKWOOD, MISSOURI

WATER SOLD BY TYPE OF CUSTOMER (IN HUNDRED CUBIC FEET)
LAST TEN FISCAL YEARS

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Type of Customer:										
Residential.....	1,067,935	1,032,301	1,110,604	904,757	884,399	953,661	965,730	1,078,098	963,864	917,012
Commercial.....	537,645	518,626	518,681	459,273	392,984	418,779	434,473	482,561	439,534	418,359
Total.....	<u>1,605,580</u>	<u>1,550,927</u>	<u>1,629,285</u>	<u>1,364,030</u>	<u>1,277,383</u>	<u>1,372,440</u>	<u>1,400,203</u>	<u>1,560,659</u>	<u>1,403,398</u>	<u>1,335,371</u>
Total direct rate per hundred cubic feet.....	\$ 2.13	\$ 2.35	\$ 2.36	\$ 2.74	\$ 3.17	\$ 3.12	\$ 3.38	\$ 3.34	\$ 3.43	\$ 3.50

Source: City of Kirkwood Finance Department

CITY OF KIRKWOOD, MISSOURI

TAXABLE SALES BY INDUSTRY
LAST TEN FISCAL YEARS
(in thousands of dollars)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Apparel Stores	\$ 1,237	\$ 1,168	\$ 1,778	\$ 3,954	\$ 2,679	\$ 3,495	\$ 5,887	\$ 13,513	\$ 11,398	\$ 10,420
General Merchandise Stores	6,538	14,930	10,430	50,224	55,077	83,736	95,347	108,340	103,879	8,309
Food Stores	31,712	31,792	33,300	37,092	37,251	38,036	38,195	40,994	41,428	42,282
Eating and Drinking Establishments	33,048	35,267	37,571	46,377	48,539	47,728	48,987	50,192	54,551	56,617
Miscellaneous Retail Stores	41,598	42,840	41,156	37,674	43,359	45,756	48,150	49,093	49,791	53,197
Home Furnishings and Appliances	11,455	12,854	28,510	42,796	13,199	17,186	17,495	19,332	18,927	19,029
Building Material	7,371	7,649	9,303	21,036	44,924	45,171	50,833	48,325	41,891	11,901
Automotive Dealers and Gasoline Service	15,034	16,024	15,062	15,424	15,015	15,323	15,223	14,999	13,158	12,433
Automotive Repair Service and Garages	4,296	5,762	6,163	5,628	5,961	5,733	5,556	5,902	7,065	8,311
Construction-Special Trade Contractors	2,739	3,162	3,181	2,697	2,335	2,328	3,161	3,242	3,896	3,776
Printing, Publishing	1,226	1,143	879	743	584	483	430	360	472	799
Medical Instruments and Supplies	643	1,024	1,184	1,140	854	726	937	745	616	840
Miscellaneous Manufacturing Industry	295	287	125	176	364	318	484	406	303	298
Communication	18,122	19,138	19,679	19,641	21,493	20,660	17,520	14,681	13,591	12,544
Wholesale Trade-Durable Goods	3,168	3,260	3,374	2,227	2,184	2,061	2,428	2,417	2,388	5,564
Wholesale Trade-Nondurable Goods	15,696	9,058	8,173	18,370	21,690	21,843	21,131	18,890	18,004	17,215
Personal Services	1,853	3,347	3,318	3,615	3,079	3,162	2,754	3,089	2,588	2,562
Business Services	2,842	3,276	3,694	3,065	2,205	2,241	2,127	2,168	2,614	3,426
Health Services	549	691	672	837	704	959	901	1,250	1,441	1,680
Miscellaneous Services	13,639	9,965	11,900	8,970	2,807	2,490	2,575	2,826	3,574	2,906
All other industries	80,783	83,116	76,794	61,541	52,397	52,174	55,967	58,171	63,209	53,886
Total	\$ 293,844	\$ 305,753	\$ 316,246	\$ 383,227	\$ 376,700	\$ 411,609	\$ 436,088	\$ 458,935	\$ 454,784	\$ 327,995
City Direct Sales Tax Rate	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%

Source: St. Louis County Department of Revenue and Missouri Department of Revenue

NOTE: Industry categories that contain six (6) or less entities are not reported separately due to confidentiality purposes. Total taxable sales for these industries are reported under "All other industries."

Kirkwood Commons TIF District's taxable sales have been excluded. The Kirkwood Commons TIF district sales tax revenue is shared with other taxing authorities within St. Louis County.

CITY OF KIRKWOOD, MISSOURI

DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
City of Kirkwood Direct Rates:										
General Corporate Sales Tax.....	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Local Option Use Tax.....	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
Capital Improvement Sales Tax.....	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Park and Stormwater Sales Tax.....	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Subtotal Direct Rate.....	<u>2.25</u>									
Overlapping Rates:										
State.....	4.225	4.225	4.225	4.225	4.225	4.225	4.225	4.225	4.225	4.225
St. Louis County Transportation.....	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Mass Transit Tax/Metrolink.....	0.250	0.250	0.250	0.250	0.250	0.750	0.750	0.750	0.750	0.750
St. Louis County Regional Parks & Trails.....	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100
Children's Service Fund.....	-	-	-	-	0.250	0.250	0.250	0.250	0.250	0.250
Emergency Communitons.....	-	-	-	-	-	0.100	0.100	0.100	0.100	0.100
Metro Parks/Arch.....	-	-	-	-	-	-	-	-	-	0.188
Subtotal Overlapping Rate.....	<u>5.075</u>	<u>5.075</u>	<u>5.075</u>	<u>5.075</u>	<u>5.325</u>	<u>5.925</u>	<u>5.925</u>	<u>5.925</u>	<u>5.925</u>	<u>6.113</u>
Total Sales Tax Rate.....	<u>7.325</u>	<u>7.325</u>	<u>7.325</u>	<u>7.325</u>	<u>7.575</u>	<u>8.175</u>	<u>8.175</u>	<u>8.175</u>	<u>8.175</u>	<u>8.363</u>

Source: St. Louis County Department of Revenue and Missouri Department of Revenue

NOTE: Kirkwood has a new development that council approved a 1% transportation development district tax. The development is a one block area in downtown Kirkwood.

CITY OF KIRKWOOD, MISSOURI

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Leasehold Revenue Bonds	Certificates of Participation	Tax Increment Revenue Bonds and Notes	General Obligation Bonds	Capital Leases	Certificates of Participation				
2006	\$ 8,536,041	\$ 8,887,292	\$ -	\$ 14,077,932	\$ -	\$ -	\$ 4,085,000	\$ 35,586,265	4.07%	1,302	
2007	7,765,833	8,298,299	-	10,297,190	-	-	3,876,625	30,237,947	3.46%	1,107	
2008	6,955,625	7,704,306	-	4,687,204	-	-	3,771,039	23,118,174	2.64%	846	
2009	6,065,416	7,095,313	-	4,197,204	-	-	3,665,454	21,023,387	2.40%	769	
2010	4,853,376	6,476,320	-	3,668,000	-	-	9,973,395	24,971,091	2.85%	914	
2011	3,867,260	5,842,327	-	3,168,000	-	-	9,629,345	22,506,932	2.57%	817	
2012	3,491,352	5,193,334	-	2,608,000	-	-	9,280,296	20,572,982	1.62%	747	
2013	3,121,767	-	4,162,100	2,364,000	-	-	9,212,786	18,860,653	1.49%	685	
2014	2,723,139	-	3,428,047	2,090,000	-	1,736,975	8,554,427	18,532,588	1.46%	673	
2015	2,440,000	-	2,766,467	1,781,000	-	1,339,711	11,958,482	20,285,660	1.60%	737	

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

^a Percentage of personal income for Fiscal Years 2002-2011 is based on the U.S. Census Bureau's 2000 Census. See page 123 for personal income and population data.

CITY OF KIRKWOOD, MISSOURI

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	General Obligation Bonds	Less: Amounts Available in Debt Service	Total	Percentage of Estimated Actual Tax Value of	Per Capita ^b
		Fund		Property ^a	
2006	\$ 8,536,041	\$ 2,215,823	\$ 6,320,218	0.22%	\$ 231
2007	7,765,833	2,329,035	5,436,798	0.18%	199
2008	6,955,625	2,267,065	4,688,560	0.13%	172
2009	6,065,416	2,028,054	4,037,362	0.11%	148
2010	4,853,376	1,266,492	3,586,884	0.11%	131
2011	3,867,260	710,576	3,156,684	0.09%	115
2012	3,491,352	716,667	2,774,685	0.09%	101
2013	3,121,767	661,251	2,460,516	0.07%	89
2014	2,723,139	594,276	2,128,863	0.06%	77
2015	2,440,000	474,762	1,965,238	0.06%	71

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

^a Property value data can be found on page 110: Assessed Value and Actual Value of Taxable Property. ^b Population data can be found on page 123: Demographic and Economic Statistics.

CITY OF KIRKWOOD, MISSOURI

LEGAL DEBT MARGIN INFORMATION
(DOLLARS IN THOUSANDS)
LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Assessed valuation.....	<u>\$620,729</u>	<u>\$635,065</u>	<u>\$758,707</u>	<u>\$763,219</u>	<u>\$716,903</u>	<u>\$712,508</u>	<u>\$689,317</u>	<u>\$711,791</u>	<u>\$711,029</u>	<u>\$724,441</u>
Debt limit - 10% of assessed valuation.....	\$ 62,073	\$ 63,507	\$ 75,871	\$ 76,322	\$ 71,690	\$ 71,251	\$ 68,932	\$ 71,179	\$ 71,103	\$ 72,444
Amount of debt applicable to debt limit:										
Total general obligation bonded debt.....	8,536	7,766	6,956	6,065	4,853	3,867	3,491	3,122	2,723	2,440
Less: Amount related to street improvements.....	-	-	-	-	-	-	-	-	-	-
Less: Amount available in debt service fund.....	<u>(2,216)</u>	<u>(2,329)</u>	<u>(2,267)</u>	<u>(2,028)</u>	<u>(1,266)</u>	<u>(711)</u>	<u>(717)</u>	<u>(661)</u>	<u>(594)</u>	<u>(475)</u>
Bonded indebtedness applicable to debt limit.....	<u>6,320</u>	<u>5,437</u>	<u>4,689</u>	<u>4,037</u>	<u>3,587</u>	<u>3,156</u>	<u>2,774</u>	<u>2,461</u>	<u>2,129</u>	<u>1,965</u>
Legal Debt Margin.....	<u>\$ 55,753</u>	<u>\$ 58,070</u>	<u>\$ 71,182</u>	<u>\$ 72,285</u>	<u>\$ 68,103</u>	<u>\$ 68,095</u>	<u>\$ 66,158</u>	<u>\$ 68,718</u>	<u>\$ 68,974</u>	<u>\$ 70,479</u>
Legal debt margin as a percentage of the debt limit.....	89.82%	91.44%	93.82%	94.71%	95.00%	95.57%	95.98%	96.54%	97.01%	97.29%

NOTE: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

^aAmount available in debt service fund.

^bUnder the statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation.

^cThe legal debt margin is the City's available borrowing authority under the statutes of the State of Missouri and is calculated by subtracting the net debt applicable to the legal debt limit from the legal debt limit.

CITY OF KIRKWOOD, MISSOURI

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF MARCH 31, 2015

Governmental Unit	Debt Outstanding ^a	Estimated Percentage Applicable ^b	Estimated Share of Overlapping Debt ^c
St. Louis County.....	\$ 105,615,000	3.18%	\$ 3,358,557
Kirkwood School District			
General obligation bonds.....	30,930,000	57.99%	17,936,307
Leasehold revenue bonds.....	21,170,000	57.99%	<u>12,276,483</u>
Subtotal, Overlapping Debt.....			33,571,347
City of Kirkwood, Direct Debt			
General obligation bonds.....			2,440,000
Certificate of Participation.....			2,766,467
Tax Increment Revenue notes.....			<u>1,781,000</u>
Subtotal, Direct Debt.....			<u>6,987,467</u>
Total Direct and Overlapping Debt.....			<u><u>\$ 40,558,814</u></u>

Source: Bond amounts were provided by the respective taxing districts or publicly available documents. Assessments were provided by the Office of the St. Louis County Collector.

^a Excludes overlapping taxing districts with assessed valuations applicable to the City that are less than 1%.

^b Estimated based on 2013 real and personal property.

^c Excludes lease obligations of overlapping taxing districts and taxing districts whose assessed valuation represents less than 1% of the City's total assessment.

CITY OF KIRKWOOD, MISSOURI

PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	Tax Increment Financing Bonds and Notes						
	Revenue Sources				Debt Service		
	Property Tax	Sales Tax	Business License Revenue	Total Available Revenue	Principal	Interest	Coverage
2006	\$ 1,665,841	\$ 2,806,755	\$ 198,685	\$ 4,671,281	\$ 3,675,000	\$ 682,267	1.07
2007	1,557,119	2,642,021	187,493	4,386,633	3,834,000	666,247	0.97
2008	1,395,068	1,358,561	186,271	2,939,900	5,985,000	496,623	0.45
2009	404,165	418,445	183,805	1,006,415	490,000	386,690	1.15
2010	326,916	314,685	183,826	825,427	529,204	350,394	0.94
2011	350,119	344,600	177,368	872,087	500,000	290,605	1.10
2012	39,764	325,303	171,067	536,134	560,000	250,268	0.66
2013	-	318,398	165,348	483,746	244,000	216,530	1.05
2014	-	268,421	193,282	461,703	274,000	195,495	0.98
2015	-	306,723	192,311	499,034	309,000	170,638	1.04

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

CITY OF KIRKWOOD, MISSOURI

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

Year	Population	Personal Income (thousand of dollars)	Per Capita Personal Income	Median Age ^a	Education Level		School Enrollment	Unemployment Rate
					High School Graduate (%)	Bachelor's Degree or Higher (%)		
2005	27,324	\$ 874,696	\$ 32,012	41.0	42.7%	51.5%	4,995	3.5%
2006	27,324						4,995	3.0%
2007	27,324						4,975	3.9%
2008	27,324						5,026	5.9%
2009	27,324						5,000	7.5%
2010	27,540						5,083	8.7%
2011	27,540						5,132	5.1%
2012	27,540						5,554	6.3%
2013	27,540						5,608	4.7%
2014	27,540	\$ 1,266,675	\$ 45,994		96.0%	59.4%	5,595	5.6%

Source: U.S. Census Bureau of Labor Statistics, *2007-2011 American Community Survey, 5-Year Estimates* and Kirkwood School District

^aMedian age was not available.

CITY OF KIRKWOOD, MISSOURI

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	Product or Service	2015		2006	
		Employees	Rank	Employees	Rank
Kirkwood School District R-7.....	Education	687	1	649	2
Junior College District of St. Louis, St. Louis County Missouri.....	Education	372	2	509	4
The Lutheran Church-Missouri Synod.....	Church Headquarters	354	3	554	3
City of Kirkwood.....	City Government	275	4	256	7
Ashfield Active Living and Wellness.....	Retirement Residence	168	5	-	
Wal-Mart.....	Retail	134	6	400	5
Shop 'n Save Supermarket.....	Retail Grocer	126	7	275	6
St. Agnes Home.....	Long-Term Care	93	8	85	10
Lowe's.....	Retail	81	9	200	8
Schnuck Markets, Inc.....	Retail Grocer	80	10	-	
St. Joseph Hospital.....	Health Care	-	-	961	1
Target.....	Retail	*	-	190	9
Total.....		<u>2,370</u>		<u>4,079</u>	

Source: Office of the Chief Administrative Officer

Note: Percentage of total city employment column has been omitted for both 2015 and 2006 because accurate information is unavailable.

* Target has historically ranked around the 5th to 7th major employer but has made it a policy decision not to disclose this information.

CITY OF KIRKWOOD, MISSOURI

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General government:										
City clerk.....	1.0	1.0	1.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Administration.....	4.3	4.3	4.3	4.3	4.3	4.3	4.3	4.3	4.3	4.3
MIS ^a	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	6.0
Personnel.....	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Community development.....	-	-	-	-	-	-	-	-	-	-
Finance ^b	7.5	7.5	7.5	7.5	7.5	7.5	7.5	8.0	8.0	8.0
Municipal court.....	2.0	2.0	2.0	2.0	2.0	2.0	2.5	2.5	2.8	3.0
Special Business District.....	2.6	2.6	2.6	2.6	2.6	2.6	2.3	2.6	2.6	2.6
Purchasing.....	3.5	3.8	3.0	3.8	4.3	4.3	4.5	4.5	3.5	4.5
Engineering ^c	4.0	4.0	3.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Building maintenance.....	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Building commissioner.....	9.6	9.6	8.3	8.0	8.0	7.0	7.2	7.3	7.5	7.7
Police.....										
Commissioned Officers.....	53.0	53.0	52.0	56.0	58.0	59.0	60.0	60.0	60.0	62.0
Civilians.....	8.0	13.5	13.5	14.0	11.8	13.3	13.0	13.0	13.7	14.0
Fire:										
Officers, firefighters, and EMS.....	41.0	41.0	46.0	45.0	46.0	46.0	46.0	46.0	44.0	46.0
Civilians.....	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Streets.....	17.0	11.0	13.0	14.0	13.0	13.0	12.0	12.0	13.0	12.0
Parks.....	12.0	12.5	11.5	10.8	12.7	12.3	12.3	12.5	13.0	13.0
Recreation.....	18.0	25.3	18.7	18.8	17.5	18.8	17.0	17.0	17.0	17.0
Electric.....	18.5	20.5	22.0	21.0	21.0	21.0	21.0	21.0	21.0	22.0
Water.....	18.5	12.5	13.0	15.0	16.0	18.0	17.0	18.0	17.0	18.0
Sanitation ^d	16.8	20.0	18.6	19.0	20.6	17.8	16.0	17.8	16.8	14.9
Workers compensation.....	1.0	-	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Fleet services.....	6.8	6.8	6.8	6.8	7.3	7.3	7.0	7.0	7.0	7.0
Total.....	<u>256.1</u>	<u>261.9</u>	<u>258.8</u>	<u>267.5</u>	<u>271.6</u>	<u>273.2</u>	<u>268.6</u>	<u>272.5</u>	<u>270.2</u>	<u>275.5</u>

Source: City of Kirkwood Finance Department

^aEffective FY2000 GIS technician position included in MIS is funded by the Water Fund.

^bOffice manager, (2) utility billing clerks, and customer service representative included in Finance are funded equally by the Electric, Water, and Sanitation Funds.

^cDirector of Public Works included in Engineering is funded 40% by Sanitation.

^dCustomer service assistant included in Sanitation is funded 33-1/3% by Fleet Services until Fiscal Year 2012.

CITY OF KIRKWOOD, MISSOURI

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government:										
Business/Liquor Licenses Issued.....	1,084	1,082	1,050	1,067	1,054	1,096	1,056	1,110	1,046	1,140
AP Checks Issued.....	5,403	5,278	5,453	5,455	4,875	4,754	4,838	4,466	3,994	3,994
Electronic Vendor Payments Processed.....	-	-	-	-	419	600	571	536	963	1,840
Payroll Checks Issued.....	170	140	165	147	128	122	125	42	28	12
Purchasing:										
Purchase Orders Issued.....	546	579	673	828	865	884	989	998	1,013	1,019
Invoices Processed.....	2,255	1,699	1,465	1,928	1,973	2,325	2,297	2,371	2,582	2,744
Formal Bids.....	45	54	78	54	93	100	187	197	212	218
Engineering:										
Concrete Street Replacement (Square Yds).....	6,580	6,800	7,171	7,293	13,226	13,570	16,499	20,385	17,978	12,516
Asphaltic Concrete Overlays (Tons).....	3,235	5,480	10,770	6,247	9,464	124,227	8,667	46,320	6,594	-
Planning & Zoning Applications including										
Performance Guarantee Administration.....	41	37	26	25	22	20	31	22	27	26
Excavation Deposits.....	268	302	253	84	141	148	162	200	225	296
Sewer Lateral Insurance Applications.....	123	141	144	144	94	140	120	141	174	165
Single Family Site Plan Reviews.....	75	69	58	30	25	19	28	41	52	66
Building Maintenance:										
Work Orders Completed.....	266	276	370	499	525	812	491	726	614	675
Building Commissioner:										
Cost Recovery Rate.....	162%	134%	156%	109%	92%	143% ^c	130%	108%	116%	130%
Permits Issued:										
Building.....	2,933	2,665	2,600	2,162	1,952	1,943	1,994	676	2,371	3,110
Occupancy.....	1,396	1,303	1,517	1,331	1,461	1,517	1,544	1,471	1,477	1,528
Inspections Performed:										
Construction.....	7,804	6,383	7,229	5,862	5,079	4,755	5,267	5,532	6,339	8,525
Re-Occupancy.....	3,024	2,776	2,809	2,429	2,856	3,026	3,049	2,746	2,490	2,586
Board of Adjustment Cases.....	60	39	60	24	14	19	25	27	33	44
Architectural Review Cases.....	76	57	66	68	43	57	49	204	216	247
Police:										
Number of Calls.....	21,424	21,877	21,495	20,712	18,442	18,451	20,893	22,929	22,730	24,223
Number of Code Violation Complaints.....	1,701	1,946	1,948 ^b	1,011	2,578	2,999	1,694	2,109	1,461	1,773

CITY OF KIRKWOOD, MISSOURI

OPERATING INDICATORS BY FUNCTION/PROGRAM (CONTINUED)
LAST TEN FISCAL YEARS

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Fire:										
Number of Calls.....										
Fire.....	1,038	1,454	1,282	1,305	1,170	1,234	1,317	1,096	1,088	1,162
EMS.....	1,818	2,036	2,185	2,236	2,207	2,180	2,703	2,568	2,625	2,840
Percentage of "At Risk" Property Saved.....	97.52%	97.91%	96.34%	97.55%	95.71%	93.24%	97.74%	98.98%	98.80%	98.46%
Streets:										
Maintenance - Asphaltic Concrete (Tons).....	1,314	768	541	426	866	15,462	440	424	387	597
Maintenance - Crack Seal after FY2003 (Pounds).....	15,145	10,656	-	1,332	4,107	2,143	4,847	4,551	6,750	999
Ground/Forestry Maintenance (Hours).....	3,343	5,499	2,336	3,269	3,053	4,137	4,804	5,067	5,021	4,642
Snow Removal:										
Salt Used (Tons).....	791	2,375	3,598	1,548	1,920	3,413	919	1,206	3,008	1,120
Labor (Hours).....	528	1,437	2,122	1,490	1,163	1,809	469	1,173	2,031	993
Parks:										
Park Maintenance Cost per Acre.....	\$ 2,734	\$ 2,916	\$ 3,072	\$ 3,493	\$ 3,617	\$ 3,719	\$ 3,739	\$ 3,941	\$ 4,108	\$ 4,075
Recreation:										
Aquatic Facility Attendance.....	76,947	73,934	75,283	71,812	62,995	74,014	67,519	61,754	55,048	66,132
Ice Rink Facility Attendance.....	28,422	26,732	24,982	26,073	28,383	27,623	33,734	37,528	41,675	41,675
Cost Recovery Rate.....	91%	90%	87%	86%	90%	85%	84%	87%	84%	84%
Electric:										
Number of Customer Accounts:										
Residential.....	8,960	8,956	8,825	8,832	8,948	8,804	8,763	8,878	8,790	8,872
Commercial.....	1,088	1,095	1,354	1,317	1,405	1,349	1,259	1,276	1,263	1,268
Personnel Cost/Customer Accounts.....	\$ 146	\$ 158	\$ 176	\$ 167	\$ 174	\$ 185	\$ 188	\$ 196	\$ 200	\$ 209
Distribution Cost Per Circuit Line Mile.....	\$ 5,868	\$ 12,737 ^a	\$ 13,097	\$ 13,555	\$ 11,490	\$ 11,552	\$ 18,088	\$ 20,475	\$ 19,738	\$ 20,218
Water:										
Number of Customer Accounts:										
Residential.....	9,392	9,513	9,497	9,468	9,633	9,465	9,252	9,470	9,444	9,488
Commercial.....	816	825	830	828	836	831	801	832	820	830
Personnel Cost/Customer Accounts.....	\$ 125	\$ 127	\$ 98	\$ 120	\$ 124	\$ 137	\$ 144	\$ 135	\$ 132	\$ 139

CITY OF KIRKWOOD, MISSOURI

OPERATING INDICATORS BY FUNCTION/PROGRAM (CONTINUED)
LAST TEN FISCAL YEARS

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Sanitation:										
Number of Customer Accounts										
Residential.....	9,344	9,259	9,297	9,247	9,275	9,338	9,324	9,325	9,187	9,167
Commercial.....	156	152	151	145	144	150	144	150	167	223
Personnel Cost/Customer Accounts.....	\$ 119	\$ 103	\$ 114	\$ 124	\$ 122	\$ 121	\$ 117	\$ 115	\$ 110	\$ 102
Material Collected:										
Recycling Material Collected (Tons).....	3,534	3,765	3,850	3,096	2,733	2,929	4,163	4,162	4,203	4,238
Waste Disposal (Tons).....	10,744	10,622	10,082	9,228	8,923	8,378	6,974	6,737	7,071	7,944
Landfill Diversion Rate (% Recycled/Total).....	25%	26%	28%	25%	23%	26%	37%	38%	37%	41%
Yard Waste (Cubic Yards).....	7,135	9,054 ^e	6,155	7,724	6,955	7,034	7,814	6,437	7,748	7,587
Workers Compensation:										
Number of Claims.....	41	47	92	52	31	21	15	43	38	30
Average Cost per Claim.....	\$ 32,376	\$ 23,420	\$ 14,415	\$ 15,936	\$ 24,580	\$ 12,459	\$ 5,511	\$9,648	\$12,190	\$6,166
Fleet Services:										
Average Age of Vehicles.....	6.5	7.0	6.9	9.7	8.4	6.2	6.2	6.1	6.3	6.7
Maintenance Cost per Vehicle.....	\$ 5,925	\$ 5,363	\$ 6,139	\$ 6,339	\$ 5,827	\$ 6,115	\$ 6,139	\$ 7,084	\$ 5,720	\$ 5,608

Source: Various city departments

* Data not available.

^aThree major storms during FY2007 contributed to increase in Electric distribution cost per mile and Sanitation yard waste.

^bBeginning Fiscal Year 2008, code enforcement was transferred from the Building Commissioner's Department to the Police Department.

^cIncludes permit for Aberdeen of \$282,456

CITY OF KIRKWOOD, MISSOURI

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Government:										
Vehicles.....	2	2	2	2	2	2	2	2	2	1
Purchasing:										
Vehicles.....	1	1	1	1	2	2	1	1	1	1
Engineering:										
Vehicles.....	3	3	3	3	4	3	3	3	3	3
Building Maintenance:										
Vehicles.....	2	2	2	4	3	2	2	2	3	3
Building commissioner:										
Vehicles.....	5	5	4	4	4	4	4	4	4	4
Police:										
Stations.....	1	1	1	1	1	1	1	1	1	1
Vehicles.....	27	27	23	25	29	27	28	29	29	31
Fire:										
Stations.....	3	3	3	3	3	3	3	3	3	3
Vehicles.....										
Pumpers.....	3	3	4	4	4	4	3	3	4	4
Aerial Ladder.....	2	2	1	1	1	1	1	1	1	1
Ambulance.....	2	2	2	2	4	4	4	4	4	4
Hazmat/Rescue/Utility.....	2	2	2	2	2	2	2	2	5	5
Command Vehicles.....	4	4	4	4	4	4	4	4	4	3
Streets:										
Miles of Streets.....	109	109	109	109	109	109	221	221	221	221
Miles of Sidewalks.....	111	111	111	111	111	111	111	111	111	111
Vehicles.....	21	21	21	19	22	21	21	20	21	21
Parks and Recreation:										
Acres of Parks.....	305	305	309	325	325	326	330	330	330	330
Community Center.....	1	1	1	1	1	1	1	1	1	1
Outdoor Amphitheater.....	1	1	1	1	1	1	1	1	1	1
Aquatic Facility.....	1	1	1	1	1	1	1	1	1	1
Enclosed Ice Rink.....	1	1	1	1	1	1	1	1	1	1
Ball Diamonds.....	8	8	8	8	8	8	8	8	8	7
Tennis Courts.....	10	10	10	10	10	10	10	10	10	9
Handball Courts.....	2	2	2	2	2	2	2	2	2	2
Pickleball Courts.....	-	-	-	-	-	-	-	-	-	1

CITY OF KIRKWOOD, MISSOURI

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM (CONTINUED)
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Parks and Recreation (Continued):										
Vehicles.....	12	12	12	12	16	14	14	12	13	16
Electric:										
Substations.....	6	6	6	6	6	6	6	6	6	6
Miles of Line.....	132	132	132	132	132	132	132	132	132	132
Street Lights.....	2,316	2,316	2,316	2,316	2,316	2,316	2,316	2,316	2,316	2,316
Traffic Lights.....	121	121	121	121	121	121	121	121	121	121
Vehicles.....	13	13	12	12	12	14	14	16	16	16
Water:										
Water Treatment Plant ^a	1	-	-	-	-	-	-	-	-	-
Pumping Stations.....	3	6	6	6	6	6	6	6	6	6
Inter Connect Valves.....	-	2	2	2	2	2	2	2	2	2
Miles of Water Line.....	135	135	135	135	135	135	135	135	135	135
Vehicles.....	16	16	14	14	17	15	15	15	14	16
Sanitation:										
Collection Trucks.....	8	8	8	8	8	8	8	8	12	10
Other Vehicles.....	4	4	4	4	6	4	4	4	6	5
Recycling Equipment.....	4	4	4	4	4	4	4	4	4	4
Fleet Services:										
Vehicles.....	4	4	4	4	2	5	4	4	3	3

Source: Various city departments

^aWater department ceased treating water during FY2007 and the treatment plant was dismantled.