CITY OF ST. PETERS, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED SEPTEMBER 30, 2007

Report issued by the Office of Administration

Timothy M. Wilkinson
Assistant City Administrator

Beth A. French
Director of Finance

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March 27, 2008

To the Citizens of the City of St. Peters, Missouri:

The comprehensive annual financial report of the City of St. Peters, Missouri (City) for the fiscal year ended September 30, 2007, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Management of the City is responsible for establishing and maintaining internal controls designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

In addition, state statutes require an annual audit by independent certified public accountants. The accounting firm of Schowalter & Jabouri, P.C. was retained by the City. The independent auditors' report on the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component unit, and the aggregate remaining fund information is included in the financial section of this report.

City of St. Peters • P.O. Box 9 • One St. Peters Centre Blvd • St. Peters, Missouri 63376 • 636.477.6600 • stpetersmo.net

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of St. Peters' MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The City of St. Peters, incorporated in 1910, is a fourth class city located in St. Charles County, Missouri. The City currently occupies a land area of 22.3 square miles and services a population of approximately 58,000. The City is traversed by Interstate 70 which provides direct access to St. Louis, approximately 20 miles east of the City, and to Kansas City, approximately 220 miles west of the City. Regularly scheduled air passenger and freight service is available at Lambert St. Louis International Airport located approximately 12 miles east of the City on Interstate 70. Commercial air service is available at two private airports within St. Charles County and at a public airport operated by St. Charles County. Barge service is available on the Mississippi River located approximately 5 miles from St. Peters. The City is served by two railroads; the Norfolk & Southern and the Burlington-Northern, and three common-carrier truck lines.

The legislative body of the City is the Board of Aldermen, which is comprised of eight aldermen and a mayor. Two aldermen are elected from each of the City's four wards and serve four-year terms. The Mayor, elected at large to serve a four-year term, is the presiding officer of the Board of Aldermen. The Mayor may vote in the event of a tie vote by the Board of Aldermen. Additionally, the Mayor has veto power. A city administrator is appointed by the Mayor with the advice and consent of the Board of Aldermen. The city administrator is the chief assistant to the Mayor and is responsible for the day-today management of the City's business and staff. The city administrator is also responsible for the employment and discharge of City employees under policies established by the Board of Aldermen. In addition, the City has an assistant city administrator who is appointed by the Mayor with the advice and consent of the Board of Aldermen.

The City has several advisory boards and committees composed of citizens appointed by the Mayor with the advice and consent of the Board of Aldermen. The advisory boards and committees include, among others, e-Government Advisory Committee; TIF Commissions; Personnel Review Board; the Parks, Recreation and Arts Advisory Board; Historical Commission; the Cable Advisory Board; Golf Citizens Monitoring Committee; Outpatient Surgical Treatment Center Medical Review Board; Solid Waste Environmental Issues Advisory Board; St. Peters Youth Council; and the Mayor's Beautification Committee. In addition, the Mayor, with the advice and consent of the Board of Aldermen, appoints citizens to other boards and

commissions which have responsibility for governmental functions relating to zoning and building codes. These boards and commissions are the Planning and Zoning Commission, the Board of Adjustment, and the Board of Appeals.

The City has approximately 502 full-time equivalent employees and provides a full range of services, including police protection; the construction and maintenance of roads, bridges and other infrastructure within the City; programs to assist low to moderate income residents; storm water control programs; and recreational activities and cultural events. In addition, the City provides water and sewer services, solid waste collection, and operates a solid waste transfer facility and recycling center.

Annually, the City's long-range Capital Improvement Plan for the General Fund, Recreation Fund, Local Parks and Storm Water Fund, Old Town Levee Special Allocation Fund, Transportation Trust Fund, Central Materials Processing Fund, Solid Waste Fund, and Water/Sewer Fund is re-evaluated and updated. The Mayor, Board of Aldermen, City Administrator and Assistant City Administrator work together to set the goals, which are based upon input from citizens, the Mayor and Board of Aldermen and City staff, for the City of St. Peters for the upcoming fiscal year. A Capital Improvement Plan is then approved and serves as the blueprint for the preparation of future budgets.

Incorporating the Capital Improvement Plan, the City Administrator prepares an annual budget for the General, Special Revenue, and Debt Service Funds for the fiscal year commencing the following October. In addition, budgets for the Central Materials Processing, Solid Waste, and Water Sewer Funds are prepared on a basis similar to that of the general governmental funds in order to better manage these funds. Expenditures may not legally exceed appropriation at the fund level.

After a proposed budget is prepared, it is submitted to the Board of aldermen for review. The Board of Aldermen may revise, alter, increase or decrease the items contained in the proposed budget, provided that total authorized expenditures from any fund do not exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year. Following public hearings on the proposed budget, the annual operating budgets are approved though the adoption of the budget ordinance by the affirmative vote of a majority of the members of the Board of Aldermen and approval by the Mayor on or before September 1 of the preceding budget year. If the budgets have not been passed and approved on or before the last day preceding the budget year (September 30), the budgets and appropriations for the current fiscal year shall be deemed to be re-budgeted and re-appropriated for the budget year until a new budget is adopted and approved.

The City Administrator is authorized to transfer part, or all, of any unexpended balance among any departments within a given fund. If it is determined that the original budgeted revenues and expenditures need to be increased or decreased, the Board of Aldermen may, by ordinance, make such changes in budgeted revenues and expenditures so long as the total budgeted expenditures do not exceed the amount of budgeted revenues plus beginning unencumbered fund balance. If it appears probable that revenues available will be insufficient to meet the amount appropriated, the Board of Aldermen may, by ordinance, reduce one or more appropriations.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's Board of Aldermen. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts do not lapse at year-end. All encumbrances are supported by either a purchase order or a contract.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy

The City's diversified economy and commercial growth is attributable to its transportation network, central location in the United States, and expanding resources of labor and materials. Residential growth has been considerable as an outgrowth of expanded employment opportunities in the area. At the same time, the City continues to grow as a suburban community.

The City currently has approximately 2,556 business establishments, which is an increase of approximately 4% from the prior year. There are several major shopping corridors in St. Peters and the City serves as a shopping hub to surrounding communities located throughout St. Charles County. The City's retail service area encompasses an estimated 30-mile radius with a population of approximately 350,000 in the 10-mile radius immediately surrounding the City.

The largest shopping center in St. Peters, Westfield Shoppingtown Mid Rivers (the "Mall"), is also the largest shopping center in St. Charles County. The approximately 1,000,000 square feet Mall opened in 1987. The mall has four anchors including J.C. Penney, Sears, Macy's and Dillards.

Due to these factors, over the past the City has been able to reduce the property tax rate from $1.85 per hundred dollars of valuation in 1970 to 80 cents per hundred dollars of valuation (55 cents in the General Fund and 25 cents in the Debt Service Fund) without cutting any City services. The assessed valuation for the City of St. Peters continues to increase and revenues received during the 2007 fiscal year were based upon $998,541,542 of assessed valuation.

The population of St. Peters is younger than the national average and of the state of Missouri. The median age of the population in 2000 was 34.2 years compared to 36.1 years for Missouri. Approximately 37% of St. Peters' residents are under the age of 25 years. Older adults, 65 years and above, comprise 7.8% of the population.

According to statistics from the United States Bureau of Census, in 2000, the City's civilian labor force was 28,956. The total number of people that were unemployed was 619, which was an unemployment rate of 2.1%. The City's unemployment rate compared favorably to St. Charles County which had an unemployment rate of 2.8%.

In addition, St. Peters' residents over the age of three enrolled in school totaled 15,841. The percentage of the City's adult population who graduated from high school was 91.4% and 27.2% of the population obtained a bachelor's degree or higher. This compares favorably to the State of Missouri which had a population graduated from high school of 81.3% and a population obtaining a bachelor's degree or higher of 21.6%.

Cash Management

Cash on hand during the year was invested in demand deposits, money market funds, certificates of deposit, and obligations of the U.S. Treasury. The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Most City investments are in instruments that have a maturity of less than one year. This is necessary because surplus funds must be available for the next fiscal year should the Board of Aldermen decide to appropriate these monies. All City deposits and investments are either insured by federal depository insurance, collateralized, or held by the counterparty's trust department or agent in the City's name. Acceptable collateral are obligations of the U. S. Treasury, U. S. government agencies, State of Missouri, and local governments in Missouri with populations greater than 400,000. The City's primary investment risk is "Reinvestment Risk". This is the risk that the City's short-term investments may be reinvested at lower yields upon maturity.

Risk Management

Since July 1998 the City has had self-insurance for its general liability, property and workmen's compensation claims. The self-insurance program is administered through a structured program involving a major broker and third party claims administrator.

Losses are limited through the purchase of umbrella insurance policies, which limit losses at the individual claim level and at an annual aggregate of all claims combined for a year. Prior to 1998 the City participated in a self-insurance pool with other Missouri municipalities.

OTHER INFORMATION

Certificate of Achievement Award

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of St. Peters for our Comprehensive Annual Financial Report for the fiscal year ended September 30, 2006. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The City of St. Peters has received this prestigious award since 1991. We believe this report continues to conform to the Certificate of Achievement Program requirements. Since the Certificate of Achievement is valid for a period of one year only, we will be submitting this report to the GFOA for their review.

Acknowledgments

The preparation of the Comprehensive Annual Financial Report 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 my sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership, interest, and support of the Mayor, Board of Aldermen, City Administrator, and Assistant City Administrator preparation of this report would not have been possible. In addition, I commend the dedicated efforts of Rita Westerson, Accounting Manager, and the finance department personnel for their efforts in preparation of this report.

Respectfully submitted,

Beth French

Beth A. French
Director of Finance

City of St. Peters, Missouri

Mayor
Len Pagano

Aldermen

Ward I
John "Rocky" Reitmeyer
Dave Thomas

Ward II
Jerry Hollingsworth
Judy Bateman

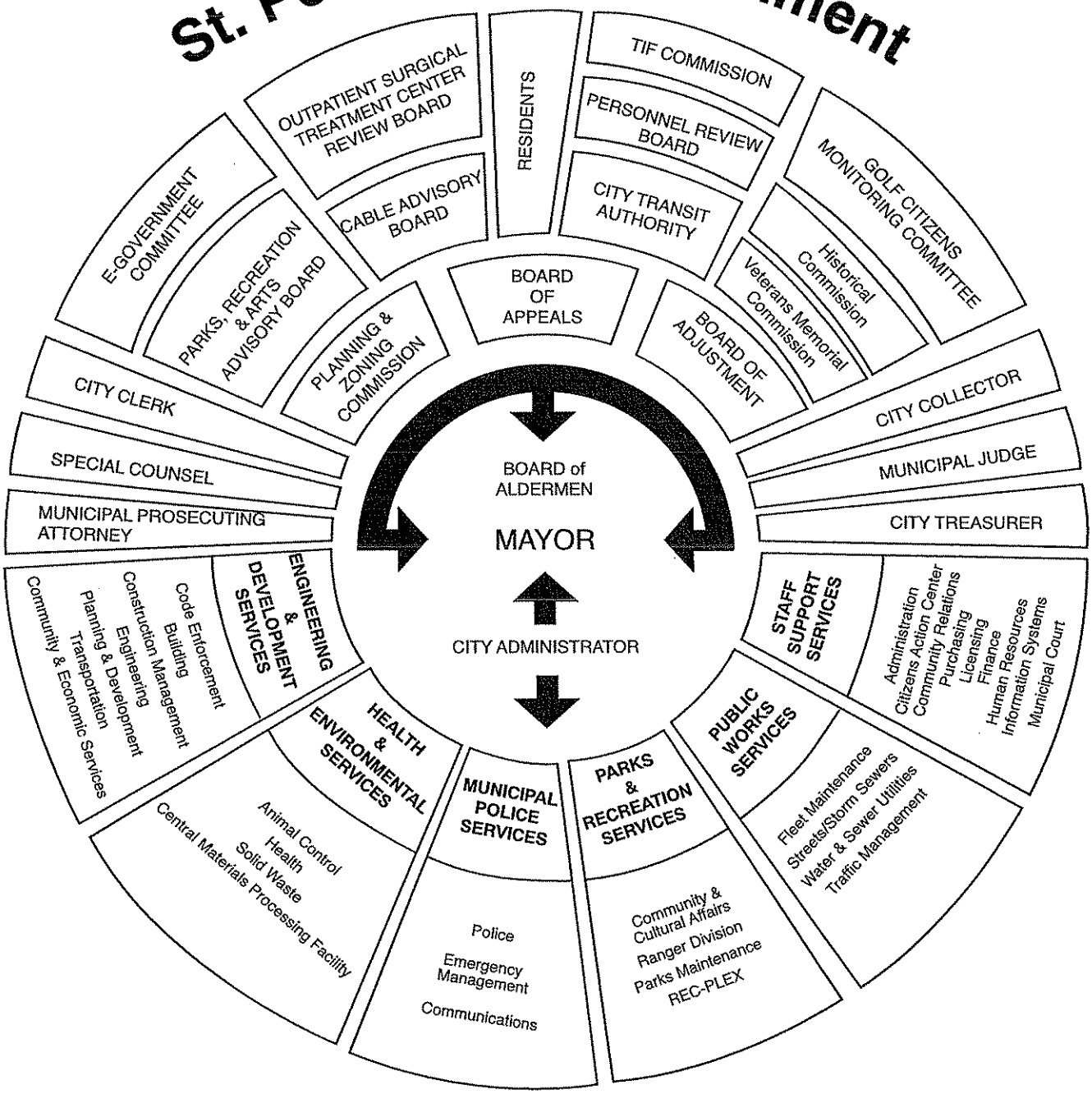
Ward III
Gus Elliott
Vacant

Ward IV
Patrick Barclay
Don Aytes

City Administrator
William P. Charnisky

Assistant City Administrator
Timothy M. Wilkinson

Organizational Structure
St. Peters City Government



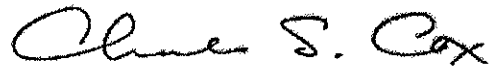
Certificate of Achievement for Excellence in Financial Reporting

Presented to

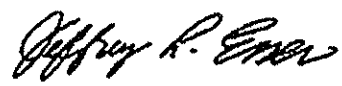
City of St. Peters
Missouri

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President



Executive Director

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Financial Section

City of St. Peters

SCHOWALTER & JABOURI, P.C.

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Independent Auditors' Report

The Honorable Mayor and
Members of the Board of Aldermen
City of St. Peters, Missouri

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of City of St. Peters, Missouri, as of and for the year ended September 30, 2007, which collectively comprise the City of St. Peters, Missouri's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City of St. Peters, Missouri's management. 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. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of City of St. Peters, Missouri, as of September 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards,* we have also issued our report dated March 27, 2008 on our consideration of the City of St. Peters, Missouri's internal control over financial reporting and 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* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 17 and the Budgetary Comparison Information on pages 64 through 68 and the Pension related required supplementary information on page 69, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of St. Peters, Missouri's basic financial statements. The introductory section, the combining and individual fund financial statements and schedules - other supplementary information and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken 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 express no opinion on them.

Schowalter & Jabouri, P.C.
SCHOWALTER & JABOURI, P.C.

St. Louis, Missouri
March 27, 2008

Management's Discussion and Analysis

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This section of the City of St. Peters's annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended on September 30, 2007. Please read this section in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities (net assets) at the end of the fiscal year by approximately $321.7 million. Net assets is comprised of: $268.9 million invested in capital assets, net of related debt; $23.3 million restricted for capital projects, debt service and other purposes; $17.9 million unrestricted and available for governmental purposes; and $11.6 million unrestricted and available for the City's business-type activities.

- The City's total net assets increased approximately $6.4 million over the course of this year's operations. Governmental activities increased by $5.8 million, and business-type activities increased by approximately $600,000.

- The assessed valuation for real estate and personal property (excluding the City's Special Districts) increased by $29.1 million or 3% during fiscal year 2007. In the Special Districts, assessed valuation for real estate and personal property increased $1.5 million or 4%.

- The City retained a property tax rate 80 cents per $100 of assessed valuation.

- During the fiscal year the City had a prior period adjustment that decreased governmental net assets by $16.8 million and increased business-type net assets by $13.9 million, of which $14 million was related to the change in accounting for the recreation fund from a governmental fund to an enterprise fund. They City also corrected several capital asset balances.

- The City issued Certificate of Participation bonds (COPS) in the amount of $23.1 million (tax-exempt) and $1.525 million (taxable) during the fiscal year. Part of the proceeds related to this bond issue was used to refund $3.095 million of outstanding 1998 Leasehold Revenue Bonds and the remaining proceeds were used to renovate the City's REC-PLEX and construct an additional recreation facility adjacent to the REC-PLEX which includes two additional ice skating rinks, two gymnasiums and space for a high intensity training center.

- Program revenues decreased government-wide by $1 million. Capital grants and contributions decreased $1.7 million from the prior year from decreased dedications and grants related to the public works function of the City.

- General revenue decreased $19.2 million due primarily from the gain on the sale of capital assets. During fiscal year 2006 we received the first payment of $24.6 million resulting in a gain on the sale of assets of $20.3 million. The outstanding balance of $25 million has been recorded as a long-term receivable and as deferred.

OVERVIEW OF THE FINANCIAL STATEMENTS

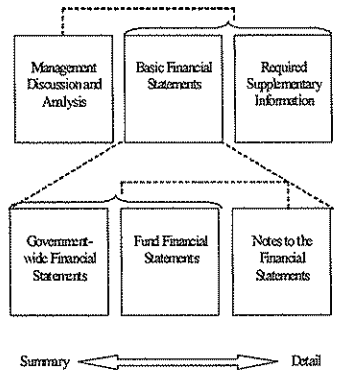
This annual report consists of four parts: management's discussion and analysis (this section); the basic financial statements; required supplementary information; and an optional section that presents schedules for non-major budgeted governmental funds, budget-based schedules for enterprise activities, and statistical information for the City. The basic financial statements include two kinds of statements that present different views of the City.

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.

- The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

  - The governmental funds statements tell how general government services like public safety were financed in the short term as well as what remains for future spending.
  - Proprietary fund statements offer short-and long-term financial information about the activities the government operates like businesses, such as the water and sewer system.

Figure MDA-1
Required Components of the City of St. Peters's Annual Financial Report



The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure MDA-1 shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, we have included a section with combining statements that provide details about our non-major governmental funds which are added together and presented in a single column in the basic financial statements.

Figure MDA-2 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and content of each of the statements.

Figure MDA-2
Major Features for the City of St. Peters Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire City government (except fiduciary Funds) and the City's component units	The activities of the City that are not proprietary or fiduciary, such as police and parks	Activities the City operates similar to private businesses: the waterworks and sanitary sewerage system, the solid waste activities, the City's transfer station and recycling facility (Central Materials Processing Facility), the City's Recreation Fund, and the Public Improvement Corporation
Required Financial Statements	Statement of net assets Statement of activities	Balance Sheet Statement of revenues, expenditures, and changes in fund balances	Statement of net assets Statement of revenues, expenditures, and changes in net assets Statement of cash flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter: no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenue and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenue and expenses during year, regardless of when cash is received or paid

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes *all* of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash was received or paid.

The two government-wide statements report the City's net assets and how they have changed. Net assets—the difference between the City's assets and liabilities—is one way to measure the City's financial health, or position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.

- To assess the health of the City you need to consider additional non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

The government-wide financial statements of the City are divided into two categories:

- *Governmental activities*—Most of the City's basic services are included here, such as the police, public works, parks department, and general administration. Property taxes and sales taxes finance most of these activities.
- *Business-type activities*—The City charges fees to cover the costs of certain services it provides. The City's waterworks and sewerage system, solid waste collections, transfer station and recycling facility, recreation activities, and Public Improvement Corporation are included here.

Financial Analysis Of The City As A Whole

Net Assets

The following table reflects the condensed statements of net assets as of September 30:

Table MDA-3
City of St. Peters's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2006 (Restated)	2007	2006 (Restated)	2007	2006 (Restated)	2007
Current and other assets	$ 69,024,075	$ 69,603,801	$ 21,653,169	$ 26,187,540	$ 90,677,244	$ 95,791,341
Capital assets (net of depreciation)	258,909,769	266,085,049	60,962,062	76,627,321	319,871,831	342,712,370
Total assets	327,933,844	335,688,850	82,615,231	102,814,861	410,549,075	438,503,711
Long-term obligations	31,927,277	32,711,668	25,247,801	42,321,938	57,175,078	75,033,606
Other liabilities	33,699,845	34,830,105	4,393,691	6,920,326	38,093,536	41,750,431
Total liabilities	65,627,122	67,541,773	29,641,492	49,242,264	95,268,614	116,784,037
Net assets						
Invested in capital assets, net of related debt	225,428,492	239,665,381	35,947,229	29,209,873	261,375,721	268,875,254
Restricted	15,950,314	10,613,092	7,122,879	12,758,127	23,073,193	23,371,219
Unrestricted	20,927,916	17,878,604	9,903,631	11,604,597	30,831,547	29,483,201
Total Net Assets	$ 262,306,722	$ 268,157,077	$ 52,973,739	$ 53,572,597	$ 315,280,461	$ 321,729,674

As seen in Table MDA-3, the City's total assets of $438.5 million include $95.8 million in current and other assets and $342.7 million in capital assets. As mentioned earlier, during fiscal year 2007, the City changed the method of accounting for the Recreation Fund which transferred $14 million of previously recorded governmental assets to business-type assets.

Assets increased during the fiscal year by $28 million, the majority of which relates to capital assets from major projects completed during the year, including the renovations to the existing recreational complex and a new 106,000 square foot recreation facility.

The City's total liabilities of $116.8 million include $75 million that is not due or payable in the next fiscal year and $41.8 in other liabilities. The increase in long-term obligations is the result of the $24.625 million COPS bond issue discussed previously offset by debt payments during the year.

Total net assets of approximately $321.7 million is comprised of $268.9 million invested in capital assets, net of related debt; $23.3 million restricted for capital projects, debt service and other purposes; $17.9 million unrestricted and available for governmental purposes and $11.6 million unrestricted and available for the City's business-type activities.

Changes in Net Assets

The City's combined net assets increased by approximately $6.4 million during fiscal year 2007 as a result of the activity shown in Table MDA-4.

Table MDA-4
City of St. Peters's Change in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2006 (Restated)	2007	2006 (Restated)	2007	2006 (Restated)	2007
Revenues						
Program Revenues						
Charges for services	$ 5,303,909	$ 4,366,728	$ 20,548,075	$ 21,954,348	$ 25,851,984	$ 26,321,076
Operating Grants and Contributions	3,623,735	3,813,207	-	-	3,623,735	3,813,207
Capital Grants and Contributions	7,741,588	5,767,781	277,789	559,515	8,019,377	6,327,296
General Revenue						
Property Tax	11,072,324	11,450,752	-	-	11,072,324	11,450,752
Sales Tax	21,017,393	20,978,498	-	-	21,017,393	20,978,498
Other Taxes	3,269,630	3,364,976	-	-	3,269,630	3,364,976
Earnings on Investments	2,176,246	2,095,392	804,057	1,462,516	2,980,303	3,557,908
Gain on Sale of Capital Assets	20,328,060	66,490	202,416	58,019	20,530,476	124,509
Other	1,423,234	2,388,254	-	-	1,423,234	2,388,254
Total revenues	75,956,119	54,292,078	21,832,337	24,034,398	97,788,456	78,326,476
Expenses						
General government	4,414,387	4,101,069	-	-	4,414,387	4,101,069
Administration	4,679,329	4,440,371	-	-	4,679,329	4,440,371
Police	9,626,373	9,814,498	-	-	9,626,373	9,814,498
Municipal court	360,009	369,667	-	-	360,009	369,667
Public Works	11,304,991	17,293,048	-	-	11,304,991	17,293,048
Engineering	2,584,427	2,469,174	-	-	2,584,427	2,469,174
Maintenance	967,257	756,069	-	-	967,257	756,069
Health	582,359	581,024	-	-	582,359	581,024
Parks and recreation	5,384,287	5,517,854	-	-	5,384,287	5,517,854
Community relations	876,912	960,770	-	-	876,912	960,770
Community and arts	256,880	268,835	-	-	256,880	268,835
Interest on long-term debt	2,748,833	2,117,537	-	-	2,748,833	2,117,537
Waterworks/Sanitary Sewer	-	-	8,439,318	8,782,669	8,439,318	8,782,669
Solid Waste	-	-	3,558,062	4,043,387	3,558,062	4,043,387
Public Improvement Corporation	-	-	1,100,309	840,568	1,100,309	840,568
Central Materials Processing Facility	-	-	3,381,029	3,408,096	3,381,029	3,408,096
Recreation	-	-	3,728,628	6,122,627	3,728,628	6,122,627
Total expenses	43,786,044	48,689,916	20,207,346	23,197,347	63,993,390	71,887,263
Increase (decrease) in net assets before transfers	$ 32,170,075	$ 5,602,162	$ 1,624,991	$ 837,051	$ 33,795,066	$ 6,439,213
Transfers	85,000	238,193	(85,000)	(238,193)	-	-
Increase (decrease) in net assets	$ 32,255,075	$ 5,840,355	$ 1,539,991	$ 598,858	$ 33,795,066	$ 6,439,213
Ending Net Assets	262,306,722	268,147,077	52,973,739	53,572,597	315,280,461	321,719,674

For the fiscal year ended September 30, 2007, government-wide revenues totaled $78.3 million. Approximately one-third of all revenues are derived from charges from services and one-forth from sales tax.

Figure MDA-5
City of St. Peters
Sources of Revenue for Fiscal Year 2007

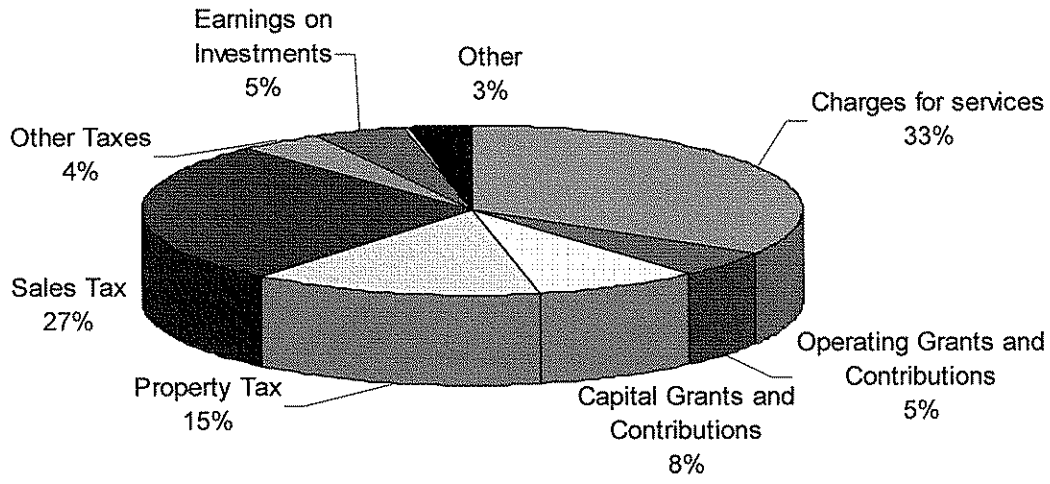
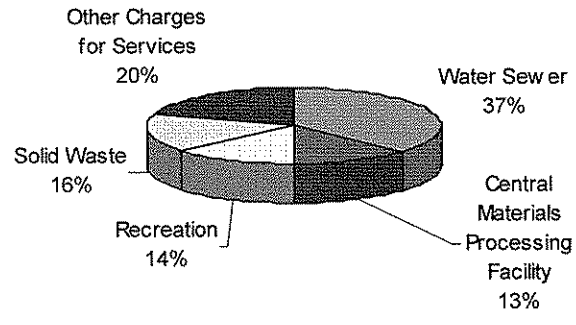


Figure MDA-6
City of St. Peters
Analysis of Charges for Services Revenue

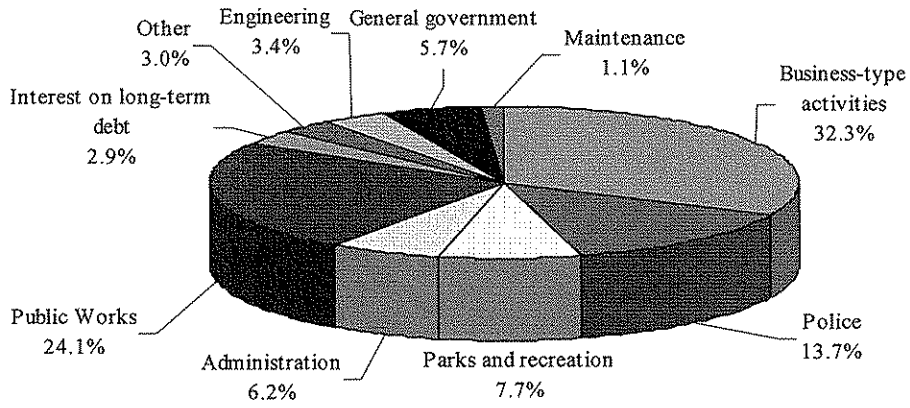


Charges for services are derived from users of the City's programs such as athletic programs at the REC-PLEX, the City's recreational complex, and fees for the users of the City's waterworks and sewerage system and other business–type activities. As seen in Figure MDA-6, the City's water and sewer operations account for over one-third of all charges for services, followed by other charges for services, Solid Waste, Recreation, and the Central Materials Processing Facility (CMPF).

The second largest revenue source for the entire city is sales tax, which during the 2007 fiscal year equaled $20.1 million. The City of St. Peters has a 1% sales tax to fund general governmental activities, a .5% sales tax that funds the City's transportation activity (road construction and maintenance) and a .1% sales tax for park and storm water activities. In addition, the City has three Tax Increment Financing Districts and sales tax received for these districts is restricted to funding activities within the respective area.

The total cost of all programs and services increased by 11% citywide to a total of 71.9 million during fiscal year 2007. The City's expenses cover a range of services including parks and recreation, law enforcement, administration and public works. Approximately 32% of all city expenses during the 2007 fiscal year is related to business-type activities.

Figure MDA-7
City of St. Peters
Functional Expense for Fiscal Year 2007



Governmental Activities

Revenues for the City's governmental activities total $54.3 million, of which approximately 39% is sales tax, 21% is property tax and 8% is charges from services. Expenses for the City's governmental activities total $48.7 million. These changes, along with transfers in, result in an increase in net assets for the fiscal year of $5.85 million.

Figure MDA-8 presents the cost of each of the City's largest programs as well as the program's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

As stated earlier, the cost of all governmental activities this year was $48.7 million; however, the amount that our taxpayers paid for these services through City taxes was $34.7 million. The remaining cost was related to programs that charge those who directly benefit ($4.4 million) and from grants and contributions ($9.6 million). The City paid for the $34.7 million "public benefit" portion with taxes, interest income and other revenues.

Figure MDA-8
Net Cost of City of St. Peters's
Governmental Activities

	Total Cost of Services	Net Cost of Services
Administration	$ 4,440,371	$ 4,440,371
Engineering	2,469,174	2,469,174
General government	4,101,069	1,962,282
Interest on long-term debt	2,117,537	2,117,537
Other	2,936,365	2,703,712
Parks	5,517,854	5,297,501
Police	9,814,498	6,459,638
Public Works	17,293,048	9,291,985
	$ 48,689,916	$ 34,742,200

Charges for services related to governmental activities decreased $937,000. This change is primarily due to a $351,000 decrease in license and permit revenue related to an annual hotel and public boarding house license fee that the City is no longer assesses and a $410,000 decrease in court fines and costs.

The assessed valuation for real estate and personal property (excluding the City's Special Districts) increased by $29.1 million or 3% during fiscal year 2007. In the Special Districts, assessed valuation for real estate and personal property increased $1.5 million or 4%.

As previously mentioned, sales tax remained consistent with the prior year and the assessed valuation for real estate and personal property (excluding the City's Special Districts) increased by $29.1 million or 3% during fiscal year 2007. In the Special Districts, assessed valuation for real estate and personal property increased $1.5 million or 4%.

Governmental capital and operating grants and contributions decreased by $1.8 million relating primarily to the reduction in dedicated assets of $1.6 million with the remaining balance due to a reduction in the amount of grants received for various road projects during the year.

General governmental expense increased by $4.9 million or 11% during fiscal year 2007, some of the significant changes by governmental function include:

- An increase in public works expense of $7.0 million primarily from the completion of major public works projects that are not considered capital assets.
- A $364,000 decrease in administration expense largely due to the reduction in lease payments to the PIC from the refunding of the leasehold revenue debt discussed earlier.
- A $169,000 decrease in legal fees for governmental expense.
- A decrease in interest on long-term debt of $692,000.

Business-Type Activities

Revenues of the City's business-type activities increased 10% to $24 million and expenses and transfers out increased approximately 16% to $23.4 million, resulting in an increase in net assets for the fiscal year of $600,000. (Refer to Table MDA-4.) Factors contributed to these results included:

- Charges for services increased by 7%, which relates to increases in water and sewer user fees and solid waste collection fees of $1,148,300, and $351,400 respectively. This is attributed to rate increases in water and sewer charges (5%), growth in our customer base, and increased water demand from an extremely dry summer and fall; and a $1 per month increase for residential collection in solid waste and growth in our customer base.
- The CMPF and Recreation Fund had changes in revenue of $378,000 and ($60,000) respectively from changes in the number of users of their facilities.
- The water and sewer function's expense increased by $343,300 or 4% due primarily to an increase in personnel costs related to salary increases, the addition of a full-time position, and less vacancies during the year.
- Expense from the solid waste function increased by $485,300 or 14%, comprised of increases of $276,300 for salaries and fringe from raises and the addition of new personnel; $125,900 for depreciation expense; and $99,300 for landfill fees due to increased volume.
- Expense for the Public Improvement Corporation decreased by $260,000 due to a decline in deprecation expense from the transfer of assets to the Governmental Activities and to the Solid Waste Fund.
- Expense for the CMPF increased during fiscal year 2007 by $27,100. The significant changes include declines in salary and related fringe benefits from vacancies of $31,300; increased costs of landfill fees of $143,600; decreased costs for repair and maintenance of equipment of $23,400; decreased office expenses of $27,500 and a decrease in miscellaneous expense of $80,700.
- This is the first year that the Recreation Fund is accounted for as a business-type activity. Total expenses equaled $6,123,000.

FUND FINANCIAL STATEMENTS

Another major section of the basic financial statements is the fund financial statements. These statements provide more detailed information about the City's most significant *funds*—not the City as a whole. A fund is a grouping of related accounts used to track specific sources of funding and spending for particular purposes.

The City of St. Peters has two kinds of 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 are prepared on a modified accrual basis, which means they measure only current financial resources, uses and balances of spendable resources available at the end of the fiscal year. Therefore, capital assets and other long-lived assets, along with long-term liabilities, are not presented in the governmental fund

statements. Because the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs, it is useful to compare the information presented for the 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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

- Proprietary funds – Services for which the City charges customers a fee are generally reported in proprietary funds. The City of St. Peters has only one type of proprietary fund, the enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements: the City's waterworks and sewerage system, solid waste activities, transfer station and recycling facility (CMPF), and recreation fund. Proprietary fund statements are prepared on a full-accrual method and include all their assets and liabilities, current and long-term. This is the same basis used in the government–wide statements.

Financial Analysis Of The City's Funds

As discussed earlier, there are two types of statements included in the basic financial statements. This discussion relates to the fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements. These statements are prepared on a modified accrual basis for the governmental funds and (as in the government-wide statements) on a full accrual method for the business-type activities or proprietary funds. A reconciliation from the fund statements to the government-wide statements is provided to display the differences in the two reporting methods.

The City of St. Peters has thirteen individual governmental funds. Information is presented separately in the governmental fund statements for the general fund, the transportation trust fund, the debt service fund, the special allocation fund – City Centre, and the capital projects fund all of which are considered major funds. Data from the other eight 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 in the other supplementary information section of this report. The City of St. Peters adopts an annual budget for each of the major funds and a budgetary comparison schedule has been provided to demonstrate compliance with this budget.

The City's governmental funds reported a combined fund balance of $39,934,913, an increase of $429,014 from the prior fiscal year. Unreserved fund balance constitutes $27,030,101 and the remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for the following:

- liquidation of contracts and purchase orders of the prior period ($3,906,048),
- capital improvements ($3,187,207),
- storm water management ($110,267),
- inventory and prepaids ($728,192),
- long-term loans ($1,001,353),
- and other purposes ($3,971,745)

The primary reasons for changes in fund balance include those highlighted in the financial highlights section of this document. In addition, these other changes in fund balance should be noted:

The General Fund serves as the chief operating fund of the City of St. Peters. It is used to account for all financial resources except those that are required to be accounted for in another fund. The activities of the general fund include law enforcement, administration and governmental, parks, and engineering. During fiscal year 2007, the General Fund's fund balance increased by $1,324,435. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 27.6% of the total general fund expenditures, while total fund balance represents 44% of that same amount.

Key factors for the increase in fund balance include events discussed previously and the following:

- Proceeds from the issuance of COPS totaling $3,275,000 was offset by a transfer to the Public Improvement Corporation of $3,196,361 to refund leasehold bonds. The Public Improvement Corporation then transferred $456,775 (originally held in reserves for the leasehold bonds) to the General Fund
- Continued efforts to limit operating costs to the amount received in operating resources, not utilizing one-time windfalls to cover everyday expenditures.
- Continued growth new construction for both the residential and commercial areas. During the fiscal year, 132 residential and 35 commercial building permits were issued with estimated construction values of $26,580,724 and $78,167,652, respectively. The resulting increase in property tax revenue allowed us to continue providing the high quality of service that our residents enjoy.
- Continued efforts to get all budgeted funds to stand on their own. In fiscal year 2006/07 the Recreation Fund, Local Parks and Storm Water Fund, Transportation Trust Fund, Central Materials Processing Facility Fund, Solid Waste Fund and Water Sewer Fund did not require any subsidy from the General Fund.

The other major funds of the City are the Transportation Trust Fund the Debt Service Fund, the Special Allocation Fund – City Centre, and the Capital Projects Fund. The fund balance in the Transportation Trust Fund increased by $2,641,095 to $11.1 million. Of this amount, $7.9 million is unreserved, $3.2 million is reserved for the liquidation of contracts and purchase orders of the prior period, and $2,602 is reserved for inventory and prepaid expenses. The increase in fund balance is attributed to expenditures for maintenance of our existing infrastructure and new infrastructure construction of $7.8 million offset by resources of $10.5 million. Revenues and expenditures are forecasted for road projects on a long-term basis in the City's Capital Improvement Plan to ensure adequate funding and fund balance are available. The fund balance in the Special Allocation Fund – City Centre increased by $241,988 to $4,588,558. These funds are used to account for revenues generated in the City Center Tax Increment Financing (TIF) district and is used for the payment of debt service and other TIF related expenditures. Fund balance in the Debt Service Fund increased by $1.1 million resulting in a total of $2.4 million, all of which is available for debt service in future years. During the year, the City had $1,656,730 of expenditures in this fund. The Capital Projects Fund had a $5.6 million decrease in fund balance. This decrease is due to two major projects that were underway during the year, the continued construction of the levee in the Lakeside 370 TIF district ($4.7 million) and land acquisition for the new justice center ($1.1 million).

The other eight non-major governmental funds had a $760,065 increase in fund balance to a total of $9 million. Of this, $7.3 million is unreserved and $1.7 million is reserved for various things such as the liquidation of contracts and purchase orders of the prior period, capital improvements, inventory and prepaids and long-term receivables. The increase can be attributed to $350,700 and $414,500 unused revenue from the Sewer Lateral Repair Program Fund and Local Parks and Storm Water Funds respectively; decreased fund balance of $478,500 in our non-major Special Allocation Funds from public works projects in Old Town; and the transfer of $390,500 to the Post-Retirement Benefits Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the fiscal year, the City of St. Peters' elected officials revised the budget several times. These revisions generally are amendments and supplemental appropriations approved during the long-term Capital Improvement Plan process, adjustments to reflect the actual beginning account balances from the prior year's actual results, incorporate adjustments for carried-over items from the previous budget year, reflect any changes in estimates used when the original budget was adopted, or reflect changes for unanticipated events that may arise throughout the fiscal year. The significant variations between the original and final budget include:

- Due to the issuance of the COPS bonds previously discussed, revenue was increased by $3,275,000, expense for debt service was increased by $56,000, and lease payments to the Public Improvement Corporation were reduced by $283,730.
- In addition, during the year the following general fund expenditures were adjusted:

    - Personnel costs were decreased by $333,800
    - Professional services were increased by $161,500 to fund activities such as park design transportation services to supplement the CDBG program
    - Capital expenditures were increased by $253,000 to fund improvements to the cable building, purchase mobile laptops for the police and ranger divisions, and fund park and trail improvements.

Significant variations between final budget and actual amounts include additional revenue of $1.4 million due to a combination of sales tax not meeting anticipated budget of $155,200 offset by $312,100 better than expected revenues in utility franchise tax due to cold weather and increased costs of natural gas; $502,500 for license and permit revenue from some significant permits; $387,200 for interest revenue; and $390,000 in miscellaneous revenues related to City agreements. In addition, expenses were better than budgeted by $2.6 million. The majority of this savings relates to salaries and fringe benefits of $1.3 million from vacant positions, market increases less than anticipated, and a continued Citywide emphasis on controlling costs. In addition, the City experienced savings of $205,200 in employee expenses such as travel and training; $324,400 for professional services including legal and engineering; $183,800 in repair and maintenance; $412,000 in capital items; $68,000 for lease payments to the Public Improvement Corporation; and $67,200 for funding residential service rebates for solid waste collection.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2007, the City had invested $342.7 million (net of accumulated depreciation) in a broad range of capital assets including land, structures and improvements, machinery and equipment, water and sewer lines, vehicles, and infrastructure. The increase in the City of St. Peters' investment in capital assets that relate to activity in fiscal year 2007 was $22.8 million

- $51.6 million in new assets
- $15 million in depreciation
- $13.8 million in retirements (net of accumulated depreciation)

The City also had a prior period adjustment of $2.9 million to correct several inaccuracies in capital asset balances. Major capital asset events during the year included the following:

This year's major capital assets for governmental activities include:

- We added $10.1 million to construction in progress. Significant projects included levee construction in our Lakeside 370 TIF district; road construction for Church Street, Kimberly Road, and West Sunny Hills Phases I and II.
- Major repairs to our existing infrastructure accounts for $2.6 million of current year additions, and the City accepted over $2.7 million in dedicated streets, sidewalks, storm sewers and right-of-way from developers and subdivisions.
- Other infrastructure projects of note include $1.1 million in storm water projects in the Old Town TIF district, $800,000 of road construction for Harvester Road, and $547,000 for traffic signals on Mexico Road and Mid Rivers Mall Drive and $2.6 million in major repair and maintenance projects.
- In addition, as part of the debt refunding for the 1998 leasehold bonds $4.6 million in assets with $1.8 million of accumulated depreciation were transferred from the Public Improvement Corporation to governmental activities.

This year's major capital assets for business-type activities include:

- Various building and system additions and improvements in the Waterworks Sanitary Sewer Fund, adding $2.8 million in additional capital assets, including $896,000 for water and sewer line additions; and $1.4 million in construction in progress for projects such as a new water storage tank.
- Solid waste collections had a $1.6 million increase for machinery and equipment. This increase was for collection vehicles and assets transferred in from the Public Improvement Corporation..
- The Public Improvement Corporation added $1.2 million in construction in progress and placed $2.8 million in service for storm water and park improvements.
- The addition of a new recreation facility along with improvements to the existing facility increased assets in the Recreation Fund by $17.9 million. The new facility has two ice rinks a gymnasium, a multi-purpose room, two food courts, and additional space for recreation programs.

Outstanding encumbrances for capital assets at the end of the fiscal year were $3.6 million. This amount has been accounted for in the City's budget-based statements and the City has no plans to issue additional debt to finance these projects. More detailed information about the City's capital assets is presented in Note 4 to the financial statements.

Long-Term Debt

At September 30, 2007, the City had a number of debt issues outstanding. These issues included $23,673,700 of general obligation (G.O.) bonds, $8,936,000 of Tax Increment Financing (TIF) notes, $15,655,905 of water/sewer revenue bonds, $7,990,000 of PIC leasehold revenue bonds, and $24,625,000 in certificate of participation bonds. During 2006 the City was upgraded to a Aa3 rating from Moody's Investor Service on general obligation issues.

Figure MDA-9
City of St. Peters's Outstanding Debt
September 30, 2007

	2006	2007
Governmental Activities		
General obligation (G.O.) bonds	$ 25,227,700	$ 23,673,700
Tax Increment Financing (TIF) Notes	8,936,000	8,936,000
Certificate of Participation	-	3,275,000
TOTAL	$ 34,163,700	$ 35,884,700
Business-type Activities		
Water/Sewer revenue bonds (net of unaccreted capital appreciation)	$ 16,528,919	$ 15,655,905
PIC leasehold revenue bonds	9,830,000	7,990,000
Certificate of Participation	-	21,350,000
TOTAL	$ 26,358,919	$ 44,995,905
Total		
General obligation (G.O.) bonds	$ 25,227,700	$ 23,673,700
Tax Increment Financing (TIF) Notes	8,936,000	8,936,000
Certificate of Participation	-	24,625,000
Water/Sewer revenue bonds (net of unaccreted capital appreciation)	16,528,919	15,655,905
PIC leasehold revenue bonds	9,830,000	7,990,000
TOTAL	$ 60,522,619	$ 80,880,605

Under the statutes of the State of Missouri, the City's general obligation bonded debt is limited to no more than 10% of the most recent assessed valuation of the City. At September 30, 2007, the City was well within this limit with a legal debt margin of $78,576,691. This does not include an additional debt limit of 10% of assessed valuation available for street or sewer improvements. This additional debt margin amounted to $99,854,154 at September 30, 2007. Additional information about the City's long-term debt is presented in Note 6 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

As with most municipalities, the City's primary revenues are derived from taxes. During fiscal year 2007 we did not experience the growth in sales tax revenue as we expected. Due to this lack of growth, the impact of internet shopping, and the Missouri sales tax holiday, we anticipate receiving approximately the same amount in sales tax revenue that we did in fiscal year 2007.

Fiscal year 2007/08 is a property reassessment year and the City's preliminary assessed valuation increased 8.2% to $1,080,803,169. Therefore, we reduced the current property tax rate of 80 cents by 3 cents to 77 cents per $100 of assessed valuation. This will generate approximately $329,900 additional property tax revenue Citywide ($233,500 in the General Fund and $96,400 in the Debt Service Fund).

We have increased fees in our Water and Sewer Fund (2.5% increase on water and sewer fees) and in our Solid Waste Fund (a $1 per month per year increase to our residential customers). Even with these increases, the City continues to be a low-cost provider of excellent services for our residents.

We are continuing to look for new revenue sources and are aggressively pursuing new economic development. We have seen continued growth in both the residential and commercial areas. These increases in revenue will assist us in continuing to provide the high quality of service that our residents enjoy.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and demonstrate the City's accountability for the money it receives. If you have any questions about this report or need additional information, contact the City of St. Peters Finance Department, P.O. Box 9, St. Peters, MO 63376.

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Basic Financial Statements

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CITY OF ST. PETERS, MISSOURI

STATEMENT OF NET ASSETS
SEPTEMBER 30, 2007

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Natatorium Foundation
Assets:				
Cash and cash equivalents	$ 35,604,013	$ 20,444,837	$ 56,048,850	$ 2,589,192
Investments	-	578,929	578,929	-
Receivables (net):				
Taxes	2,314,587	-	2,314,587	-
Services	-	2,326,434	2,326,434	-
Intergovernmental	3,666,825	-	3,666,825	-
Interest	94,029	5,798	99,827	8,361.00
Other	353,188	566,726	919,914	-
Internal balances	350,526	(350,526)	-	-
Due from Natatorium Foundation	1,400	-	1,400	-
Inventory and prepaid items	728,192	95,517	823,709	-
Bond issue costs	126,814	295,245	422,059	-
Investment in joint venture	-	2,224,580	2,224,580	-
Restricted cash and cash equivalents	503,835	-	503,835	-
Long-term receivables	25,860,392	-	25,860,392	-
Capital assets:				
Nondepreciable	164,429,175	8,398,920	172,828,095	-
Depreciable	101,655,874	68,228,401	169,884,275	-
Total Assets	335,688,850	102,814,861	438,503,711	2,597,553
Liabilities				
Accounts payable	1,721,919	3,431,038	5,152,957	-
Accrued interest	411,037	502,601	913,638	-
Accrued payroll	776,613	136,326	912,939	-
Unearned revenue	25,114,581	170,982	25,285,563	-
Deposits	620,690	273,056	893,746	-
Claims payable	2,552,319	-	2,552,319	-
Other liabilities	-	21,165	21,165	-
Due to the City of St. Peters	-	-	-	1,400
Long-term liabilities:				
Due within one year	3,632,946	2,385,158	6,018,104	-
Due in more than one year	32,711,668	42,321,938	75,033,606	-
Total Liabilities	67,541,773	49,242,264	116,784,037	1,400
Net Assets				
Invested in capital assets, net of related debt	239,665,381	29,209,873	268,875,254	-
Restricted for:				
Capital projects	8,176,260	3,363,721	11,539,981	-
Debt service	2,436,832	9,394,406	11,831,238	-
Other purposes	-	-	-	2,596,153
Unrestricted	17,868,604	11,604,597	29,473,201	-
Total Net Assets	$ 268,147,077	$ 53,572,597	$321,719,674	$ 2,596,153

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2007

Functions	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-Type Activities	Primary Government: Total	Component Unit: Natatorium Foundation
Governmental Activities:								
General government	$ 4,101,069	$ 1,819,527	$ 317,162	$ 2,098	$ (1,962,282)	$ -	$ (1,962,282)	$ -
Administration	4,440,371	-	-	-	(4,440,371)	-	(4,440,371)	-
Police	9,814,498	1,768,839	1,509,557	76,464	(6,459,638)	-	(6,459,638)	-
Municipal court	369,667	-	-	-	(369,667)	-	(369,667)	-
Public works	17,293,048	524,412	1,790,866	5,685,785	(9,291,985)	-	(9,291,985)	-
Engineering	2,469,174	-	-	-	(2,469,174)	-	(2,469,174)	-
Maintenance	756,069	-	-	-	(756,069)	-	(756,069)	-
Health	581,024	20,359	-	-	(560,665)	-	(560,665)	-
Parks and recreation	5,517,854	26,730	190,189	3,434	(5,297,501)	-	(5,297,501)	-
Community relations	960,770	92,471	-	-	(868,299)	-	(868,299)	-
Community and arts	268,835	114,390	5,433	-	(149,012)	-	(149,012)	-
Interest on long-term debt	2,117,537	-	-	-	(2,117,537)	-	(2,117,537)	-
	48,689,916	4,366,728	3,813,207	5,767,781	(34,742,200)	-	(34,742,200)	-
Business-Type Activities:								
Waterworks/Sanitary Sewer	8,782,669	9,728,781	-	559,515	-	1,505,627	1,505,627	-
Solid waste	4,043,387	4,325,591	-	-	-	282,204	282,204	-
Public Improvement Corporation	840,568	844,102	-	-	-	3,534	3,534	-
Central Materials Processing Facility	3,408,096	3,399,577	-	-	-	(8,519)	(8,519)	
Recreation	6,122,627	3,656,297	-	-	-	(2,466,330)	(2,466,330)	-
	23,197,347	21,954,348	-	559,515	-	(683,484)	(683,484)	-
Total Government	$ 71,887,263	$ 26,321,076	$ 3,813,207	$ 6,327,296	(34,742,200)	(683,484)	(35,425,684)	-
Component Unit								
Natatorium Foundation	$ 50,405	$ -	$ -	$ -				(50,405)
General Revenues:								
Property taxes levied for:								
General purposes					5,972,329	-	5,972,329	-
Debt Service					2,563,201	-	2,563,201	-
Tax increment financing districts					2,915,222	-	2,915,222	-
Sales tax levied for:								
General purposes					11,344,811	-	11,344,811	-
Transportation purposes					5,673,491	-	5,673,491	-
Park and stormwater purposes					1,120,066	-	1,120,066	-
Tax increment financing districts					2,840,130	-	2,840,130	-
Franchise and public service taxes					3,364,976	-	3,364,976	-
Earnings on investments					2,095,392	1,462,516	3,557,908	303,436
Other revenues					2,388,254	-	2,388,254	1,856
Gain on disposition of capital assets					66,490	58,019	124,509	-
Transfers					238,193	(238,193)	-	-
Total General Revenues					40,582,555	1,282,342	41,864,897	305,292
Change in net assets					5,840,355	598,858	6,439,213	254,887
Net Assets - Beginning of Year, Restated					262,306,722	52,973,739	315,280,461	2,341,266
Net Assets - End of Year					$ 268,147,077	$ 53,572,597	$ 321,719,674	$ 2,596,153

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2007

	Major Funds					Nonmajor Funds	
	General	Transportation Trust	Special Allocation-City Centre	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets:							
Cash and cash equivalents:							
Unrestricted	$ 10,931,446	$ 6,600,829	$ 6,222,259	$ 2,385,387	$ 1,406,293	$ 8,057,799	$ 35,604,013
Restricted	459,221	-	184	-	-	44,430	503,835
Receivables, net of allowances where applicable:							
Taxes	1,744,162	431,563	-	52,549	-	86,313	2,314,587
Intergovernmental	75,876	3,545,252	-	-	-	45,697	3,666,825
Interest	-	-	-	-	-	94,029	94,029
Other	114,382	16,017	30	-	-	222,759	353,188
Due from other funds	1,638,981	1,499,855	-	-	-	-	3,138,836
Due from Natatorium Foundation	1,400	-	-	-	-	-	1,400
Long term receivables	25,000,000	-	-	-	-	860,392	25,860,392
Inventory and prepaid items	725,590	2,602	-	-	-	-	728,192
Total Assets	$ 40,691,058	$ 12,096,118	$ 6,222,473	$ 2,437,936	$ 1,406,293	$ 9,411,419	$ 72,265,297
Liabilities and Fund Balances:							
Liabilities:							
Accounts payable	$ 415,907	$ 976,620	$ -	$ 1,104	$ 49,394	$ 278,894	$ 1,721,919
Accrued liabilities	769,561	7,052	-	-	-	-	776,613
Deposits/guarantee bonds	573,783	42,207	-	-	-	4,700	620,690
Due to other funds	45,837	912	1,633,915	-	1,076,783	30,863	2,788,310
Deferred revenue	25,103,042	7,840	-	40,595	-	94,056	25,245,533
Claims payable	1,177,319	-	-	-	-	-	1,177,319
Total Liabilities	28,085,449	1,034,631	1,633,915	41,699	1,126,177	408,513	32,330,384
Fund Balances:							
Reserved for:							
Encumbrances	346,284	3,162,741	-	-	-	397,023	3,906,048
Capital improvements	2,867,207	-	-	-	-	320,000	3,187,207
Stormwater management	110,267	-	-	-	-	-	110,267
Inventory and prepaids	725,590	2,602	-	-	-	-	728,192
Long term receivables	-	-	-	-	-	1,001,353	1,001,353
Other projects	694,980	-	3,276,765	-	-	-	3,971,745
Unreserved, reported in:							
General fund	7,861,281	-	-	-	-	-	7,861,281
Special revenue funds	-	7,896,144	1,311,793	-	-	7,284,530	16,492,467
Debt service funds	-	-	-	2,396,237	-	-	2,396,237
Capital projects funds	-	-	-	-	280,116	-	280,116
Total Fund Balances	12,605,609	11,061,487	4,588,558	2,396,237	280,116	9,002,906	39,934,913
Total Liabilities and Fund Balances	$ 40,691,058	$ 12,096,118	$ 6,222,473	$ 2,437,936	$ 1,406,293	$ 9,411,419	$ 72,265,297

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS SEPTEMBER 30, 2007

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

Total Fund Balance - Governmental Funds	$ 39,934,913
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds. The cost of the assets is $384,309,064 and the accumulated depreciation is $118,224,015	266,085,049
Property taxes 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, net of a reserve for uncollectible accounts, is recognized in the government-wide statements.	130,952
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 assets. Discounts, premiums and bond issuance costs 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 September 30, 2007 are:	
Accrued compensated absences, vacation	(988,946)
Claims payable	(1,375,000)
Accrued interest on outstanding debt as of September 30, 2007	(411,037)
Bonds and notes payable	(35,884,700)
Unamortized bond discount and deferred amount on refunding	780,076
Unamortized bond premium	(251,044)
Unamortized bond issue costs	126,814
Total Net Assets - Governmental Activities	$ 268,147,077

See accompanying notes to the basic financial statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Major Funds					Nonmajor Funds	
	General	Transportation Trust	Special Allocation-City Centre	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:							
Sales tax	$ 11,344,811	$ 5,673,492	$ 2,421,767	$ -	$ -	$ 1,538,431	$ 20,978,501
Property tax	5,963,280	-	2,470,600	2,553,414	-	444,622	11,431,916
Utility franchise tax	3,362,062	-	2,914	-	-	-	3,364,976
Cigarette tax	231,216	-	-	-	-	-	231,216
Licenses and permits	1,660,469	-	-	-	-	-	1,660,469
Interest	687,201	349,494	331,427	155,983	163,353	407,934	2,095,392
Intergovernmental	3,590,692	2,911,779	-	-	-	319,260	6,821,731
Fines and forfeitures	1,600,896	-	-	-	-	-	1,600,896
Charges for services	410,673	-	-	-	-	523,106	933,779
Miscellaneous	657,788	1,532,349	-	35,721	200	96,513	2,322,571
Total Revenues	29,509,088	10,467,114	5,226,708	2,745,118	163,553	3,329,866	51,441,447
Expenditures:							
Current:							
General government	2,180,615	-	958,446	-	-	723,303	3,862,364
Administration	3,869,357	-	-	-	-	-	3,869,357
Police	9,407,345	-	-	-	-	-	9,407,345
Municipal court	366,373	-	-	-	-	-	366,373
Public works	2,674,194	3,862,921	-	-	-	1,881,762	8,418,877
Engineering	2,422,063	-	-	-	-	-	2,422,063
Maintenance	703,345	-	-	-	-	-	703,345
Health	555,176	-	-	-	-	-	555,176
Parks and recreation	4,266,862	-	-	-	-	346,685	4,613,547
Community relations	787,641	-	-	-	-	-	787,641
Community and arts	187,634	-	-	-	-	-	187,634
Capital outlay	1,003,861	3,986,575	2,141,215	-	5,790,510	2,341	12,924,502
Debt Service:							
Principal retirement	-	-	591,465	958,535	-	4,000	1,554,000
Interest and fiscal charges	56,000	-	1,293,594	640,652	-	2,210	1,992,456
Other	16,882	-	-	57,543	-	-	74,425
Total Expenditures	28,497,348	7,849,496	4,984,720	1,656,730	5,790,510	2,960,301	51,739,105
Revenues Over (Under) Expenditures	1,011,740	2,617,618	241,988	1,088,388	(5,626,957)	369,565	(297,658)
Other Financing Sources (Uses):							
Transfers in	456,775	-	-	-	-	390,500	847,275
Transfers out	(3,491,361)	-	-	-	-	-	(3,491,361)
Proceeds from sale of capital assets	132,918	23,477	-	-	-	-	156,395
Proceeds from refunding certificates of participation	3,275,000	-	-	-	-	-	3,275,000
Discount on refunding certificates of participation	(60,637)	-	-	-	-	-	(60,637)
Total Other Financing Sources (Uses)	312,695	23,477	-	-	-	390,500	726,672
Net Changes in Fund Balances	1,324,435	2,641,095	241,988	1,088,388	(5,626,957)	760,065	429,014
Fund Balances:							
Beginning of Year, Restated	11,281,174	8,420,392	4,346,570	1,307,849	5,907,073	8,242,841	39,505,899
End of Year	$ 12,605,609	$ 11,061,487	$ 4,588,558	$ 2,396,237	$ 280,116	$ 9,002,906	$ 39,934,913

See accompanying notes to the basic financial statements

CITY OF ST. PETERS, MISSOURI

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2007

Net change in fund balances - total governmental funds		$ 429,014
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 $250 for general and $5,000 for infrastructure are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. Donated assets are not recorded in governmental funds but are recognized as revenue in the statement of activities. This is the amount by which capital outlays and donated capital assets exceeded depreciation in the current period.		
Capital outlays	$ 9,640,700	
Proceeds from sale of capital assets	(156,395)	
Donated capital assets	2,765,305	
Net transfer of assets between the proprietary and governmental activities	2,882,279	
Depreciation expense	(8,023,099)	7,108,790
In the statement of activities, the gain on the sale of capital assets is reported. The gain is not a use of current resources and thus is not reported in the funds.		66,490
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.		
Issuance of certificates of participation	(3,275,000)	
Repayment of bond principal	1,554,000	(1,721,000)
Under the modified accrual basis of accounting used in governmental funds the effect of issuance costs, discounts and premiums are recognized when debt is first issued, 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, whereas 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	36,558	
Compensated absences	(71,756)	
Premium on debt issuances, net of amortization	44,963	
Discount on debt issuances and deferred amount on refunding, net of amortization	(33,397)	
Deferred bond issuance costs, net of amortization	(38,143)	(61,775)
Property tax revenues 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 property tax revenues increased this year.		18,836
Change in net assets of governmental activities		$ 5,840,355

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF FUND NET ASSETS - PROPRIETARY FUNDS
SEPTEMBER 30, 2007

	Major Enterprise Funds					
	Waterworks/ Sanitary Sewer	Solid Waste	Public Improvement Corporation	Central Materials Processing Facility	Recreation	Total Enterprise Funds
Assets:						
Current Assets:						
Cash and cash investments:						
Held by trustees	$ 309,593	$ -	$ 708,580	$ -	$ -	$ 1,018,173
Unrestricted	5,099,668	-	11,966	1,021,848	1,113,984	7,247,466
Restricted	6,018,399	-	804,119	-	5,356,680	12,179,198
Investments - restricted	578,929	-	-	-	-	578,929
Receivables, net allowances:						
Services	1,595,189	658,013	-	73,232	-	2,326,434
Accrued interest	5,798	-	-	-	-	5,798
Other	138,890	148,137	-	188,129	91,570	566,726
Due from other funds	-	-	-	-	45,837	45,837
Inventory/prepaids	703	206	-	78,238	16,370	95,517
Bond issue costs	148,820	-	53,674	-	92,751	295,245
Total Current Assets	13,895,989	806,356	1,578,339	1,361,447	6,717,192	24,359,323
Noncurrent Assets:						
Investment in joint venture	2,224,580	-	-	-	-	2,224,580
Capital assets	71,689,897	5,613,411	9,128,584	6,330,728	41,091,106	133,853,726
Less: Accumulated depreciation	36,809,171	3,909,340	1,592,875	3,355,013	11,560,006	57,226,405
Capital assets - net	34,880,726	1,704,071	7,535,709	2,975,715	29,531,100	76,627,321
Total Noncurrent Assets	37,105,306	1,704,071	7,535,709	2,975,715	29,531,100	78,851,901
Total Assets	51,001,295	2,510,427	9,114,048	4,337,162	36,248,292	103,211,224
Liabilities:						
Current Liabilities:						
Accounts payable	1,068,732	7,366	275,780	122,867	1,956,293	3,431,038
Accrued payroll	49,902	29,866	-	19,706	36,852	136,326
Accrued compensated absences	136,514	79,396	-	48,423	45,825	310,158
Accrued interest payable	-	-	110,876	-	391,725	502,601
Deposits held for others	125,750	-	-	-	147,306	273,056
Due to other funds	45,071	256,717	-	48,875	45,700	396,363
Deferred revenue	42,630	-	-	-	128,352	170,982
Current portion of revenue bonds payable (payable from restricted assets)	1,540,000	-	535,000	-	-	2,075,000
Other	567	-	-	20,157	441	21,165
Total Current Liabilities	3,009,166	373,345	921,656	260,028	2,752,494	7,316,689
Noncurrent Liabilities:						
Long-term portion of revenue bonds payable	13,996,314	-	7,343,920	-	20,981,704	42,321,938
Total Liabilities	17,005,480	373,345	8,265,576	260,028	23,734,198	49,638,627
Net Assets:						
Invested in capital assets, net of related debt	19,344,412	1,704,071	-	2,975,715	5,185,675	29,209,873
Restricted for debt service	6,597,328	-	804,119	-	1,992,959	9,394,406
Restricted for capital improvement	-	-	-	-	3,363,721	3,363,721
Unrestricted	8,054,075	433,011	44,353	1,101,419	1,971,739	11,604,597
Total Net Assets	$ 33,995,815	$ 2,137,082	$ 848,472	$ 4,077,134	$ 12,514,094	$ 53,572,597

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Major Enterprise Funds					
	Waterworks/ Sanitary Sewer	Solid Waste	Public Improvement Corporation	Central Materials Processing Facility	Recreation	Total Enterprise Funds
Operating Revenues:						
Water	$ 3,954,428	$ -	$ -	$ -	$ -	$ 3,954,428
Sewer	3,328,180	-	-	-	-	3,328,180
Solid waste	-	4,176,824	-	-	-	4,176,824
Tap on fees	389,334	-	-	-	-	389,334
Tipping fees	-	-	-	1,669,939	-	1,669,939
Rental income	-	-	844,102	-	-	844,102
Recycling income	-	-	-	1,378,157	-	1,378,157
Earth Centre	-	-	-	312,798	-	312,798
Intergovernmental	27,341	36,454	-	14,625	-	78,420
Recreation	-	-	-	-	3,640,018	3,640,018
Miscellaneous	2,029,498	112,313	-	24,058	16,279	2,182,148
Total Operating Revenues	9,728,781	4,325,591	844,102	3,399,577	3,656,297	21,954,348
Operating Expenses:						
Personnel costs	3,313,574	1,915,814	-	1,466,486	2,207,567	8,903,441
Depreciation	1,928,376	379,098	382,449	252,111	1,224,997	4,167,031
Utilities	443,945	14,039	-	57,968	469,739	985,691
Purchased water	546,048	-	-	-	-	546,048
Wastewater treatment costs	119,356	-	-	-	-	119,356
Landfill fees	-	973,311	-	1,195,252	-	2,168,563
Repairs and maintenance	478,379	287,510	-	66,807	93,772	926,468
Chemicals and supplies	247,447	2,330	-	900	38,666	289,343
Professional services	457,944	12,653	-	61,887	322,122	854,606
Office expense	172,940	37,063	-	154,434	167,996	532,433
Insurance	126,913	46,182	-	29,719	11,955	214,769
Gasoline and fuel	87,608	172,570	-	35,974	-	296,152
Rent	8,992	65,436	-	3,042	-	77,470
Bad debt expense	52,324	14,676	-	1,513	-	68,513
Concessions	-	-	-	-	128,017	128,017
Miscellaneous	37,950	122,705	-	82,003	35,560	278,218
Total Operating Expenses	8,021,796	4,043,387	382,449	3,408,096	4,700,391	20,556,119
Operating Income (Loss)	1,706,985	282,204	461,653	(8,519)	(1,044,094)	1,398,229
Nonoperating Revenues (Expenses):						
Interest on investments	566,923	7,952	135,547	50,750	701,344	1,462,516
Bond interest and fees	(726,785)	-	(376,303)	-	(627,293)	(1,730,381)
Gain (loss) on sale of capital assets	56,463	1,556	-	-	(794,943)	(736,924)
Loss on early extinguishment of debt	-	-	(81,816)	-	-	(81,816)
Equity gain (loss) in joint venture	(34,088)	-	-	-	-	(34,088)
Total Nonoperating Revenues (Expenses)	(137,487)	9,508	(322,572)	50,750	(720,892)	(1,120,693)
Income (Loss) Before Operating Transfers and Capital Contributions	1,569,498	291,712	139,081	42,231	(1,764,986)	277,536
Transfers:						
Transfers in	-	-	3,196,361	-	-	3,196,361
Transfers out	(40,000)	(21,500)	(3,575,548)	(19,000)	(15,000)	(3,671,048)
Net Income (Loss) Before Capital Contributions	1,529,498	270,212	(240,106)	23,231	(1,779,986)	(197,151)
Capital contributions	559,515	236,494	-	-	-	796,009
Change In Net Assets	2,089,013	506,706	(240,106)	23,231	(1,779,986)	598,858
Net Assets - Beginning of Year, Restated	31,906,802	1,630,376	1,088,578	4,053,903	14,294,080	52,973,739
Net Assets - End of Year	$ 33,995,815	$ 2,137,082	$ 848,472	$ 4,077,134	$ 12,514,094	$ 53,572,597

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Major Enterprise Funds					
	Waterworks/ Sanitary Sewer	Solid Waste	Public Improvement Corporation	Central Materials Processing Facility	Recreation	Total Enterprise Funds
Cash Flows From Operating Activities:						
Receipts from customers	$ 7,520,959	$ 4,133,590	$ 844,102	$ 3,366,758	$ 3,618,200	$ 19,483,609
Payments to suppliers	(2,319,885)	(1,748,078)	-	(1,869,539)	(1,284,767)	(7,222,269)
Payment to employees	(3,266,723)	(1,899,859)	-	(1,266,214)	(2,197,610)	(8,630,406)
Other receipts	2,049,163	108,628	-	16,317	(8,253)	2,165,855
Net Cash Provided By Operating Activities	3,983,514	594,281	844,102	247,322	127,570	5,796,789
Cash Flows Provided By (Used In) Noncapital Financing Activities:						
Transfers out	(40,000)	(21,500)	(456,775)	(19,000)	(15,000)	(552,275)
Advances on (repayments of) internal balances	(96,415)	160,635	-	37,928	(77,640)	24,508
Net Cash Provided by (Used In) Noncapital Financing Activities	(136,415)	139,135	(456,775)	18,928	(92,640)	(527,767)
Cash Flows From Capital and Related Financing Activities						
Transfers in	-	-	3,196,361	-	-	3,196,361
Acquisition and construction of capital assets, net	(2,224,419)	(742,924)	(2,165,487)	(499)	(15,972,311)	(21,105,640)
Proceeds from sale of capital assets	56,463	1,556	-	-	150,000	208,019
Principal paid on bonds	(1,520,000)	-	(3,620,000)	-	-	(5,140,000)
Issuance of Certificates of Participation	-	-	-	-	21,350,000	21,350,000
Interest paid on bonds	(21,583)	-	(445,808)	-	(696,614)	(1,164,005)
Net Cash Provided By (Used In) Capital and Related Financing Activities	(3,709,539)	(741,368)	(3,034,934)	(499)	4,831,075	(2,655,265)
Cash Flows Provided By Investing Activities:						
Proceeds from sale of investments	45,025	-	-	-	-	45,025
Interest received on investments	567,560	7,952	135,547	50,750	701,344	1,463,153
Net Cash Provided By Investing Activities	612,585	7,952	135,547	50,750	701,344	1,508,178
Net Increase (Decrease) In Cash And Cash Equivalents	750,145	-	(2,512,060)	316,501	5,567,349	4,121,935
Cash and Cash Equivalents - Beginning of Year	10,677,515	-	4,036,725	705,347	903,315	16,322,902
Cash and Cash Equivalents - End of Year	$ 11,427,660	$ -	$ 1,524,665	$ 1,021,848	$ 6,470,664	$ 20,444,837
Reconciliation of Operating Income (Loss) to Net Cash Provided By Operating Activities:						
Operating Income (loss)	$ 1,706,985	$ 282,204	$ 461,653	$ (8,519)	$ (1,044,094)	$ 1,398,229
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation expense	1,928,376	379,098	382,449	252,111	1,224,997	4,167,031
(Increase) decrease in assets:						
Services receivable	(158,183)	(43,234)	-	(430)	-	(201,847)
Miscellaneous receivable	(2,466)	(40,139)	-	(22,366)	(37,143)	(102,114)
Inventory	(569)	(79)	-	242	5,414	5,008
Increase (decrease) in liabilities:						
Accounts payable	460,530	476	-	18,218	(22,354)	456,870
Accrued payroll	21,015	2,136	-	(814)	1,763	24,100
Accrued vacation	25,836	13,819	-	2,586	8,194	50,435
Deposits held for others	(5,400)	-	-	-	12,728	7,328
Other liabilities	7,390	-	-	6,294	(21,935)	(8,251)
Total Adjustments	2,276,529	312,077	382,449	255,841	1,171,664	4,398,560
Net Cash Provided By Operating Activities	$ 3,983,514	$ 594,281	$ 844,102	$ 247,322	$ 127,570	$ 5,796,789

Noncash Investing, Capital and Financing Activities:

During fiscal year 2007, the Waterworks/Sanitary Sewer Fund received $559,515 in contributed water and sewer lines from developers. In addition, the Public Improvement Corporation transferred capital assets totaling $236,494 and $2,882,279 to the Solid Waste Fund and Governmental Activities, respectively.

See accompanying notes to basic financial statements

1. Summary Of Significant Accounting Policies

The City of St. Peters, Missouri (the City) was incorporated in 1910. The City operates as a fourth-class city under the Missouri state statutes under the Board of Aldermen/City Administrator form of government. The Board of Aldermen is comprised of eight Aldermen and a Mayor. The City provides the following services: public safety (police), public works, public improvements, water and sanitary sewer, residential trash collection, recreation, community development, health, planning and zoning, and general administration.

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

Reporting Entity

The City defines its reporting entity to include all component units for which the City's governing body is financially accountable. The City is financially accountable if it appoints a voting majority of a potential component unit's governing body and is able to impose its will on that potential component unit, or the relationship must have the potential for creating specific financial benefits to, or impose specific financial burdens on the City. The City's financial reporting entity consists of the City and its component units.

Blended Component Units: The following component unit is legally separate from the City, however, its activities are so intertwined with the City as the primary government that it is, in substance, the same as the primary government. As such, the balances and transactions of this component unit are blended into the basic financial statements and are reported in a manner similar to the balances and transactions of the City itself.

> The City of St. Peters Public Improvement Corporation (the PIC) has been reported as a component unit of the City and blended as a separate enterprise fund because of the significance of its operational and financial relationship with the City. The PIC was formed in August 1990 for the purpose of facilitating the acquisition and construction of certain capital improvements and facilities solely for the benefit of the City. The PIC is accounted for as if it were part of the City operations because it was established to provide benefits exclusively for the public facility need of the City. Separate financial statements are not prepared for the PIC.

Discretely Presented Component Units: The component unit column in the statement of net assets and statement of activities includes the financial data of the City's discretely presented component unit, which is reported in a separate column to emphasize that it is legally separate from the City.

The City of St. Peters Natatorium Foundation (the Foundation) is a not-for-profit corporation organized for the purpose of accepting contributions from the community and using the resources to fund improvements to the St. Peters Rec-Plex facility. The Foundation is discretely presented due to the nature and significance of its relationship with the board. There are no separate financial statements issued for the Foundation.

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

The St. Peters-St. Charles Water Pipeline Project (the Water Pipeline Project) was formed under the laws of the State of Missouri on October 2, 1985. The purpose of the Water Pipeline Project is to construct and operate a water pipeline and appurtenant facilities from the Howard Bend Treatment Plant, owned and operated by the City of St. Louis, Missouri, to the separate facilities of the municipalities of St. Peters, Missouri, and St. Charles, Missouri, in order to adequately supply water by the pipeline to the citizens and businesses of the municipalities. The Water Pipeline Project is owned by the City of St. Peters (31.8%) and the City of St. Charles (68.2%). The City of St. Peters is responsible for managing and accounting for the daily operations of the Water Pipeline Project, except when concurrence of both cities is required. Additional information regarding the Water Pipeline Project is provided in Note 11.

Basis Of Presentation

The City's basic financial statements include both government-wide (reporting on the City as a whole) and fund financial statements (reporting the City's major, and in the aggregate nonmajor, funds).

Government-Wide 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 activities of the City. The effect of interfund activity has been removed from these statements, with the exception of interfund services provided and used. 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. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Taxes, unrestricted interest earnings and other items not included among program revenues are reported instead as general revenues. The government-wide focus is on the sustainability of the City as an entity and the change in the City's net assets resulting from the current year's activity.

Fund Financial Statements

Following the government-wide financial statements are separate financial statements for governmental funds and proprietary funds. 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.

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 two categories of funds used by the City, governmental and proprietary.

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 major governmental funds:

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

Transportation Trust - The transportation trust fund is used to account for transportation sales tax revenues and grants to be used for the construction, repair and maintenance of streets, roads and bridges.

Special Allocation Fund - City Centre - The Special Allocation fund - City Centre is used to account for revenues generated by the City Centre TIF district for the payment of debt service and other TIF related expenditures.

Debt Service - The debt service fund is used to account for the accumulation of resources for, and the payment of, governmental long-term debt principal, interest, and related costs.

Capital Projects - The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

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.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those found in the private sector. The measurement focus used is the economic resources measurement focus. 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 five enterprise funds which are all considered major funds as follows:

Waterworks/Sanitary Sewer - The waterworks/sanitary sewer fund is used to account for the billing and collection of charges for water and sanitary sewer services for customers of the waterworks and sanitary sewer system. Revenues are used to pay for both operating expenses and capital costs to maintain these services.

Solid Waste - The solid waste 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.

Public Improvement Corporation - The public improvement corporation fund is used to account for the acquisition and construction of certain capital improvements and facilities solely for the benefit of the City.

Central Materials Processing Facility - The central materials processing facility fund is used to account for revenues and expenses resulting from the processing of solid waste. Trash and recyclable materials are sorted by recyclable type (i.e., cardboard, newspaper, plastic, glass, aluminum, etc.). The sorted recyclables are then baled and sold to companies that use recyclable material in the manufacturing of their products. The remaining material (trash) is taken to a landfill.

Recreation Fund - The recreation fund is used to account for activities of the City's recreation operations.

Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting,* offers the option of following all Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989, unless the latter conflict with or contradict GASB pronouncements, for their business-type activities and enterprise funds. The City elected not to follow FASB statements and interpretations issued after such date.

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 principal operating revenues of the Enterprise Funds are charges to customers for sales and services. Operating expenses for the Enterprise Funds include the costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

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

Measurement Focus

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 assets.

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 a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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 assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets. 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 determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and proprietary funds are prepared using the accrual basis of accounting. Governmental funds use 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 NonExchange 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.

Nonexchange 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 (Note 3). 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 nonexchange 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.

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.

Deferred And Unearned Revenues

Deferred revenue arises when assets are recognized before revenue recognition criteria has been satisfied. Certain grants received before eligibility requirements are met are reported as unearned revenues.

In governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

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.

Cash And Cash Equivalents And Investments

The City's cash and cash equivalents consist of highly liquid investments (including restricted assets) with maturity dates within three months of the date acquired by the City. Investments consist of those investments with maturity dates greater than three months at the time of purchase by the City. Investments that have a maturity date of less than one year at the time of purchase are carried at cost or amortized cost because of their short-term maturities. Investments that have a maturity date of greater than one year at the time of purchase are carried at fair value. Fair value is based on quoted market prices.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year end are recorded as prepaid items.

Inventories

Inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. The cost of governmental fund-type inventories is recorded as expenditures when consumed rather than when purchased.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded, is employed within the governmental fund financial statements. Encumbrances outstanding at year-end do not constitute expenditures or liabilities and are reported as a reservation of fund balance to indicate that a portion of the fund balance is not available for subsequent appropriation.

Capital Assets

Capital assets, which include property, plant, equipment and prospectively reported 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 are defined as assets with an initial, individual cost of $250 or more for general capital assets and $5,000 or more for infrastructure, 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 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 years
Structures and improvements	20 years
Water and sewer lines	50 years
Streets, bridges and sidewalks	12 - 50 years
Furniture and other equipment	5 - 8 years
Vehicles	5 years
Computer equipment	5 years
Software	3 years
Land improvement	20 years
Pool equipment	5 years

Compensated Absences

City employees earn vacation during the current year which must be taken in the subsequent year. Accrued vacation time is recognized as a liability when incurred and any unused accumulated vacation is payable to employees upon termination. Based upon 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 for these amounts is reported in governmental funds only if the amounts due at year end have matured. Sick leave benefits do not vest and are recorded as expenditures when paid. Compensated absences are typically liquidated by the general fund.

Long Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable, as reported in the statement of net assets, are adjusted by the applicable bond premium or discount and deferred amounts on refundings. Bond issuance costs are reported as a deferred charge.

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. The accounting for long-term liabilities in the proprietary funds is the same as it is in the government-wide financial statements.

Debt Refunding

For current and advance refundings resulting in defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense over the remaining life of the old debt or new debt, whichever is shorter, using the straight-line method since the results of the straight-line method are not materially different from the use of the effective interest method. The deferred refunding amounts are classified as a component of bonds payable in the government-wide and proprietary fund financial statements.

Interfund Activity

Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expensed are recorded as other financing sources (uses) in the governmental fund financial statements.

In the process of aggregating data for the statement of net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Net Assets

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

Invested In Capital Assets, Net Of Related Debt - 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 net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted - This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Reserved Fund Balance

Reserved fund balance represents the portion of fund balance that is not available for subsequent year appropriations or is legally segregated for a specific future use.

Investment In Joint Venture

The City's investment in the St. Peters - St. Charles Water Pipeline Project (the Joint Venture) is recorded on the equity method of accounting, taking into consideration capitalized interest.

Estimates And Assumptions

The preparation of 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.

2. Deposits And Investments

Investment Policy

The City's Deputy Investment Officer, subject to the review of the Investment Officer, is authorized to invest excess cash in any investments authorized by the City's investment policy. The City's investment policy conforms to the investment policy guidelines set forth by the State of Missouri. The City's investment policy authorizes the City to invest in the following instruments: insured or collateralized certificates of deposit, certain collateralized repurchase agreements, direct obligations of any state in the United States and certain Missouri governmental entities (as outlined in the policy) that are rated "AAA" by Standard & Poor's Corporation and/or "Aaa" by Moody's Investor Service at the time of purchase, direct obligations of the United States of America, and obligations issued or guaranteed by certain agencies of the United States of America (as outlined in the policy). As of September 30, 2007, all of the City's investments were in compliance with the City's investment policy.

Any bond ordinance, contract or other document, which imposes more stringent standards for investments than those set forth in the policy, shall govern the investment of such funds. To the extent the City's policy shall impose more stringent standards for investments than those set forth in any bond ordinance, contract or other document, the City's policy shall govern such investments.

As of September 30, 2007, the City's deposit and investment balances were as follows:

Deposit/Investment Type	Carrying Value
Deposits	$47,156,060
Certificates of deposit	1,000,000
United States treasuries	578,929
Money market funds	8,396,625
	$57,131,614

As of September 30, 2007, the discretely presented component unit's investment balances were as follows:

Money market funds	$ 66,462
United States treasuries	49,430
United States agencies	353,679
Corporate bonds and notes	401,788
Corporate stocks	1,131,738
Equity mutual funds	586,095
	$2,589,192

The discretely presented component unit is not required to adopt the provision of GASB 40.

Interest Rate Risk

As of September 30, 2007, the City had the following investments and maturities:

Investment Type	Fair Value	Maturity Date
United States treasuries	$ 396,529	10/25/07
Money market funds	8,396,625	Less than 1 year
United States treasuries	182,400	12/29/08

Generally, all investments shall be held to maturity to avoid market losses. To enable investments to be held to maturity, investments shall be made in a manner that ensures the availability of funds on a timely and adequate basis for payment of general expenditures and capital outlay projects. Maturity limitations shall depend on fund type (i.e., short-term or long-term). All funds shall be considered short-term, except those for debt service reserves, capital projects, special assessment funds and trust funds, unless otherwise determined by the Investment Officer consistent with the policy.

Market price volatility risk and reinvestment risk shall be controlled through maturity diversification.

All repurchase agreements shall have a maturity of not longer than 30 days. No more than 15% of the City's portfolio shall be invested in repurchase agreements, unless approval has been obtained by the Board of Aldermen.

Short-term fund investment maturities shall be scheduled to coincide with projected cash flow needs, considering anticipated revenues and large routine expenditures (e.g. payroll). Short-term funds shall be invested in instruments whose maturities do not exceed one year at the time of purchase.

At no time shall the City invest Short-Term Funds with a maturity date of over one year without the approval of the Board of Aldermen prior to commitment of such funds.

Debt service reserve funds may be invested for a period corresponding to the maturity on the bonds that such debt service reserve fund secures. All other Long-Term Funds may be invested with maturities that generally coincide with the expected fund uses. Long-Term Funds may only be invested in investments that are permitted in the policy.

Credit Risk

The City will minimize the credit risk, the risk of loss due to failure of the security issuer or backer, by pre-qualifying the financial institutions, broker/dealers, advisors and depositories with which the City will do business. The City will also diversify the portfolio so that potential losses on individual securities will be minimized.

The City's credit ratings associated with their investments in money market funds all carry a credit rating assigned by Standard and Poor's of "AAA" and assigned by Moody's of "Aaa."

Concentration of Credit Risk

The City's investment policy places no specific limits on the amount the City may invest in any one issuer as a percentage of the total portfolio, with the exception of repurchase agreements, which are limited to 15% of the portfolio. The City employs the "prudent person" standard, as defined in the policy, to determine the instrument type and maturity that the City invest its funds in. The following table lists investments in issuers that represent 5% or more of total investments at September 30, 2007:

Issuer	Percent Of Total Investments
Federated Treasury Obligation Funds	11.62%
Fidelity Treasury Funds	78.87%

Custodial Credit Risk

For investments, custodial credit risk is the risk that in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. In accordance with its policy, the City addresses custodial credit risk by pre-qualifying institutions with which the City places investments, diversifying its investment portfolio and maintaining the "prudent person" standard of quality for its investments.

For deposits, custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned to it. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution.

3. Property Tax

The City's property tax is levied annually, on or before September 1, based on the assessed valuation of property located in the City as of the previous January 1. Assessed valuations are established by the St. Charles County Assessor. The City tax rate was levied at $.80 per $100 of assessed valuation, of which $.55 is for general revenue purposes and $.25 for the payment of principal and interest on general obligation bonds. Taxes are billed November 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. Charles County Collector.

4. Capital Assets

Capital asset activity for the year ended September 30, 2007:

	Balance October 1, 2006, restated	Additions	Retirements	Balance September 30, 2007
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 133,011,570	$ 1,335,059	$ 24,784	$ 134,321,845
Construction in progress	27,579,189	10,147,419	7,619,278	30,107,330
Total capital assets not being depreciated	160,590,759	11,482,478	7,644,062	164,429,175
Capital assets, being depreciated:				
Structures and improvements	22,587,084	3,862,235	25,864	26,423,455
Machinery and equipment	14,010,731	1,610,378	298,931	15,322,178
Furniture and fixtures	949,408	276,092	381	1,225,119
Vehicles	4,975,912	594,133	694,705	4,875,340
Infrastructure	166,583,766	6,810,566	1,360,535	172,033,797
Total capital assets being depreciated	209,106,901	13,153,404	2,380,416	219,879,889
Less - accumulated depreciation for:				
Structures and improvements	11,276,356	1,963,493	20,603	13,219,246
Machinery and equipment	11,964,155	1,544,246	297,813	13,210,588
Furniture and fixtures	877,059	218,684	196	1,095,547
Vehicles	3,556,379	524,688	636,146	3,444,921
Infrastructure	83,113,942	5,500,306	1,360,535	87,253,713
Total accumulated depreciation	110,787,891	9,751,417	2,315,293	118,224,015
Total capital assets being depreciated, net	98,319,010	3,401,987	65,123	101,655,874
Governmental activities, capital assets, net	$ 258,909,769	$ 14,884,465	$ 7,709,185	$ 266,085,049

	Balance October 1, 2006, restated	Additions	Retirements	Balance September 30, 2007
Business-Type Activities:				
Waterworks/Sanitary Sewer:				
Capital assets, not being depreciated:				
Land and land rights	$ 1,274,998	$ -	$ -	$ 1,274,998
Construction in progress	1,798,863	1,434,170	-	3,233,033
Total capital assets not being depreciated	3,073,861	1,434,170	-	4,508,031
Capital assets, being depreciated:				
Structures and improvements	23,243,618	40,916	-	23,284,534
Water lines	20,212,052	503,861	-	20,715,913
Sewer lines	18,039,290	391,948	-	18,431,238
Machinery, equipment and vehicles	4,507,564	411,471	203,769	4,715,266
Furniture, fixtures and other assets	33,421	1,574	80	34,915
Total capital assets being depreciated	66,035,945	1,349,770	203,849	67,181,866
Less: Accumulated depreciation for:				
Structures and improvements	17,619,855	795,606	-	18,415,461
Water lines	7,077,623	425,738	-	7,503,361
Sewer lines	6,691,631	367,758	-	7,059,389
Machinery and equipment	3,676,195	337,718	203,769	3,810,144
Other assets	19,340	1,556	80	20,816
Total accumulated depreciation	35,084,644	1,928,376	203,849	36,809,171
Total capital assets being depreciated, net	30,951,301	(578,606)	-	30,372,695
Waterworks/sanitary sewer capital assets, net	$ 34,025,162	$ 855,564	$ -	$ 34,880,726
Solid Waste:				
Capital assets, not being depreciated:				
Land and land rights	$ -	$ -	$ -	$ -
Construction in progress	-	-	-	-
Total capital assets not being depreciated	-	-	-	-
Capital assets, being depreciated:				
Structures and improvements	223,807	486,827	-	710,634
Machinery and equipment	3,433,086	1,585,463	115,772	4,902,777
Total capital assets being depreciated	3,656,893	2,072,290	115,772	5,613,411
Less: Accumulated depreciation for:				
Structures and improvements	132,980	275,952	-	408,932
Machinery and equipment	2,420,657	1,195,523	115,772	3,500,408
Total capital assets being depreciated	2,553,637	1,471,475	115,772	3,909,340
Total capital assets being depreciated, net	1,103,256	600,815	-	1,704,071
Solid waste capital assets, net	$ 1,103,256	$ 600,815	$ -	$ 1,704,071

	Balance October 1, 2006, restated	Additions	Retirements	Balance September 30, 2007
Business-Type Activities (continued):				
Public Improvement Corporation:				
Capital assets, not being depreciated:				
Land and land rights	$ 1,800,000	$ -	$ -	$ 1,800,000
Construction in progress	2,013,432	1,154,579	1,664,358	1,503,653
Total capital assets not being depreciated	3,813,432	1,154,579	1,664,358	3,303,653
Capital assets, being depreciated:				
Structures and improvements	5,598,377	2,778,938	4,231,464	4,145,851
Machinery and equipment	3,481,438	-	1,810,180	1,671,258
Furniture and fixtures	265,378	-	257,556	7,822
Total capital assets being depreciated	9,345,193	2,778,938	6,299,200	5,824,931
Less: Accumulated depreciation for:				
Structures and improvements	1,343,289	59,098	1,219,502	182,885
Machinery and equipment	2,876,172	317,150	1,787,580	1,405,742
Furniture and fixtures	171,393	6,201	173,346	4,248
Total accumulated depreciation	4,390,854	382,449	3,180,428	1,592,875
Total capital assets being depreciated, net	4,954,339	2,396,489	3,118,772	4,232,056
Public Improvement Corporation capital assets, net	$ 8,767,771	$ 3,551,068	$ 4,783,130	$ 7,535,709
Central Materials Processing Facility:				
Capital assets, not being depreciated:				
Land and land rights	$ 587,236	$ -	$ -	$ 587,236
Construction in progress	-	-	-	-
Total capital assets not being depreciated	587,236	-	-	587,236
Capital assets, being depreciated:				
Structures and improvements	3,930,240	-	-	3,930,240
Machinery and equipment	1,666,743	499	-	1,667,242
Furniture and fixtures	14,671	-	-	14,671
Vehicles	131,339	-		131,339
Total capital assets being depreciated	5,742,993	499	-	5,743,492
Less: Accumulated depreciation for:				
Structures and improvements	1,498,658	162,845	-	1,661,503
Machinery and equipment	1,505,527	70,803	-	1,576,330
Furniture and fixtures	12,522	405	-	12,927
Vehicles	86,195	18,058	-	104,253
Total accumulated depreciation	3,102,902	252,111	-	3,355,013
Total capital assets being depreciated, net	2,640,091	(251,612)	-	2,388,479
Central Materials Processing Facility capital assets, net	$ 3,227,327	$ (251,612)	$ -	$ 2,975,715

Business-Type Activities (continued):	Balance October 1, 2006, restated	Additions	Retirements	Balance September 30, 2007
Recreation:				
Capital assets, not being depreciated:				
Land and land rights	$ -	$ -	$ -	$ -
Construction in progress	-	-	-	-
Total capital assets not being depreciated	-	-	-	-
Capital assets, being depreciated:				
Structures and improvements	22,966,453	17,698,188	1,359,208	39,305,433
Machinery and equipment	1,393,712	161,646	-	1,555,358
Furniture and fixtures	227,149	3,166	-	230,315
Total capital assets being depreciated	24,587,314	17,863,000	1,359,208	41,091,106
Less: Accumulated depreciation for:				
Structures and improvements	9,468,196	1,115,128	414,265	10,169,059
Machinery and equipment	1,074,238	99,790	-	1,174,028
Furniture and fixtures	206,840	10,079	-	216,919
Total accumulated depreciation	10,749,274	1,224,997	414,265	11,560,006
Total capital assets being depreciated, net	13,838,040	16,638,003	944,943	29,531,100
Recreation capital assets, net	$ 13,838,040	$ 16,638,003	$ 944,943	$ 29,531,100

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

Governmental Activities:	
General government	$ 238,705
Administration	448,052
Police	390,555
Municipal court	3,033
Public works	5,925,361
Engineering	43,503
Vehicle and equipment maintenance	46,218
Health and environmental	26,041
Parks and recreation	713,325
Community relations	107,465
Community and arts	80,841
Total depreciation expense - governmental-type activities	$ 8,023,099
Business-Type Activities:	
Waterworks	$ 1,928,376
Solid waste	379,098
Public Improvement Corporation	382,449
Central materials processing facilities	252,111
Recreation	1,224,997
Total depreciation expense - business-type activities	$ 4,167,031

5. Employees' Retirement System

Plan Description

The City participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan which provides retirement, disability, and death benefits to plan members and beneficiaries. LAGERS was created and is governed by statute, section RSMo. 70.600 - 70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and it is tax exempt.

The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

Funding Status

The City's full-time employees contribute 4% of their gross salary to the pension plan. The City is required by state statute to contribute at an actuarially determined rate; the current rate is 12.5% (general) and 12.5% (police) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

Annual Pension Cost

For the 2007 Plan year, the City's annual pension cost of $3,353,627 (employer and employee contributions of $2,610,364 and $743,263, respectively) was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 2005 and/or February 28, 2006 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2007 included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, (b) projected salary increases of 4% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0% to 6% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on the RP-2000 Combined Healthy Table set back zero years for men and zero years for women, and (e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back 1 year for men and 7 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a 5-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 28, 2007 was 15 years.

Three-Year Trend Information			
Fiscal Year Ended	Annual Pension Costs (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2005	$ 3,011,310	100%	$ -
June 30, 2006	$ 3,212,611	100%	$ -
June 30, 2007	$ 3,353,627	100%	$ -

6. Long-Term Liabilities

The original issue amount and fund maturity date for each bond outstanding is as follows:

	Original Issue Amount	Date of Maturity
General Obligation:		
Series 1999 Refunding	$ 16,035,000	January 2013
Series 2002	2,500,000	March 2021
Series 2004 Refunding	9,520,000	March 2016
Neighborhood Improvement District Special Assessment Debt With Governmental Commitment:		
Series 2006	52,700	March 2016
Tax Increment Revenue:		
Series 2001	9,900,000	December 2012
Revenue Bonds:		
Series 1999	9,910,000	May 2015
Series 2002	4,110,000	November 2007
Series 2003	12,970,000	May 2023
Certificates of Participation:		
Series 2006A	23,100,000	November 2031
Series 2006B	1,525,000	November 2010
PIC Leasehold Revenue Bonds:		
Series 2002	2,900,000	June 2022
Series 2003	7,070,000	December 2023

	Balance - October 1, 2006, Restated	Additions	Retirements	Balance - September 30, 2007	Current Portion
Governmental Activities					
General Obligation Bonds:					
Series 1997 Refunding	$ 905,000	$ -	$ 905,000	$ -	$ -
Series 1999 Refunding	12,250,000	-	645,000	11,605,000	1,670,000
Series 2002	2,500,000	-	-	2,500,000	-
Series 2004 Refunding	9,520,000	-	-	9,520,000	650,000
Neighborhood Improvement District					
Limited General Obligation Bonds					
Series 2006	52,700	-	4,000	48,700	4,000
Annual Appropriation Bonds:					
Tax Increment Revenue Notes:					
Taxable Series 2001	5,423,000	-	-	5,423,000	-
Tax-exempt - Series 2001	3,513,000	-	-	3,513,000	-
Certificates of Participation:					
Series 2006A - Refunding portion	-	3,275,000	-	3,275,000	320,000
Compensated absences	917,190	1,554,501	1,482,745	988,946	988,946
	$ 35,080,890	$ 4,829,501	$ 3,036,745	$ 36,873,646	$ 3,632,946
Add: Unamortized premium				251,044	
Less: Unamortized discount and deferred amount on refunding				(780,076)	
Total Governmental Activities				$ 36,344,614	
Business -Type Activities:					
Water/Sewer Revenue Bonds:					
Capital Appreciation Series 1999	$ 9,730,000	$ -	$ 1,140,000	$ 8,590,000	$ 1,140,000
Series 2002 Refunding	780,000	-	380,000	400,000	400,000
Capital Appreciation Series 2003	12,970,000	-	-	12,970,000	-
Annual Appropriation Bonds:					
Certificates of Participation:					
Series 2006A - Tax-exempt	-	19,825,000	-	19,825,000	-
Series 2006B - Taxable	-	1,525,000	-	1,525,000	-
PIC Leasehold Revenue Bonds (Note 7):					
Series 1998	3,095,000	-	3,095,000	-	-
Series 2002	1,970,000	-	255,000	1,715,000	260,000
Series 2003	6,545,000	-	270,000	6,275,000	275,000
Compensated absences	259,723	469,176	418,741	310,158	310,158
	$ 35,349,723	$ 21,819,176	$ 5,558,741	51,610,158	$ 2,385,158
Less: Unamortized discount and deferred amount on refunding				(598,967)	
Unaccreted capital appreciation on bonds				(6,304,095)	
Total Business-Type Activities				$ 44,707,096	

Debt Service Requirements To Maturity (Including Public Improvement Corporation)

The annual principal requirements to maturity of bonded debt outstanding as of September 30, 2007, assuming the Certificates of Participation lease/purchase agreement is renewed each year, are as follows:

	Governmental Activities				Business-Type Activities				Total Debt Service Requirments To Maturity	
Years Ending	General Obligation		Annual Appropriation		Revenue Bonds		Annual Appropriation			
September 30	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2008	$ 2,324,000	$ 1,100,957	$ 320,000	$ 120,320	$ 1,540,000	$ 6,700	$ 535,000	$ 1,269,468	$ 4,719,000	$ 2,497,445
2009	2,545,000	952,986	320,000	108,880	1,365,000	-	1,055,000	1,238,025	5,285,000	2,299,891
2010	2,805,000	815,046	220,000	99,105	1,365,000	-	1,060,000	1,189,688	5,450,000	2,103,839
2011	2,990,000	688,362	230,000	90,835	1,365,000	-	1,255,000	1,137,541	5,840,000	1,916,738
2012	3,260,000	547,021	240,000	82,080	1,365,000	-	1,160,000	1,087,571	6,025,000	1,716,672
2013-2017	8,374,700	1,017,319	1,330,000	263,434	6,800,000	-	5,320,000	4,798,018	21,824,700	6,078,771
2018-2022	1,375,000	140,445	615,000	25,759	6,800,000	-	6,510,000	3,567,233	15,300,000	3,733,437
2023-2027	-	-	-	-	1,360,000	-	6,090,000	2,086,025	7,450,000	2,086,025
2028-2032	-	-	-	-	-	-	6,355,000	748,361	6,355,000	748,361
	$ 23,673,700	$ 5,262,136	$ 3,275,000	$ 790,413	$ 21,960,000	$ 6,700	$ 29,340,000	$ 17,121,930	$ 78,248,700	$ 23,181,179

General Obligation Bonds

General obligation bonds are supported by a pledge of the City's full faith and credit. These bonds, which are reported in the government-wide statement of net assets, were issued to finance various capital projects. $2,396,237 is available in the City's Debt Service Funds to repay general obligation bonds. The remainder of the general obligation bonds are to be repaid from future property tax levies. The bonds bear interest at rates ranging from 3.10% to 7.20% and mature through 2021.

Neighborhood Improvement District Bonds (Special Assessment Debt With Governmental Commitment)

In 1994, State legislation was adopted permitting the formation of special assessment areas, known as Neighborhood Improvement Districts, to finance local public improvements (the NID Act). The improvements are financed by bonds which are retired by assessments levied on those specific properties which benefit from the improvements. To the extent assessments are insufficient to retire the NID Bonds, the City is obligated to pay for debt service with available funds of the City. The City is not authorized to levy a City-wide property tax to pay the NID Bonds.

On September 26, 2006, the City issued $52,700 of Neighborhood Improvement District Limited General Obligation Bonds (NID Bonds). These bonds are supported by a pledge of the City's full faith and credit and will be repaid from future special assessments to be assessed on certain real property of the District. The bonds bear interest at 4.7% and mature in 2016.

Tax Increment Financing (TIF) Notes Payable

The tax increment financing notes payable are payable from payments in lieu of taxes collected by the Special Allocation special revenue funds.

The TIF notes represent special, limited obligations of the City, payable solely from the incremental sales and property taxes generated by the development project. The balance at September 30, 2007 represents outstanding notes with no accrued interest. The annual debt service repayments of the TIF notes are contingent upon the amounts of payments in lieu of taxes collected by the TIF districts. The notes bear interest at rates ranging from 7% to 8.5% and mature December 1, 2012.

Revenue Bonds (Excluding Public Improvement Corporation)

All revenue bonds payable are recorded in the appropriate enterprise funds since the ordinances authorizing the bond issues require that the bonds be repaid from operations of the respective enterprise fund. These bonds are payable solely from, and secured by, a pledge of the net revenues to be derived from the operation of the Waterworks and Sewerage System. The bond ordinances require the establishment of certain cash reserve accounts which are described in Note 9. These bonds bear interest at rates ranging from 1.40% to 5.25% and mature through 2023.

Certificates of Participation

On November 1, 2006, Certificates of Participation ("COPS") in the amount of $23,100,000 (Series 2006A) and $1,525,000 (Series 2006B) were issued evidencing proportionate ownership interest in the right to receive rental payments to be paid by the City pursuant to an annually renewable Lease/Purchase Agreement.

The purpose of the Series 2006A Certificates is to finance the cost of renovating the City's Rec-Plex, construct an ice skating complex adjacent to the Rec-Plex, and refund $3,095,000 principal amount of outstanding Leasehold Revenue Bonds, Series 1998. The Series 2006A Certificates are non-taxable, bear interest at rates ranging from 3.55% to 4.55% and mature November 1, 2031. The purpose of the 2006B Certificates is to finance the cost of constructing a high intensity training center to be located adjacent to the Rec-Plex. The Series 2006B Certificates are taxable, bear interest at rates ranging from 5.55% to 5.65% and mature November 1, 2010.

In conjunction with the issuance of these Certificates, the City entered into a lease agreement ("Ground Lease") to lease to UMB Bank, N.A. (the "Trustee") the real estate on which the Rec-Plex is located. The Trustee has subleased the real estate and all improvements thereon back to the City pursuant to the Lease/Purchase Agreement. The Ground Lease provides for, among other things, rental income equal to the COPS proceeds and a term that ends November 1, 2051 or after the City has paid either the option price or all of 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 October 31, 2007 with renewal options for twenty-four (24) consecutive one-year renewal terms ending November 2, 2031.

Legal Debt Margin

Under the statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation. This does not include an additional debt limit of 10% assessed valuation available for street improvements or waterworks and electric plants as provided under the statutes of the State of Missouri. The computation is as follows:

Assessed valuation - 2006 tax year	$998,541,542
Debt limit - 10% of assessed valuation	99,854,154
Amount of debt applicable to debt limit:	
Total general obligation bonded debt	23,673,700
Less: Amount available in debt service fund	(2,396,237)
Bond indebtedness applicable to debt limit	21,277,463
Legal debt margin	$ 78,576,691

7. City Of St. Peters, Missouri Public Improvement Corporation

On August 24, 1990, the Public Improvement Corporation (PIC) was formed as a Missouri not-for-profit corporation. The purpose of the PIC is to facilitate the acquisition and construction of certain capital improvements and facilities solely for the benefit of the City of St. Peters, Missouri.

Funding of such capital improvements and facilities has been provided through the issuance of leasehold revenue bonds. The 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 revenue bonds does not obligate the City to levy any form of taxation or to make any appropriation for their payment in any fiscal year. The PIC has no taxing power.

On December 1, 2003, the PIC issued $7,070,000 of Leasehold Revenue Bonds, Series 2003. Proceeds from the sale of the bonds were used to finance the construction of improvements to Laurel Park, improvements to other City parks and trails, the acquisition of recreational facilities and improvements thereto, erosion control, watershed and basin improvements, and other storm water management related projects. Simultaneously with the issuance of these 2003 Leasehold Revenue Bonds, the City entered into a lease agreement dated December 1, 2003 whereby a portion of the property, facilities and improvements acquired or constructed by the PIC have been leased to the City. The initial lease was renewed on September 30, 2004 and subject to annual budget appropriations. The lease will have successive one-year renewal options for a period of twenty years. At the end of the twenty-year period, the assets will be inventoried and become property of the City. Rental payments by the City are to be sufficient at all times to pay, when due, the principal, redemption premium, if any, and interest on the 2003 Leasehold Revenue Bonds. For fiscal year 2007, the City made lease payments totaling $528,860.

On June 1, 2002, the PIC issued $2,900,000 of Leasehold Revenue Bonds, Series 2002. Proceeds from the sale of the bonds were used to finance the acquisition and renovation of a building for use primarily by the City's construction management department and for the City's cable television operations, the acquisition of solid waste collection vehicles, the acquisition of a communications system and the acquisition of other personal property for municipal use. Simultaneously with the issuance of these 2002 Leasehold Revenue Bonds, the City entered into a lease agreement dated June 1, 2002 whereby a portion of the property, facilities and improvements acquired or constructed by the PIC have been leased to the City. The initial lease was renewed on September 30, 2002 and subject to annual budget appropriations. The lease will have successive one-year renewal options for a period of twenty years. At the end of the twenty-year period, the assets will be inventoried and become property of the City. Rental payments by the City are to be sufficient at all times to pay, when due, the principal, redemption premium, if any, and interest on the 2002 Leasehold Revenue Bonds. For fiscal year 2007, the City made lease payments totaling $340,588.

On July 1, 1998, the PIC issued $5,000,000 of Leasehold Revenue Bonds, Series 1998. Proceeds from the sale of the bonds were used to finance an expansion and renovation of the police station, an expansion to the City's senior citizens center, modifications to the skating rink, acquisition of computer system hardware, and renovation of the City Hall. Simultaneously with issuance of these 1998 Leasehold Revenue Bonds, the City entered into a lease agreement dated July 1, 1998 whereby a portion of the property, facilities and improvements acquired or constructed by the PIC have been leased to the City. The initial lease was renewed on September 30, 1998 and subject to annual budget appropriations. The lease will have successive one-year renewal options for a period of twenty years. At the end of the twenty-year period, the assets are intended to become the property of the City. During the fiscal year 2007, the City refunded the bonds as noted in Note 6. As a result, the debt has been removed from the PIC and the related assets have been transferred to the City.

8. Debt Defeasance

In prior years the City has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds were used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt has matured and, therefore, the defeased debt was removed as a liability from the City's financial statements. As of September 30, 2007, the amount of defeased debt outstanding, but removed from the financial statements amounted to $11,325,000.

9. Enterprise Funds Debt Requirements

Cash and cash equivalents and investments restricted at September 30, 2007 are as follows:

Revenue Fund	$	597,759
Operation and Maintenance Fund		1,452,483
Series 1999 Waterworks and Sewage Bond Reserve Fund		475,000
Series 2002 Revenue Refunding Bond Reserve Fund		421,789
Series 2002 Revenue Refunding Debt Service Fund		406,700
Series 2002 Leasehold Revenue Bonds Reserve Fund		249,521
Series 2003 Leasehold Revenue Bonds Reserve Fund		554,598
Depreciation Fund		225,000
Interest Reserve Fund		500,000
Contingency Fund		2,518,597
Series 2006A Certificate of Participation Payment Fund		465,029
Series 2006A Certificate of Participation Reserve Fund		1,324,628
Series 2006A Certificate of Participation Construction Fund		2,981,857
Series 2006B Certificate of Participation Payment Fund		43,779
Series 2006B Certificate of Participation Reserve Fund		159,523
Series 2006B Certificate of Participation Construction Fund		381,864
	$	12,758,127

The various Leasehold and other Revenue Bond, Certificates of Participation and related documents provide for the restriction of operating revenues of the enterprise fund after current operating expenses have been met. The Ordinance also provides for additional restrictions of operating revenues. The following are descriptions of the related reserve requirements:

Revenue Fund

Requirements - deposit of the gross earnings (excluding tap-on fees) of the Waterworks and Sewer System as collected, to be disbursed to the following funds as required.

Operation And Maintenance Fund

Requirements - monthly credit of a sum sufficient to pay the expenses for that month.

Series 1999 Waterworks And Sewage Revenue Bonds

Requirements - monthly credit (1/12) of the debt service payment due the next succeeding May 1.

Series 2002 Revenue Refunding Bond Reserve Fund

Requirements - initial deposit of $411,000 to be used only for payment of principal and interest on the bonds in the event insufficient funds are available in the debt service fund. In the event monies are drawn from the fund, the City will replenish the fund to $411,000 by making 12 monthly deposits into the fund in the 12 months immediately succeeding the use. The Bond Reserve Fund may also be used to call the Series 2002 Revenue Refunding bonds for redemption and payment prior to their maturity.

Series 2002 Revenue Refunding Debt Service Fund

Requirements - monthly credit of one-sixth (1/6) of the interest due on the succeeding interest payment date plus one-twelfth (1/12) of the principal amount due the next succeeding November 1, if any, to be used only for the payment of principal and interest.

Series 2002 Leasehold Revenue Bond Reserve Fund

Requirements - initial deposit of $239,721 to be used for the payment of principal and interest on the bonds in the event insufficient funds are available in the bond fund. In the event monies are drawn from this fund, the City will replenish the fund no later than the next succeeding Rental Payment date in equal monthly installments over a period not to exceed 13 months after being notified of such deficiency.

Series 2003 Leasehold Revenue Bond Reserve Fund

Requirements - initial deposit of $533,193 to be used for the payment of principal and interest on the bonds in the event insufficient funds are available in the bond fund. In the event monies are drawn from this fund, the City will replenish the fund no later than the next succeeding Rental Payment date in equal monthly installments over a period not to exceed 13 months after being notified of such deficiency.

Depreciation Fund

Requirements - initial transfer and credit of $225,000 to be used only for making emergency replacements and repairs and necessary extensions and enlargements to the Waterworks and Sewerage System. In the event monies are drawn from this fund, the City will replenish the fund to $225,000 by making 24 equal monthly deposits into the fund in the 24 months immediately succeeding the use.

Interest Reserve Fund

Requirements - Initial transfer and credit of $500,000 and thereafter such amounts as appropriated by the Board of Alderman of the City from the Contingency Account, the General Fund of the City, or other available funds of the City. Monies in the Interest Reserve Fund shall be held and used by the City to make up any deficiency in any of the accounts or subaccounts in the Revenue Fund and may be withdrawn by the City at any time and applied to its general governmental purposes if not required to satisfy the City's rate covenant.

Contingency Fund

Requirements - amounts remaining in the revenue fund after disbursement to other funds based on individual fund requirements shall be deposited in the Contingency Fund for the purposes of paying the costs of improvements, extensions, or additions to the system, funding any account or sub-account in the revenue fund which is not fully funded, retiring bonds in advance of maturity, or for any lawful purpose in connection with the operation of the system and benefiting the system.

Rate Covenant

Requirements - the City will fix, establish, maintain and collect such rates, fees and charges for the use and services furnished by the Waterworks and Sewer System to provide revenues in each fiscal year to pay for the operating costs of the system, the bond principal and interest payments, and any required deposits. Such rates should generate available revenues (net revenues plus interest reserve fund monies) at least equal to 125% of the principal and interest requirements on all waterworks and sewerage system bonds during the fiscal year and net revenues at least equal to 100% of the principal and interest requirements on all waterworks and sewerage system revenue bonds during the fiscal year.

Series 2006A and B Certificate of Participation Reserve Fund

Requirements - initial deposit of $1,777,273 and $152,500 for the 2006A and 2006B, respectively, to be used for the payment of principal and interest on the bonds in the event of insufficient funds are available in the bond funds. In the event monies are drawn from these funds, the City will replenish the funds within twelve months of the date of such deficiency.

The City met all related debt reserve requirements.

10. Interfund Balances And Transfers

The following represents a reconciliation of transfers between individual funds for the year ended September 30, 2007:

	Transfers From	Transfers To	Net Transfers
Major Governmental Funds:			
General Fund	$ 3,491,361	$ 456,775	$ (3,034,586)
Nonmajor Governmental Funds:			
Post Employment Benefits Fund	-	390,500	390,500
Major Enterprise Funds:			
Waterworks/Sanitary Sewer Fund	40,000	-	(40,000)
Solid Waste Fund	21,500	-	(21,500)
Public Improvement Corporation	3,575,548	3,196,361	(379,187)
Central Materials Processing Facility	19,000	-	(19,000)
Recreation Fund	15,000	-	(15,000)
	$ 7,162,409	$4,043,636	$ (3,118,773)
Government-wide transfers		2,882,279	
Capital contribution - Solid Waste Fund		236,494	
		$7,162,409	

Interfund transfers totaling $390,500 were used to fund post-retirement benefits to be paid on behalf of retirees.

Interfund transfers totaling $3,196,361 were used to early extinguish debt in another fund.

Interfund transfers totaling $456,775 were used to transfer reserve funds to the new fund responsible for the debt.

A transfer totaling $2,882,279 was made to transfer assets from a proprietary fund to the government activities who has assumed responsibility for the related debt.

Capital assets totaling $236,494 were transferred from one proprietary to another proprietary fund resulting in a capital contribution in the fund that received the assets.

Individual fund interfund receivable and payable balances as of September 30, 2007 are as follows:

	Interfund Receivable	Interfund Payable
Major Governmental Funds:		
General Fund	$ 1,638,981	$ 45,837
Transportation Trust Fund	1,499,855	912
Capital Projects Fund	-	1,076,783
Nonmajor Governmental Funds:		
City Centre Special Allocation Fund	-	1,633,915
Community Development Block Grant Fund	-	30,863
Major Enterprise Funds:		
Waterworks/Sanitary Sewer Fund	-	45,071
Solid Waste Fund	-	256,717
Central Materials Processing Facility	-	48,875
Recreation Fund	45,837	45,700
	$ 3,184,673	$ 3,184,673

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

Interfund payables at September 30, 2007 include $45,700 in the Recreation Fund, $912 in the Transportation Trust Fund, $60,722 in the Solid Waste Fund, $24,933 in the Waterworks/Sanitary Sewer Fund and $48,875 in the Central Materials Processing Facility Fund are for reimbursement to the General Fund for insurance expense.

Interfund payable of $30,863 in the CDBG - Nonmajor Governmental Fund is for reimbursement to the General Fund for Community Development Block Grant Fund program costs incurred during fiscal year 2007.

Interfund payable of $1,499,855 in the City Centre Special Allocation Fund is reimbursement to the Transportation Fund for road construction projects.

Interfund payables of $195,995 in the Solid Waste Fund, $134,060 in the City Centre Special Allocation Fund and $20,138 in the Waterworks/Sanitary Sewer Fund are due to the elimination of negative cash balances.

Interfund payable of $45,837 in the General Fund is for amounts owed to the Recreation Fund relating to the Certificates of Participation, Series 2006A issued during the year.

Interfund payable of $1,076,783 in the Capital Projects Fund is for reimbursement to the General Fund for costs incurred relating to the bonds issued subsequent to year end.

11. Joint Venture

In October 1985, the City of St. Peters, Missouri and the City of St. Charles, Missouri entered into a joint venture agreement to form the St. Peters - St. Charles Water Pipeline Project (the Joint Venture). The purpose of the Joint Venture is to construct and operate a water pipeline and appurtenant facilities from the Howard Bend Treatment Plant, owned and operated by the City of St. Louis, Missouri, to the separate facilities of the municipalities of St. Peters, Missouri and St. Charles, Missouri (the Owners), in order to adequately supply water by the pipeline to the citizens and businesses of the municipalities.

The Joint Venture is owned by the City of St. Peters, Missouri (31.8%) and the City of St. Charles, Missouri (68.2%). In accordance with the Joint Venture agreement, the City of St. Peters, Missouri is responsible for managing and accounting for the daily operations of the Joint Venture, except where concurrence of both cities is required. The Joint Venture receives all of its operating revenue from the water it sells to the Owners. The Owners financed the cost of construction of the pipeline and appurtenant facilities and, therefore, depreciation is excluded from the charges to the Owners. The cumulative investment in the Joint Venture by the City of St. Peters, Missouri through September 30, 2007 includes its proportionate share of water pipeline construction costs and an initial contribution to a water pipeline maintenance fund. Under terms of the Joint Venture agreement, additional contributions to maintain the water pipeline maintenance fund at an agreed-upon base amount may be required. The current base amount is $500,000 which may be increased to a maximum of $1,000,000 if maintenance costs so justify.

During the fiscal year 2007, the City of St. Peters, Missouri purchased water from the Joint Venture and paid related pumping charges totaling $546,047. These costs are included as operating expenses of the City's waterworks/sanitary sewer enterprise fund.

Condensed summary of financial information for the Joint Venture as of and for its fiscal year ended September 30, 2007 is as follows:

Assets	$ 7,127,351
Liabilities	$ 565,976
Parntership capital:	
St. Peters	2,903,699
St. Charles	6,227,431
Accumulated deficit:	
St. Peters	(817,182)
St. Charles	(1,752,573)
	$ 7,127,351
Operating revenue	$ 1,658,212
Operating expenses	(1,813,879)
Nonoperating revenue	62,935
Net Loss	$ (92,732)

The joint venture issues separate financial statements which may be obtained by writing to the St. Peters - St. Charles Water Pipeline Project, One St. Peters Centre Boulevard, St. Peters, Missouri 63376.

12. Insurance Programs

The City became self-insured with respect to workers' compensation, general liability and property and casualty insurance effective July 1, 1998 and medical insurance effective January 1, 1998. Unemployment compensation became effective in 1997. The estimated liability for payment of incurred (both reported and unreported) but unpaid claims relating to these matters is recorded in the general fund.

The City obtains periodic funding information from the claims-servicing company managing the self-insurance programs and adjusts the charges to the various funds as required to maintain the appropriate level of estimated claims liabilities. The City maintains excess liability coverages for workers' compensation, general liability, property and casualty and medical costs. Settled claims did not exceed commercial coverages for each of the past three fiscal years.

At September 30, 2007, the City's total estimated liability for payment of incurred (both reported and unreported) but unpaid claims for workers' compensation, property, and medical costs was $1,177,319.

Changes in the self-insured claims liabilities at September 30, 2007 and 2006 were as follows:

	Workers' Compensation/ General	Medical	Total
Balance - October 1, 2005	$ 677,820	$ 360,000	$ 1,037,820
Add: Current Year Claims And Changes in Estimate	552,439	2,833,743	3,386,182
Less: Claim Payments	734,530	2,616,391	3,350,921
Balance - September 30, 2006	495,729	577,352	1,073,081
Add: Current Year Claims And Changes in Estimate	512,319	2,629,561	3,141,880
Less: Claim Payments	430,729	2,606,913	3,037,642
Balance - September 30, 2007	$ 577,319	$ 600,000	$ 1,177,319

13. Postemployment Health Care Benefits

In accordance with City statutes, the City provides postemployment health care benefits to eligible employees who retire from the City while a subscriber or participant, who elect to receive benefits and have more than five (5) years of service prior to the date of retirement, and who have elected to continue coverage under the plan, together with the spouse of such retired employees. At September 30, 2007, the City provided this benefit to 34 retirees. The City provides a contribution on behalf of the retired employees and their spouses for health and/or dental insurance premiums based upon years of service.

Upon the retired employee participant's attainment of age sixty-five (65), coverage for such participant and his spouse shall only be supplemental to Medicare Parts A and B, regardless of whether the participant enrolls for Medicare Parts A and B.

During fiscal year 2007, the cost of postemployment benefits, net of retiree contributions, totaled approximately $248,700.

14. Commitments And Contingencies

Litigation

A lawsuit captioned Great Rivers Habitat Alliance, et al., v. City of St. Peters, Missouri and the Missouri Attorney General, was filed on December 13, 2004 in Circuit Court of Cole County, Missouri, by five individuals and the Great Rivers Habitat Alliance (a Missouri benevolent corporation) seeking invalidation of the Lakeside 370 Business Park TIF Redevelopment Plan (Plan) and the Ordinances adopting that Plan for redevelopment. A motion to intervene was filed on behalf of the County of St. Charles on July 19, 2005 to join as a plaintiff and assert claims to invalidate the Plan and Ordinances. On September 1, 2005, the Plaintiffs filed an amended petition, joined by St. Charles County. The City and Missouri Attorney General requested the Court grant judgment against plaintiffs on plaintiffs' claims that the TIF Act was unconstitutional. On December 9, 2005, the Circuit Court entered judgment against plaintiffs and in favor of the City and Attorney General, holding that the TIF Act was not unconstitutional as alleged by plaintiffs. The City then filed a motion for summary judgment, requesting the Court enter judgment against all remaining claims of invalidity of the Plan and Ordinances. On January 19, 2006, the Circuit Court entered judgment against plaintiffs and in favor of the City upholding the validity of the Plan and Ordinances as against the challenges brought by the plaintiffs. On February 17, 2006, the City filed a motion to amend the judgment to include the payment by Plaintiffs of the City's attorneys' fees in defense of the action. On February 21, 2006, plaintiffs filed a motion before the Circuit Court requesting the Court reverse its January 19, 2006 judgment and permit a trial on the issues. On May 17, 2006, the Circuit Court entered its final judgment denying all post-trial motions. Plaintiffs appealed the Circuit Court's judgment to the Missouri Supreme Court, but on motion of the City for transfer, the Missouri Supreme Court declined to hear the case

and transferred the appeal to the Missouri Court of Appeals for the Western District of Missouri. Briefing on the appeal was completed and the appeal was argued on April 4, 2007. On March 13, 2008, the Western District Court issued its Opinion reversing the grant of summary judgment and ordering a trial on the Plaintiffs' claims that the Ordinance and Plan were invalidly adopted. Given the complexity of the matters raised in the petition, counsel for the City is unable at this time to determine the likelihood of any final outcome or the financial impact, if any, to the City in the case of any adverse decision.

A lawsuit captioned Brian Hodak and Karla Hodak v. City of St. Peters, Mayor Tom Brown, Sgt. Timothy Kaiser, Sgt. Robert Treadway, Officer Charles Cason, was filed on August 19, 2004, in the Federal District Court, Eastern District of Missouri, seeking damages under the federal civil rights act, 42 U.S.C. § 1983, for alleged violation of constitutional rights of the Plaintiffs. Plaintiffs contended that, in connection with the October 18, 2002, arrest and issuance of charges against Brian Hodak for assault and resisting arrest, Brian Hodak's constitutional rights to be free from the use of excessive force, malicious prosecution and false imprisonment were violated. Plaintiffs further contended that the City and Mayor violated Plaintiffs' First Amendment rights by increasing City police presence around and revoking the liquor license of the bar run by Karla Hodak's company, H/N Planning & Control, Inc. (H/N) in retaliation for Brian Hodak's publication of letters regarding City matters. On February 16, 2006, the Federal Court entered summary judgment against Plaintiffs on their claims of malicious prosecution, false imprisonment and due process violations in connection with the liquor license revocation. Between March 6 and 13, 2006, a jury trial was held on the remaining claims. The jury returned verdicts against Brian Hodak on his claim that Sgt Timothy Kaiser used unconstitutionally excessive force in connection with Mr. Hodak's October 18, 2002 arrest and on his claim that Sgt. Robert Treadway and Officer Charles Cason violated Mr. Hodak's rights to be free from the use of excessive force by failing to intervene in the actions of Sgt. Kaiser. After the close of evidence, Plaintiffs dismissed their individual claims and substituted H/N as the party-Plaintiff in the claim for violation of First Amendment rights. The jury returned a verdict against the City and Mayor on this claim, awarding damages. In July, 2006, the Federal Court reversed the jury award on the claim of violation of First Amendment rights and ordered a re-trial of that claim. Brian Hodak was permitted to re-assert his personal claim of violation of First Amendment rights. Between November 6 and 14, 2006, a jury trial was held on the claims. The jury returned a verdict against Brian Hodak on his claim of First Amendment violations. The jury also returned a verdict against the City and Mayor on H/N's claim of First Amendment violations, awarding H/N $375,000 in compensatory damages against the City and Mayor and $1 million in punitive damages against the Mayor who may be indemnified by the City under certain circumstances. The City and Mayor filed post-trial motions seeking reversal of the awards to H/N and Plaintiffs filed post-trial motions seeking reversal of the awards against Brian Hodak; the Federal Court denied both motions and entered judgment in accordance with the jury's verdicts. The City appealed the judgment to the Eighth Circuit Court of Appeal. On October 18, 2007, while the appeal was pending, the Federal Court ruled on all parties' claims for an award of attorneys' fees and costs under 42 U.S.C. § 1988. The Federal Court denied

the request for fees by the City and Mayor and awarded H/N $179,334.44 in attorneys' fees and costs. The City and Mayor amended their appeal to include this award. On February 13, 2008, the Eighth Circuit Court of Appeals heard oral argument on the City's appeal. Given the complexity of the matters raised on appeal, counsel for the City is unable at this time to determine the likelihood of any final outcome or the financial impact, if any, to the City in the case of any adverse decision.

The City has accrued a liability in this matter in the amount of $1,375,000, which is included in claims payable in the Government-wide financial statements. The City has filed a claim with its insurance company related to this matter.

The City is a defendant in a number of other lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. Based on the current status of all of these 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.

Commitments

The City has entered into construction and other contracts amounting to approximately $26 million at September 30, 2007.

During 2006, the City sold a parcel of Route 370 property (Levee Property) for $49,600,000. As stated in the contract, the City received $24,600,000 in 2006 and the balance of $25,000,000 will be paid when certain conditions are met as outlined in the agreement. The City cannot recognize the remainder of the gain until the date upon which Final Completion, as outlined in the agreement, occurs. Final Completion includes: completion of all material items outlined in the Certificate of Substantial Completion, as outlined in the agreement; completion of all material work under the Missouri Department of Transportation Levee Attachment Agreement; and issuance of a Letter of Map Revision from the Federal Emergency Management Agency. Once these conditions are met, the City shall transfer the Levee Property to the St. Peters Route 370 Levee District and receive final payment. As security for the Developer's obligation to make the final payment, the Developer has delivered to the City an irrevocable stand-by letter of credit for the benefit of the City in the amount of $25,000,000. The City has currently accounted for this part of the transaction as deferred revenue until the conditions outlined above are met.

15. Subsequent Events

In October 2007, the City issued $9,999,780.30 of Combined Waterworks and Sewerage System Revenue Bonds, Series 2007 for the purpose of acquiring land and constructing, renovating and equipping improvements and for the expansion of the City's water and sewer system.

In addition, in November 2007, the City issued $7,000,000 of General Obligation Bonds, Series 2007 for the purpose of acquiring land and funding the construction, improvement and equipping of certain public works facilities and a justice center for police and municipal court purposes.

16. Prior Period Adjustment

During the year, the City changed the accounting for the recreation fund from a governmental fund to an enterprise fund. In addition, during the year, the City corrected several errors in capital asset balances. As a result, net assets and fund balances as of September 30, 2006 have been restated as follows:

	Governmental Activities	Business-Type Activities
Government-Wide Financial Statements		
Net Assets, September 30, 2006	$ 279,151,210	$ 39,061,619
Effect of transferring capital assets	(13,966,279)	13,966,279
Effect of transferring compensated absences	37,631	(37,631)
Effect of transferring fund balances	(493,670)	493,670
Effect of correcting beginning capital asset balances	(2,422,170)	(510,198)
Net Assets, September 30, 2006, restated	$ 262,306,722	$ 52,973,739

		Enterprise Funds				
	Special Revenue Fund - Recreation	Waterworks/ Sanitary Sewer	Solid Waste	Public Improvement Corporation	Central Materials Processing Facility	Recreation
Fund Financial Statements						
Fund Balance/Net Assets, September 30, 2006	$ 493,670	$ 32,193,227	$ 1,639,813	$ 1,133,343	$ 4,095,236	$ -
Record capital assets, net	-	-	-	-	-	13,966,279
Record compensated absences	-	-	-	-	-	(37,631)
Transfer of fund balance	(493,670)	-	-	-	-	493,670
Correct beginning capital asset balances	-	(286,425)	(9,437)	(44,765)	(41,333)	(128,238)
Fund Balance/Net Assets, September 30, 2006, restated	$ -	$ 31,906,802	$ 1,630,376	$ 1,088,578	$ 4,053,903	$ 14,294,080

Required Supplementary Information

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CITY OF ST. PETERS, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON INFORMATION
BUDGET BASIS - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Final Budget	Actual	
Revenues				
Sales tax	$ 11,500,000	11,500,000	11,344,811	$ (155,189)
Property tax	5,852,000	5,852,000	5,956,645	104,645
Utility franchise tax	3,050,000	3,050,000	3,362,062	312,062
Cigarette tax	185,000	185,000	231,216	46,216
Licenses and permits	1,158,000	1,158,000	1,660,469	502,469
Interest	300,000	300,000	687,201	387,201
Intergovernmental	3,275,000	3,347,800	3,590,692	242,892
Fines and forfeitures	1,794,000	1,869,000	1,600,896	(268,104)
Charges for services	382,000	382,000	410,673	28,673
Miscellaneous	258,800	430,800	657,788	226,988
Total Revenues	27,754,800	28,074,600	29,502,453	1,427,853
Expenditures				
General government	2,418,250	2,493,250	2,174,925	318,325
Administration	4,796,630	4,485,900	3,867,162	618,738
Police	10,086,125	9,903,125	9,422,079	481,046
Municipal court	409,300	409,300	366,851	42,449
Public works	2,811,080	2,810,180	2,685,024	125,156
Engineering	2,791,200	2,725,200	2,435,012	290,188
Maintenance	792,800	767,800	703,270	64,530
Health	634,500	634,500	555,176	79,324
Parks and recreation	4,312,200	4,366,800	4,265,371	101,429
Community relations	874,400	874,400	808,582	65,818
Community and arts	180,500	180,500	187,634	(7,134)
Capital outlay	1,086,750	1,339,750	927,475	412,275
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	56,000	56,000	-
Other	-	-	16,882	(16,882)
Total Expenditures	31,193,735	31,046,705	28,471,443	2,575,262
Revenues Over (Under) Expenditures	(3,438,935)	(2,972,105)	1,031,010	4,003,115
Other Financing Sources (Uses):				
Transfeers in	40,000	457,000	456,775	(225)
Transfers out	(295,000)	(3,491,500)	(3,491,361)	139
Proceeds from sale of capital assets	-	-	132,918	132,918
Proceeds from refunding certificates of participation	-	3,275,000	3,275,000	-
Discount on refunding certificates of participation	-	-	(60,637)	(60,637)
Total Other Financing Sources (Uses)	(255,000)	240,500	312,695	72,195
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,693,935)	(2,731,605)	1,343,705	4,075,310
Fund Balances				
Budget basis:				
Unreserved:				
Beginning of year	5,916,024	5,916,024	5,916,024	-
Transfer from (to) reserved	1,071,000	1,205,400	1,066,714	(138,686)
End of year	3,293,089	4,389,819	8,326,443	3,936,624
Reserved:				
Beginning of year	5,089,953	5,089,953	5,089,953	-
Transfer from (to) unreserved	(1,071,000)	(1,205,400)	(1,066,714)	138,686
End of Year	4,018,953	3,884,553	4,023,239	138,686
Budget basis, end of year	$ 7,312,042	$ 8,274,372	12,349,682	$ 4,075,310
Encumbrances, end of year			346,284	
Property tax - deferred revenue, end of year			(90,357)	
GAAP basis, end of year			$ 12,605,609	

See accompanying independent auditors' report and notes to budgetary comparison information

CITY OF ST. PETERS, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON INFORMATION
BUDGET BASIS - TRANSPORTATION TRUST FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Final Budget	Actual	
Revenues				
Sales tax	$ 5,750,000	$ 5,750,000	$ 5,673,492	$ (76,508)
Interest	200,000	200,000	349,494	149,494
Intergovernmental	1,726,100	1,796,500	3,243,520	1,447,020
Miscellaneous	1,510,000	2,010,000	1,532,349	(477,651)
Total Revenues	9,186,100	9,756,500	10,798,855	1,042,355
Expenditures				
Public works	4,583,825	4,333,825	3,950,777	383,048
Street construction	3,656,000	7,071,000	4,255,934	2,815,066
Debt service	1,000,000	1,000,000	-	1,000,000
Total Expenditures	9,239,825	12,404,825	8,206,711	4,198,114
Revenues Over (Under) Expenditures	(53,725)	(2,648,325)	2,592,144	5,240,469
Other Financing Sources:				
Proceeds from the sale of capital assets	-	-	23,477	23,477
Total Other Financing Sources:	-	-	23,477	23,477
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(53,725)	(2,648,325)	2,615,621	5,263,946
Fund Balances				
Budget basis:				
Unreserved:				
Beginning of year	6,973,252	6,973,252	6,973,252	-
End of year	6,919,527	4,324,927	9,588,873	5,263,946
Budget basis, end of year	$ 6,919,527	$ 4,324,927	9,588,873	$ 5,263,946
Budget basis grant revenue			(1,690,127)	
Encumbrances, end of year			3,162,741	
GAAP basis, end of year			$ 11,061,487	

See accompanying independent auditors' report and notes to budgetary comparison information

CITY OF ST. PETERS, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON INFORMATION
BUDGET BASIS - SPECIAL ALLOCATION FUND - CITY CENTRE
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Final Budget	Actual	
Revenues				
Sales tax	$ 2,500,000	$ 2,500,000	$ 2,421,767	$ (78,233)
Property tax	2,350,000	2,350,000	2,470,600	120,600
Utility franchise tax	-	-	2,914	2,914
Interest	120,000	120,000	331,427	211,427
Total Revenues	4,970,000	4,970,000	5,226,708	256,708
Expenditures				
General government	30,000	949,042	958,446	(9,404)
Capital outlay	1,500,000	2,155,000	2,141,215	13,785
Debt service	1,887,000	1,887,000	1,885,059	1,941
Total Expenditures	3,417,000	4,991,042	4,984,720	6,322
Revenues Over (Under) Expenditures	1,553,000	(21,042)	241,988	263,030
Fund Balances				
Budget basis:				
Unreserved:				
Beginning of year	2,689,410	2,689,410	2,689,410	-
Transfers from (to) reserved	(1,110,000)	(1,434,000)	(1,619,605)	(185,605)
End of year	3,132,410	1,234,368	1,311,793	77,425
Reserved:				
Beginning of year	1,657,160	1,657,160	1,657,160	-
Transfers from (to) reserved	1,110,000	1,434,000	1,619,605	185,605
End of year	2,767,160	3,091,160	3,276,765	185,605
Budget basis, end of year	$ 5,899,570	$ 4,325,528	4,588,558	$ 263,030
Encumbrances, end of year			-	
GAAP basis, end of year			$ 4,588,558	

See accompanying independent auditors' report and notes to budgetary comparison information

NOTES TO BUDGETARY COMPARISON INFORMATION
SEPTEMBER 30, 2007

Budgetary Process

The Board of Aldermen follow the procedures outlined below in establishing the budgetary data reflected in the financial statements:

1. On or before August 1, the City Administrator submits to the Mayor and Board of Aldermen a proposed operating budget for the general, special revenue (excluding NID), and debt service funds for the fiscal year commencing the following October 1. In addition, budgets for the waterworks/sanitary sewer, solid waste, central materials processing facility and recreation enterprise fund operations are prepared on a basis similar to that of the general governmental funds in order to better manage these operations. The operating budgets include proposed expenditures and the means of financing them. Expenditures may not legally exceed appropriations at the fund level.

2. The annual operating budgets are approved through the adoption of the budget ordinance by the affirmative vote of a majority of the members of the Board of Aldermen and approval by the Mayor on or before September 1 of the preceding budget year. If the budgets have not been passed and approved on or before the last day preceding the budget year (September 30), the budgets and appropriations for the current fiscal year shall be deemed to be rebudgeted and reappropriated for the budget year until a new budget is adopted and approved.

3. The City Administrator is authorized to transfer part, or all, of any unexpended balance among any departments within a given fund.

4. If it is determined that the original budgeted revenues and expenditures need to be increased or decreased, the Board of Aldermen may, by ordinance, make such changes in budgeted revenues and expenditures so long as the total budgeted expenditures do not exceed the amount of budgeted revenues plus beginning unencumbered fund balance.

5. If it appears probable that revenues available will be insufficient to meet the amount appropriated, the Board of Aldermen may, by ordinance, reduce one or more appropriations.

6. Unencumbered appropriations lapse at year end.

NOTES TO BUDGETARY COMPARISON INFORMATION (CONTINUED)
SEPTEMBER 30, 2007

The budgets for the general fund, the special revenue funds, and debt service funds are adopted on a basis which is consistent with accounting principles generally accepted in the United States of America (GAAP), except for the following:

- For GAAP purposes, expenditures are recognized primarily as incurred, whereas the City's budget basis recognizes encumbrances outstanding at year end as expenditures of the current period.

- In the special revenue funds, certain nonexchange intergovernmental revenue is recognized differently for GAAP and budget basis purposes due to the related recognition (encumbrance) of reimbursable expenditures discussed above.

- Property tax revenue is recognized in the period for which it is levied, to the extent it is collected within the current period or expected to be collected within 60 days following the end of the fiscal period on a GAAP basis. Property tax revenue not received at year end is recorded as deferred revenue. Property tax revenue is recognized on a budget basis at the point in time that the tax is levied.

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF FUNDING PROGRESS
SEPTEMBER 30, 2007

The following required supplementary information relates to the City of St. Peters' participation in Missouri LAGERS, an agent multiple-employer public retirement system.

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percentage of Covered Payroll
February 28, 2001	$ 22,914,427	$ 23,587,920	$ 673,493	97%	$ 16,405,237	4%
February 28, 2002	26,095,648	34,790,135	8,694,487	75%	16,869,756	52%
February 28, 2003	28,371,495	38,701,789	10,330,294	73%	17,609,354	59%
February 28, 2004	31,388,499	42,491,859	11,103,360	74%	18,195,286	61%
February 28, 2005	35,295,426	46,959,411	11,663,985	75%	18,874,777	62%
February 28, 2006	39,749,391	51,233,320	11,483,929	78%	19,479,944	59%
February 28, 2007	44,119,819	54,773,026	10,653,207	81%	20,124,825	53%

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

Other Supplementary Information

Combining And Individual Fund Financial Statements And Schedules

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Nonmajor 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.

Drug Enforcement Agency Fund - Used to account for Federal grant proceeds and other revenues restricted for drug-related law enforcement purposes.

Sewer Lateral Repair Program Fund - Used to account for money received from assessments on all residential property with six or less dwelling units. This money is used to repair defective lateral sewer service lines.

Special Allocation Fund - Old Town - Used to account for revenues generated by the Old Town TIF district.

Special Allocation Fund -Lakeside Redevelopment - Used to account for revenues generated by the Lakeside Redevelopment TIF district for the payment of debt service and other TIF related expenditures.

Community Development Block Grant Fund - Used to account for federal grant proceeds that provides assistance to low and moderate income persons.

Neighborhood Improvement District Fund - Used to account for the use of bond proceeds for infrastructure improvements in the Crown Colony Phase One neighborhood improvement district.

Local Parks And Stormwater Fund - Used to account for one-tenth sales tax revenue and grant proceeds to be used for park and stormwater projects.

Post Employment Benefits Fund - Used to account for City and employee contributions on behalf of retired employees and spouses for health and/or dental insurance premiums.

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CITY OF ST. PETERS, MISSOURI

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2007

	Drug Enforcement Agency Fund	Sewer Lateral Repair Program Fund	Special Allocation Funds		Community Development Block Grant Fund	Neighborhood Improvement District Fund	Local Parks and Stormwater Fund	Post Employment Benefits Fund	Total
			Old Town	Lakeside Redevelop-ment					
Assets:									
Cash and cash investments:									
Held by trustees	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unrestricted	134,281	1,479,815	2,432,344	51,481	-	86	1,175,115	2,784,677	8,057,799
Restricted	-	-	-	-	-	-	44,430	-	44,430
Receivables, net of allowances where applicable:									
Taxes	-	-	-	-	-	-	86,313	-	86,313
Intergovernmental	-	-	-	-	45,697	-	-	-	45,697
Accrued interest	-	-	-	-	-	-	-	94,029	94,029
Other	-	5,404	10,530	-	140,960	47,880	17,814	171	222,759
Long-term receivables	-	-	-	-	860,392	-	-	-	860,392
Total Assets	134,281	1,485,219	2,442,874	51,481	1,047,049	47,966	1,323,672	2,878,877	9,411,419
Liabilities and Fund Balances:									
Liabilities:									
Accounts payable	-	14,343	217,730	-	14,833	-	31,988	-	278,894
Deposits/guarantee bonds	-	4,700	-	-	-	-	-	-	4,700
Due to other funds	-	-	-	-	30,863	-	-	-	30,863
Deferred revenue	-	-	-	-	-	47,430	43,460	3,166	94,056
Total Liabilities	-	19,043	217,730	-	45,696	47,430	75,448	3,166	408,513
Fund Balances:									
Reserved for:									
Encumbrances	115,860	-	39,582	-	-	-	241,581	-	397,023
Capital projects	-	-	-	-	-	-	320,000	-	320,000
Long-term loans	-	-	-	-	1,001,353	-	-	-	1,001,353
Unreserved, reported in:									
Special revenue funds	18,421	1,466,176	2,185,562	51,481	-	536	686,643	2,875,711	7,284,530
Total Fund Balances	134,281	1,466,176	2,225,144	51,481	1,001,353	536	1,248,224	2,875,711	9,002,906
Total Liabilities and Fund Balances	$ 134,281	$ 1,485,219	$ 2,442,874	$ 51,481	$ 1,047,049	$ 47,966	$ 1,323,672	$ 2,878,877	$ 9,411,419

CITY OF ST. PETERS, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Drug Enforcement Agency Fund	Sewer Lateral Repair Program Fund	Special Allocation Funds		Community Development Block Grant Fund	Neighborhood Improvement District Fund	Local Parks and Stormwater Fund	Post Employment Benefits Fund	Total
			Old Town	Lakeside Redevelop-ment					
Revenues:									
Sales tax	$ -	$ -	$ 412,015	$ 6,350	$ -	$ -	$1,120,066	$ -	$ 1,538,431
Property tax	-	-	421,406	23,216	-	-	-	-	444,622
Interest	7,110	76,617	146,456	2,484	-	111	49,812	125,344	407,934
Intergovernmental	-	-	-	-	319,260	-	-	-	319,260
Charges for services	-	503,106	-	-	20,000	-	-	-	523,106
Miscellaneous	4,290	-	-	-	-	6,975	2,007	83,241	96,513
Total Revenues	11,400	579,723	979,877	32,050	339,260	7,086	1,171,885	208,585	3,329,866
Expenditures:									
General government	-	-	172,747	10,184	182,915	-	-	357,457	723,303
Public works	-	229,030	1,307,530	-	-	340	344,862	-	1,881,762
Parks and recreation	-	-	-	-	-	-	346,685	-	346,685
Capital outlay	2,341	-	-	-	-	-	-	-	2,341
Debt service:									
Principal retirement	-	-	-	-	-	4,000	-	-	4,000
Interest and fiscal charges	-	-	-	-	-	2,210	-	-	2,210
Total Expenditures	2,341	229,030	1,480,277	10,184	182,915	6,550	691,547	357,457	2,960,301
Other Financing Sources									
Transfers in	-	-	-	-	-	-	-	390,500	390,500
Total Other Financing Sources	-	-	-	-	-	-	-	390,500	390,500
Net Changes In Fund Balances	9,059	350,693	(500,400)	21,866	156,345	536	480,338	241,628	760,065
Fund Balances:									
Beginning of year	125,222	1,115,483	2,725,544	29,615	845,008	-	767,886	2,634,083	8,242,841
End of year	$ 134,281	$ 1,466,176	$2,225,144	$ 51,481	$ 1,001,353	$ 536	$1,248,224	$2,875,711	$ 9,002,906

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS - BUDGETED NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Drug Enforcement Agency Fund			Sewer Lateral Repair Program Fund			Special Allocation Fund - Old Town		
	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:									
Sales tax	$ -	$ -	$ -	$ -	$ -	$ -	$ 315,000	$ 412,015	$ 97,015
Property tax	-	-	-	-	-	-	390,000	421,406	31,406
Utility franchise tax	-	-	-	-	-	-	-	-	-
Interest	5,000	7,110	2,110	-	76,617	76,617	2,000	146,456	144,456
Charges for services	-	-	-	500,000	503,106	3,106	0	0	-
Miscellaneous	-	4,290	4,290	-	-	-	-	-	-
Total Revenues	5,000	11,400	6,400	500,000	579,723	79,723	707,000	979,877	272,877
Expenditures:									
General government	-	-	-	-	-	-	177,645	172,747	4,898
Public works	-	-	-	500,000	229,030	270,970	350,000	222,390	127,610
Parks and recreation	-	-	-	-	-	-	-	-	-
Capital outlay	129,000	118,201	10,799	-	-	-	-	-	-
Total Expenditures	129,000	118,201	10,799	500,000	229,030	270,970	527,645	395,137	132,508
Revenues Over (Under) Expenditures	(124,000)	(106,801)	17,199	-	350,693	350,693	179,355	584,740	405,385
Fund Balances:									
Budget basis:									
Unreserved:									
Beginning of year	125,222	125,222	-	1,115,483	1,115,483	-	1,600,822	1,600,822	-
Transfers from (to) reserved	-	-	-	-	-	-	-	-	-
End of year	1,222	18,421	17,199	1,115,483	1,466,176	350,693	1,780,177	2,185,562	405,385
Reserved:									
Beginning of year	-	-	-	-	-	-	-	-	-
Transfers from (to) reserved	-	-	-	-	-	-	-	-	-
End of year	-	-	-	-	-	-	-	-	-
Budget basis, end of year	$ 1,222	18,421	$ 17,199	$ 1,115,483	1,466,176	$ 350,693	$ 1,780,177	2,185,562	$ 405,385
Encumbrances, end of year		115,860			-			39,582	
GAAP basis, end of year		$ 134,281			$ 1,466,176			$ 2,225,144	

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS - BUDGETED NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Special Allocation Fund - Lakeside Redevelopment			Community Development Block Grant Fund			Local Parks and Storm Water Fund		
	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:									
Sales tax	$ 6,650	$ 6,350	$ (300)	$ -	$ -	$ -	$ 1,150,000	$ 1,120,066	$ (29,934)
Property tax	23,500	23,216	(284)	-	-	-	-	-	-
Interest	1,500	2,484	984	-	-	-	30,000	49,812	19,812
Intergovernmental	-	-	-	389,345	319,260	(70,085)	43,500	43,460	(40)
Charges for services	-	-	-	-	20,000	20,000	-	-	-
Miscellaneous	-	-	-	-	-	-	1,750	2,007	257
Total Revenues	31,650	32,050	400	389,345	339,260	(50,085)	1,225,250	1,215,345	(9,905)
Expenditures:									
General government	14,916	10,184	4,732	389,345	339,260	50,085	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	732,500	555,433	177,067
Parks and recreation	-	-	-	-	-	-	413,000	376,225	36,775
Total Expenditures	14,916	10,184	4,732	389,345	339,260	50,085	1,145,500	931,658	213,842
Revenues Over (Under) Expenditures	16,734	21,866	5,132	-	-	-	79,750	283,687	203,937
Fund Balances:									
Budget basis:									
Unreserved:									
Beginning of year	29,615	29,615	-	-	-	-	451,418	451,418	-
Transfers from (to) reserved	-	-	-	-	-	-	(5,000)	(5,000)	-
End of year	46,349	51,481	5,132	-	-	-	526,168	730,105	203,937
Reserved:									
Beginning of year	-	-	-	-	-	-	315,000	315,000	-
Transfers from (to) reserved	-	-	-	-	-	-	5,000	5,000	-
End of year	-	-	-	-	-	-	320,000	320,000	-
Budget basis, end of year	$ 46,349	51,481	$ 5,132	$ -	-	$ -	$ 846,168	1,050,105	$ 203,937
Budget basis grant income		-			-			(43,462)	
GAAP basis receivable		-			1,001,353			-	
Encumbrances, end of year		-			-			241,581	
GAAP basis, end of year		$ 51,481			$ 1,001,353			$ 1,248,224	

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS - BUDGETED NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Post-Employment Benefits Fund		
	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Sales tax	$ -	$ -	$ -
Interest	120,000	125,344	5,344
Intergovernmental	-	-	-
Charges for services	-	-	-
Miscellaneous	90,000	83,241	(6,759)
Total Revenues	210,000	208,585	(1,415)
Expenditures:			
General government	375,000	357,457	17,543
Public works	-	-	-
Parks and recreation	-	-	-
Total Expenditures	375,000	357,457	17,543
Revenues Over (Under) Expenditures	(165,000)	(148,872)	16,128
Other Financing Sources			
Transfers in	390,500	390,500	-
Total Other Financing Sources	390,500	390,500	-
Revenues and Other Financing Sources Over Expenditures	225,500	241,628	16,128
Fund Balances:			
Budget basis:			
Unreserved:			
Beginning of year	2,634,083	2,634,083	-
Transfers from (to) reserved	-	-	-
End of year	2,859,583	2,875,711	16,128
Reserved:			
Beginning of year	-	-	-
Transfers from (to) reserved	-	-	-
End of year	-	-	-
Budget basis, end of year	$ 2,859,583	2,875,711	$ 16,128
Budget basis grant income		-	
GAAP basis receivable		-	
Encumbrances, end of year		-	
GAAP basis, end of year		$ 2,875,711	

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGET BASIS - DEBT SERVICE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Property tax	$ 2,536,300	$ 2,543,627	$ 7,327
Interest	150,000	155,983	5,983
Miscellaneous	-	35,721	35,721
Total Revenues	2,686,300	2,735,331	49,031
Expenditures:			
Debt service	1,690,100	1,656,730	33,370
Total Expenditures	1,690,100	1,656,730	33,370
Revenues Over Expenditures	996,200	1,078,601	82,401
Fund Balances:			
Budget basis:			
Unreserved:			
Beginning of year	1,358,231	1,358,231	-
End of year	2,354,431	2,436,832	82,401
Budget basis, end of year	$ 2,354,431	2,436,832	$ 82,401
Property tax - deferred revenue, end of year		(40,595)	
GAAP basis, end of year		$ 2,396,237	

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - WATERWORKS/SANITARY FUND - SEWER FUND - (UTILITY OPERATING FUND) FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Water and sewer	$ 6,942,000	$ 7,282,608	$ 340,608
Interest	100,000	272,150	172,150
Intergovernmental	27,000	27,341	341
Miscellaneous	1,193,500	1,408,051	214,551
Total Revenues	8,262,500	8,990,150	727,650
Expenses:			
Personnel costs	3,407,430	3,313,574	93,856
Utilities	530,350	443,945	86,405
Purchased water	534,000	546,048	(12,048)
Wastewater treatment costs	140,000	119,356	20,644
Repairs and maintenance	685,440	571,879	113,561
Chemicals and supplies	313,400	247,447	65,953
Professional services	666,000	518,077	147,923
Supplies and other	167,600	172,491	(4,891)
Insurance	39,000	126,913	(87,913)
Gasoline and fuel	72,700	87,608	(14,908)
Rent	24,000	9,292	14,708
Bad debt	40,000	52,324	(12,324)
Miscellaneous	27,000	40,141	(13,141)
Total Expenses	6,646,920	6,249,095	397,825
Net Revenues Before Capital Expenditures and Debt Service and Fees	1,615,580	2,741,055	1,125,475
Capital Expenditures	376,150	227,969	148,181
Debt Service and Fees	1,550,000	1,541,583	8,417
Revenues Over (Under) Expenses	$ (310,570)	$ 971,503	$ 1,282,073

* The City adopts a separate budget for the utility operating fund (part of the waterworks/sanitary sewer enterprise fund). Actual amounts presented above include amounts encumbered at year end, which are treated as expenditures for purposes of the budget to actual comparison. Additionally, capital expenditures and bond principal payments are recognized as expenses for budget purposes.

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - SOLID WASTE FUND - FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Trash collection	$ 4,145,000	$ 4,176,824	$ 31,824
Intergovernmental	37,000	36,454	(546)
Miscellaneous	122,500	113,869	(8,631)
Interest	-	7,952	7,952
Total Revenues	4,304,500	4,335,099	30,599
Expenses:			
Personnel costs	1,907,620	1,915,814	(8,194)
Utilities	16,400	14,039	2,361
Landfill fees	1,046,500	973,311	73,189
Repairs and maintenance	344,300	289,922	54,378
Capital expenditures	959,625	949,172	10,453
Chemicals and supplies	5,300	2,330	2,970
Professional services	21,000	12,653	8,347
Supplies and other	43,850	37,063	6,787
Insurance	24,000	40,574	(16,574)
Gasoline and fuel	195,000	172,570	22,430
Rent	55,150	67,366	(12,216)
Bad debt	20,000	14,676	5,324
Miscellaneous	123,000	140,066	(17,066)
Total Expenses	4,761,745	4,629,556	132,189
Expenses Over Revenues	$ (457,245)	$ (294,457)	$ 162,788

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - CENTRAL MATERIALS PROCESSING FACILITY FUND FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Tipping fees	$ 1,536,000	$ 1,669,939	$ 133,939
Recycling fees	1,245,000	1,378,157	133,157
Earth Centre	240,000	312,798	72,798
Intergovernmental	15,000	14,625	(375)
Interest	40,000	50,750	10,750
Miscellaneous	20,000	24,058	4,058
Total Revenues	3,096,000	3,450,327	354,327
Expenses:			
Personnel costs	1,639,380	1,466,486	172,894
Landfill fees	1,145,000	1,195,252	(50,252)
Utilities	69,100	57,968	11,132
Capital expenditures	55,000	604	54,396
Professional services	68,500	61,887	6,613
Repairs and maintenance	83,050	69,880	13,170
Insurance	18,000	29,719	(11,719)
Gasoline and fuel	41,600	35,974	5,626
Supplies and other	278,100	241,787	36,313
Total Expenses	3,397,730	3,159,557	238,173
Revenues Over (Under) Expenses	$ (301,730)	$ 290,770	$ 592,500

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - RECREATION FUND FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Recreation	$ 3,808,400	$ 3,640,018	$ (168,382)
Interest	35,000	138,722	103,722
Miscellaneous	1,055,910	1,054,189	(1,721)
Total Revenues	4,899,310	4,832,929	(66,381)
Expenses:			
Personnel costs	2,346,615	2,207,567	139,048
Utilities	479,600	469,739	9,861
Repairs and maintenance	110,145	95,079	15,066
Capital expenditures	288,550	246,538	42,012
Chemicals and supplies	40,500	38,666	1,834
Professional services	211,250	322,122	(110,872)
Supplies and other	191,600	167,706	23,894
Concessions	133,000	128,017	4,983
Insurance	32,000	11,955	20,045
Miscellaneous	39,450	48,092	(8,642)
Total Expenses	3,872,710	3,735,481	137,229
Net Revenues Before Debt Service and Fees	1,026,600	1,097,448	70,848
Debt Service and fees	418,000	417,840	160
Revenues Over Expenses	$ 608,600	$ 679,608	$ 71,008

City of
St. Peters

CITY OF ST. PETERS, MISSOURI

Statistical Section

This part of the City of St. Peter'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. 80 - 84

Revenue Capacity
These pages contain information to help the reader assess the City's most significant local revenue sources. 85 - 90

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. 91 - 95

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. 96 - 97

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. 98 - 100

Sources: Unless otherwise noted, the information in this section is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in 2003; schedules presenting government-wide information include information beginning in that year.

NET ASSETS BY COMPONENT
LAST FIVE FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Governmental activities					
Invested in capital assets, net of related debt	$ 17,817,073	$ 38,538,859	$ 48,650,137	$ 241,816,941	$ 239,665,381
Restricted for capital projects	3,144,994	1,637,801	7,119,355	14,774,979	8,176,260
Restricted for debt service	1,860,174	2,034,833	2,847,740	1,307,849	2,436,832
Restricted for other purposes	2,056,942	2,169,874	-	-	-
Unrestricted	19,425,271	19,350,046	15,789,770	21,251,441	17,868,604
Total governmental activities net assets	$ 44,304,454	$ 63,731,413	$ 74,407,002	$ 279,151,210	$ 268,147,077
Business-type activities					
Invested in capital assets, net of related debt	$ 19,933,025	$ 20,257,573	$ 20,726,775	$ 22,491,148	$ 29,209,873
Restricted for capital projects	-	-	-	-	3,363,721
Restricted for debt service	4,700,413	5,290,157	5,684,152	6,990,365	9,394,406
Restricted for other purposes	-	-	-	-	-
Unrestricted	11,161,512	10,573,701	11,174,468	9,580,106	11,604,597
Total business-type activities net assets	$ 35,794,950	$ 36,121,431	$ 37,585,395	$ 39,061,619	$ 53,572,597
Primary government					
Invested in capital assets, net of related debt	$ 37,750,098	$ 58,796,402	$ 69,376,912	$ 264,308,089	$ 268,875,254
Restricted for capital projects	3,144,994	1,637,801	7,119,355	14,774,979	11,539,981
Restricted for debt service	6,560,587	7,324,990	8,531,892	8,298,214	11,831,238
Restricted for other purposes	2,056,942	2,169,874	-	-	-
Unrestricted	30,586,783	29,923,747	26,964,238	30,831,547	29,473,201
Total primary government net assets	$ 80,099,404	$ 99,852,814	$ 111,992,397	$ 318,212,829	$ 321,719,674

Note: The City began to report accrual information when it implemented GASB statement 34 in fiscal 2003. During fiscal year 2007 the City changed the accounting for the Recreation Fund from a governmental fund to an enterprise fund.

Source: Basic financial statements

CITY OF ST. PETERS, MISSOURI

TABLE 2

CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Expenses					
Governmental activites:					
General government	$ 1,918,385	$ 2,480,263	$ 3,153,690	$ 4,414,387	$ 4,101,069
Administration	5,813,016	5,262,781	5,142,485	4,679,329	4,440,371
Police	8,586,747	8,520,256	9,106,695	9,626,373	9,814,498
Municipal court	294,193	324,357	355,325	360,009	369,667
Public works	5,456,970	4,771,304	6,719,849	11,304,991	17,293,048
Engineering	2,012,693	2,139,381	2,070,918	2,584,427	2,469,174
Maintenance	878,392	799,725	729,378	967,257	756,069
Health	564,390	591,484	577,925	582,359	581,024
Parks and Recreation	8,092,134	8,789,938	8,845,727	9,112,915	5,517,854
Community Relations	807,688	855,073	826,583	876,912	960,770
Community & Arts	366,784	310,754	290,478	256,880	268,835
Interest on long term debt	2,265,041	1,983,033	2,148,903	2,748,833	2,117,537
Total governmental activities expenses	37,056,433	36,828,349	39,967,956	47,514,672	48,689,916
Business-type activities:					
Waterworks/Sanitary Sewer	7,189,717	7,944,078	8,136,178	8,439,318	8,782,669
Solid Waste	2,871,588	3,176,106	3,367,321	3,558,062	4,043,387
Public improvement corporation	764,809	1,149,042	1,156,686	1,100,309	840,568
Central Materials Processing Facility	3,528,825	3,142,558	3,306,561	3,381,029	3,408,096
Recreation	-	-	-	-	6,122,627
Total business-type activities expenses	14,354,939	15,411,784	15,966,746	16,478,718	23,197,347
Total primary government expenses	$ 51,411,372	$ 52,240,133	$ 55,934,702	$ 63,993,390	$ 71,887,263
Program Revenues					
Governmental activities:					
Charges for services:					
General government	$ 893,171	$ 1,274,215	$ 1,434,577	$ 2,082,925	$ 1,819,527
Police	1,433,807	1,689,862	1,595,803	2,238,900	1,768,839
Public works	7,009	5,440	516,937	718,062	524,412
Health	10,972	11,629	11,652	21,400	20,359
Parks and recreation	3,290,389	3,567,199	3,331,353	3,743,865	26,730
Community relations	86,683	88,480	94,279	90,591	92,471
Community & Arts	111,211	103,348	123,875	124,970	114,390
Operating grants and contributions	3,310,766	3,539,346	3,534,260	3,623,735	3,813,207
Capital grants and contributions	3,951,170	6,235,077	4,094,689	7,785,280	5,767,781
Total governmental activities program revenues	13,095,178	16,514,596	14,737,425	20,429,728	13,947,716
Business-type activities:					
Charges for services:					
Waterworks/Sanitary sewer	7,227,302	7,495,672	8,384,200	8,580,469	9,728,781
Solid waste	2,836,216	3,147,922	3,636,949	3,974,228	4,325,591
Public improvement corporation	-	-	-	-	844,102
Central materials processing facility	3,637,223	3,508,675	3,240,202	3,021,534	3,399,577
Recreation	-	-	-	-	3,656,297
Operating grants and contributions	758,055	868,789	1,293,479	1,255,040	-
Capital grants and contributions	298,427	630,212	530,759	234,097	559,515
Total business-type activities program revenues	14,757,223	15,651,270	17,085,589	17,065,368	22,513,863
Total primary government program revenues	$ 27,852,401	$ 32,165,866	$ 31,823,014	$ 37,495,096	$ 36,461,579

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003. During fiscal year 2007 the City changed the accounting for the Recreation Fund from a governmental fund to an enterprise fund.

Source: Basic financial statements.

CITY OF ST. PETERS, MISSOURI

TABLE 2

CHANGES IN NET ASSETS (continued)
LAST FIVE FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Net (Expense)/Revenue					
Governmental activies	$ (23,961,255)	$ (20,313,753)	$ (25,230,531)	$ (27,084,944)	$ (34,742,200)
Business-type activities	402,284	239,486	1,118,843	586,650	(683,484)
Total primary government net expense	$ (23,558,971)	$ (20,074,267)	$ (24,111,688)	$ (26,498,294)	$ (35,425,684)
General Revenues and Other Changes in Net Assets					
Governmental activies:					
Taxes					
Property taxes levied for general purposes	$ 5,319,788	$ 5,345,877	$ 5,444,307	$ 5,754,221	$ 5,972,329
Property taxes levied for debt service	2,067,646	2,244,013	2,277,665	2,460,820	2,563,201
Property taxes levied for tax increment financing districts	1,435,396	1,832,303	2,542,597	2,857,283	2,915,222
Sales taxes levied for general purposes	10,510,456	10,957,062	11,350,867	11,416,073	11,344,811
Sales taxes levied for transportation purposes	5,255,188	5,478,536	5,675,421	5,706,975	5,673,491
Sales taxes levied for Park and Storm Water Purposes	1,036,575	1,081,465	1,120,688	1,126,750	1,120,066
Sales taxes levied for Tax increment Financing Districts	1,951,088	2,182,219	2,422,100	2,767,595	2,840,130
Franchise and publie service taxes	2,692,959	2,823,306	3,073,690	3,269,630	3,364,976
Sewer lateral repair fee	-	480,541	-	-	-
Earnings on investments	767,316	354,629	794,416	2,220,645	2,095,392
Other revenue	1,430,292	479,869	516,637	1,423,234	2,388,254
Gain (loss) on sale of security	-	117,714	-	-	-
Gain on Sale of Capital Assets	(108,304)	237,001	-	20,328,060	66,490
Transfers	-	120,400	61,000	72,500	238,193
Total governmental activities	32,358,400	33,734,935	35,279,388	59,403,786	40,582,555
Business-type activities:					
Earnings on investments	142,102	207,395	406,121	759,658	1,462,516
Gain (loss) on sale of capital assets	-	-	-	202,416	58,019
Transfers	-	(120,400)	(61,000)	(72,500)	(238,193)
Total business-type activities	142,102	86,995	345,121	889,574	1,282,342
Total primary government	$ 8,941,531	$ 13,747,663	$ 11,512,821	$ 33,795,066	$ 6,439,213
Change in Net Assets					
Governmental activies	$ 8,397,145	$ 13,421,182	$ 10,048,857	$ 32,318,842	$ 5,840,355
Business-type activities	544,386	326,481	1,463,964	1,476,224	598,858
Total primary government	$ 8,941,531	$ 13,747,663	$ 11,512,821	$ 33,795,066	$ 6,439,213

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003. The prior period adjustments are related to - fiscal year 2004 increased construction in progress for infrastructure assets incurred prior to October 1, 2002 that was inadvertently omitted, fiscal year 2006 is due to the recording of infrastructure placed in service prior to 2003, fiscal year 2007 the City changed the accounting for the Recreation Fund from a governmental fund to an enterprise fund and corrected inaccuracies in capital asset balances.

Source: Basic financial statements.

CITY OF ST. PETERS, MISSOURI

TABLE 3

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Fund										
Reserved for encumbrances	$ 662,616	$ 1,157,348	$ 974,906	$ 1,034,818	$ 660,161	$ 431,094	$ 382,180	$ 465,563	$ 372,189	$ 346,284
Reserved for Capital improvements	-	-	-	-	-	-	-	-	4,000,000	2,867,207
Reserved for storm water management	264,026	273,275	150,871	164,763	184,008	189,719	223,172	223,173	85,286	110,267
Reserved for inventory/prepaid	290,004	251,342	548,704	919,095	784,863	827,345	867,637	873,131	796,763	725,590
Reserved for long-term receivables	-	-	-	-	-	-	-	-	-	-
Reserved for other projects	282,381	823,379	1,392,736	1,300,809	1,393,403	2,692,157	2,932,610	780,609	524,527	694,980
Unreserved	8,964,779	6,850,476	4,230,066	1,303,598	3,813,463	3,344,086	4,161,091	4,248,705	5,502,409	7,861,281
Total General Fund	$ 10,463,806	$ 9,355,820	$ 7,297,283	$ 4,723,083	$ 6,835,898	$ 7,484,401	$ 8,566,690	$ 6,591,181	$ 11,281,174	$ 12,605,609
All Other Governmental Funds										
Reserved for encumbrances	$ 5,582,342	$ 4,159,503	$ 2,258,191	$ 3,524,617	$ 3,492,964	$ 7,546,759	$ 2,127,464	$ 4,865,217	$ 3,936,558	$ 3,559,764
Reserved for capital improvements	304,719	307,522	403,480	378,568	334,726	147,457	455,307	472,945	447,514	320,000
Reserved for storm water management	-	-	-	-	-	-	-	-	-	-
Reserved for inventory/prepaid	118,620	133,556	7,138	8,990	9,358	14,703	20,909	27,087	23,506	2,602
Reserved for long-term receivables	-	-	-	-	-	306,103	519,773	727,514	796,767	1,001,353
Reserved for other projects	2,531,864	3,389,560	3,361,749	2,645,139	2,198,994	2,086,042	2,199,874	-	-	3,276,765
Unreserved, reported in										
Special revenue funds	12,443,858	8,498,242	10,058,101	7,858,582	8,565,757	5,022,374	8,898,714	11,268,978	16,299,128	16,492,467
Debt service funds	1,202,106	970,755	1,381,538	1,719,317	1,865,237	1,860,174	2,034,833	2,847,740	1,307,849	2,396,237
Capital projects funds	1,548,745	1,844,191	6,297,029	5,879,742	4,214,598	1,344,994	1,637,801	22,598,170	5,907,073	280,116
Total all other governmental funds	$ 23,732,254	$ 19,303,329	$ 23,767,226	$ 22,014,955	$ 20,681,634	$ 18,328,606	$ 17,894,675	$ 42,807,651	$ 28,718,395	$ 27,329,304

Note: Increased fund balance in 2005 resulted primarily from a $22,500,000 bond issue for capital projects, and Reserved for Other Projects declined when the City began reporting the Natatorium Foundation as a component unit. During fiscal year 2007 the City changed the accounting for the Recreation Fund from a government fund to a enterprise fund.

Source: Basic financial statements.

CITY OF ST. PETERS, MISSOURI

TABLE 4

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Revenues										
Sales tax (1)	$ 13,789,359	$ 14,045,426	$ 15,787,918	$ 16,579,729	$ 18,799,467	$ 18,753,307	$ 19,699,282	$ 20,569,091	$ 21,017,391	$ 20,978,501
Use tax (2)	1,289,016	-	-	-	-	-	-	-	-	-
Property tax (3)	6,094,703	6,542,005	7,190,831	7,467,135	8,166,425	8,513,746	9,439,098	10,292,983	11,069,439	11,431,916
Utility franchise tax	2,223,905	2,198,643	2,303,857	2,830,813	2,563,123	2,692,959	2,823,306	3,073,693	3,269,630	3,364,976
Special Assessment	-	-	-	-	-	-	-	-	215,839	-
Cigarette tax	252,456	242,816	222,543	214,221	206,383	202,503	212,994	189,403	203,416	231,216
Licenses and permits	388,883	476,393	643,118	926,193	1,030,145	844,571	1,167,388	1,312,320	1,950,438	1,660,469
Interest	2,473,296	1,903,804	1,509,301	1,464,131	589,411	776,385	472,343	794,421	2,220,644	2,095,392
Intergovernmental	5,086,489	4,201,434	4,920,725	5,762,672	6,501,077	5,278,697	6,999,736	5,880,363	6,731,969	6,821,731
Fines and Forfeitures	761,982	1,042,820	968,542	981,851	1,372,841	1,353,080	1,572,793	1,504,269	1,985,297	1,600,896
Charges for Services	3,585,519	3,624,722	3,396,204	3,294,206	3,499,166	3,560,744	4,340,727	4,109,749	4,694,036	933,779
Miscellaneous	504,325	667,330	1,229,760	828,726	2,342,512	1,903,093	818,681	860,653	1,779,408	2,322,571
Total revenues	36,449,933	34,945,393	38,172,799	40,349,677	45,070,550	43,879,085	47,546,348	48,586,945	55,137,507	51,441,447
Expenditures										
General government	612,711	930,975	1,787,879	2,815,951	1,507,248	1,670,032	2,138,722	2,908,197	2,740,191	3,862,364
Administration	3,485,844	4,458,296	5,071,723	5,360,095	5,587,177	5,499,898	5,022,275	5,025,680	4,732,115	3,869,357
Police	5,034,942	6,352,160	7,324,170	8,100,652	8,199,622	8,329,325	8,478,745	8,989,169	9,649,419	9,407,345
Municipal court	173,871	195,801	217,096	245,471	262,991	292,982	324,432	353,214	359,395	366,373
Public works	2,057,084	5,082,548	4,895,343	5,789,860	5,542,950	5,612,441	5,794,336	6,774,954	7,560,368	8,418,877
Engineering	1,329,309	1,741,928	1,660,934	1,825,392	1,902,461	1,905,371	2,122,459	2,058,782	2,528,071	2,422,063
Maintenance	653,291	672,597	659,680	705,693	713,071	748,045	729,127	709,484	713,904	703,345
Health	349,800	441,179	453,638	516,660	569,180	522,844	536,982	561,370	557,632	555,176
Parks and Recreation	6,434,802	7,394,972	7,710,602	7,837,967	7,542,068	7,655,882	8,285,927	8,394,205	9,043,035	4,613,547
Community relations	416,458	614,921	746,064	749,207	748,392	765,544	715,660	802,542	799,077	787,641
Community & arts	270,237	290,955	309,276	250,920	274,821	278,508	222,717	212,512	180,085	187,634
Captial outlay	10,583,551	10,416,216	12,121,044	14,641,963	11,462,638	6,561,839	10,169,034	5,647,963	23,657,316	12,924,502
Debt service										
Principal retirement	1,030,000	1,000,000	1,065,000	1,210,000	1,590,000	1,655,000	1,365,000	1,420,000	1,485,000	1,554,000
Inerest and fiscal charges	1,316,924	1,031,173	1,246,483	1,564,307	1,687,574	2,497,833	2,150,748	2,130,515	2,700,280	1,992,456
Other	44,611	48,634	41,216	42,010	44,863	45,066	208,389	52,017	56,082	74,425
Defeasance	-	-	-	-	-	-	713,108	-	-	-
Total expenditures	33,793,435	40,672,355	45,310,148	51,656,148	47,635,056	44,040,610	48,977,661	46,040,604	66,761,970	51,739,105
Excess of revenues over (under) expenditures	2,656,498	(5,726,962)	(7,137,349)	(11,306,471)	(2,564,506)	(161,525)	(1,431,313)	2,546,341	(11,624,463)	(297,658)
Other Financing Sources (Uses)										
Transfers in	-	-	-	231,544	1,335,000	230,000	340,400	2,467,132	350,000	847,275
Transfers out	(913,106)	(578,781)	(457,291)	(721,544)	(1,700,000)	(230,000)	(220,000)	(2,406,132)	(277,500)	(3,491,361)
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-	24,600,000	156,395
Issuance of debt	-	16,485,524	10,000,000	7,470,000	3,709,000	257,000	9,520,000	22,500,000	52,700	3,275,000
Payments to escrow agent	-	(16,732,242)	-	-	-	-	(9,363,128)	-	(22,500,000)	-
Discount on refunding of debt	-	-	-	-	-	-	-	-	-	(60,637)
Total other financing sources (uses)	(913,106)	(825,499)	9,542,709	6,980,000	3,344,000	257,000	277,272	22,561,000	2,225,200	726,672
Net change in fund balances	$ 1,743,392	$ (6,552,461)	$ 2,405,360	$ (4,326,471)	$ 779,494	$ 95,475	$ (1,154,041)	$ 25,107,341	$ (9,399,263)	429,014
Total expenditures	33,793,435	40,672,355	45,310,148	51,656,148	47,635,056	44,040,610	48,977,661	46,040,604	66,761,970	51,739,105
Debt service	2,391,535	2,079,807	2,352,699	2,816,317	3,322,437	4,197,899	4,437,245	3,602,532	4,241,362	3,620,881
Capital outlay	(10,583,551)	(10,416,216)	(12,121,044)	(14,641,963)	(11,462,838)	(6,561,839)	(10,169,034)	(5,647,963)	(23,657,316)	(12,924,502)
Capital expenditures from functional categories	(1,599,088)	(6,919,814)	(2,863,858)	(3,492,268)	(1,634,192)	(1,245,973)	(820,537)	(1,070,991)	(1,733,562)	-
Debt service as a percentage of noncapital expenditures	11.1%	8.9%	7.8%	8.4%	9.6%	11.6%	11.7%	9.2%	10.3%	9.3%

(1) Includes general and special revenue sales tax

(2) Use tax revenue relates to a local use tax enacted at the State level that was held by the courts to be invalid for future years.

(3) Includes general and special revenue property tax

(4) During the fiscal year 2007 the City changed the accounting for the Recreation Fund from a governmental fund to an enterprise fund.

(5) During the fiscal year 2007 the City reported all capital expenditures from functional categories as capital outlay.

Source: Basic financial statemtns.

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Tax Year	Residential Property	Commercial Property	Agriculture Property	Personal Property	Total Taxable Assessed Value	Estimated Actual Value	Direct Tax Rate	Ratio of Total Assessed Value To Total Estimated Actual Value
1998	$ 290,044,155	$ 170,743,043	$ 372,551	$ 122,032,142	$ 583,191,891	$ 2,429,687,674	0.9300	24.00%
1999	296,283,380	171,166,465	371,923	123,053,660	590,875,428	2,466,911,282	0.9300	23.95%
2000	332,639,342	184,271,488	491,709	132,109,974	649,512,513	2,727,406,003	0.9300	23.81%
2001	340,225,120	189,767,485	452,229	144,782,271	675,227,105	2,822,232,087	0.9000	23.93%
2002	376,076,814	207,481,596	940,674	148,459,133	732,958,217	3,080,947,989	0.9000	23.79%
2003	381,249,863	212,060,518	912,648	149,798,119	744,021,148	3,126,267,102	0.9000	23.80%
2004	461,123,165	235,203,492	1,172,346	148,068,059	845,567,062	3,615,948,666	0.8500	23.38%
2005	470,357,496	243,246,009	437,124	144,102,898	858,143,527	3,671,660,941	0.8500	23.37%
2006	551,812,707	266,671,065	800,541	150,170,460	969,454,773	4,194,807,038	0.8000	23.11%
2007	566,980,076	275,187,777	579,347	155,794,342	998,541,542	4,316,278,384	0.8000	23.13%

Notes: Property is reassessed once every two years. Property is subclassified for purposes of assessment as follows:

Residential Real Property - 19% of true value
Commercial Real Property - 32% of true value
Agriculture Real Property - 12% of productivity value
Personal Property - 33 1/3% of book value

Estimated actual taxable value is calculated by dividing taxable assessed value by these percentages. Tax rates are per $100 of assessed value

Source: Assessed valuations are from the Office of the St. Charles County Clerk

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Per $100 of Assessed Valuation)

	City of St. Peters Direct Tax Rates			Overlapping Tax Rates					
				School Districts(1)					
Fiscal Year	Operating	Debt Service	Total Direct	Fort Zumwalt	St. Charles	Francis Howell	St. Charles County (2)	St. Charles Community College	Others(3)
1998	$ 0.6800	$ 0.2500	$ 0.9300	$ 4.4900	$ 4.0100	$ 4.9400	$ 0.3200	$ 0.2500	$ 1.2200
1999	0.6600	0.2700	0.9300	4.5200	4.2700	4.9400	0.3000	0.2500	1.2700
2000	0.6600	0.2700	0.9300	4.3700	4.2700	4.8900	0.2800	0.2500	1.2600
2001	0.6400	0.2700	0.9100	4.3700	4.2700	4.8300	0.2700	0.2500	1.2600
2002	0.6740	0.2600	0.9340	4.2534	4.2700	4.6931	0.2493	0.2473	1.3251
2003	0.6400	0.2600	0.9000	4.2538	4.2700	4.6920	0.2475	0.2435	1.3449
2004	0.5890	0.2610	0.8500	4.2538	4.5700	4.4020	0.2300	0.2318	1.2184
2005	0.5890	0.2610	0.8500	4.9538	4.5700	5.0420	0.2290	0.2318	1.2097
2006	0.5500	0.2500	0.8000	4.5521	4.4700	4.7168	0.2178	0.2196	1.1283
2007	0.5500	0.2500	0.8000	4.5629	4.4700	4.7176	0.2178	0.2196	1.1353

Notes:

(1) The City is served by three school districts. While all three school districts overlap the City, none of the school districts overlap another school district.

(2) In addition to the tax rate shown, there is a $.53 tax rate (surcharge) imposed on all Real Estate Sub-Class 3, Commercial properties located in St. Charles County.

(3) Includes the tax rate for Central Co. Fire & Rescue #20, the St. Charles County Ambulance District, Handicapped Facilities Board, St. Charles County Dispatch & Alarm Agency, St. Charles County Library District and State of Missouri.

Source: Tax rates provided by respective taxing districts and office of the St. Charles County Clerk

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2007 Assessed Value	2007 Rank	2007 Percentage of Total Assessed Valuation(1)	1998 Assessed Value	1998 Rank	1998 Percentage of Total Assessed Valuation(2)
May Development Co. of Oregon	$ 22,631,270	1	2.27%	$ 15,892,850	1	2.73%
Airwick Industries, Inc.	8,763,609	2	0.88%	8,521,510	2	1.46%
Turnberry Apartments LLC	5,415,810	3	0.54%	-	-	-
Costco Wholesale Corp.	4,706,614	4	0.47%	-	-	-
79 Crossing LLC	4,018,183	5	0.40%	-	-	-
SSM Properties Inc.	3,861,140	6	0.39%	-	-	-
94 Crossing LLC	3,289,943	7	0.33%	-	-	-
Mid Rivers Mall LLC	3,231,310	8	0.32%	-	-	-
KRCV Corporation	3,049,390	9	0.31%	-	-	-
Jungs Station Association	3,034,160	10	0.30%		-	-
JcPenney's Properties, Inc.	-		0.00%	3,371,100	3	0.58%
Capital Dierbergs Properties	-		0.00%	3,196,260	4	0.55%
Sears Roebuck and Co.	-		0.00%	2,884,190	5	0.49%
Centermark Properties	-		0.00%	2,678,650	6	0.46%
Dayton Hudson Corp	-		0.00%	2,660,260	7	0.46%
Continental Sprayers	-		0.00%	2,658,290	8	0.46%
May Department Store	-		0.00%	2,462,810	9	0.42%
Wal-Mart Stores, Inc.	-		0.00%	2,435,090	10	0.42%

Notes:
(1) Based on calendar year 2006 assessed valuation equal to $998,541,542
(2) Based on calendar year1997 assessed valuation equal to $583,191,891

Source: Office of the St. Charles County Assessor

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1998	$ 5,452	$ 5,366	98.42%	$ 76	$ 5,442	99.82%
1999	5,571	5,494	98.62%	64	5,558	99.77%
2000	6,106	6,032	98.79%	68	6,100	99.90%
2001	6,111	6,010	98.35%	85	6,095	99.74%
2002	6,620	6,506	98.28%	103	6,609	99.83%
2003	6,793	6,649	97.88%	128	6,777	99.76%
2004	7,239	7,122	98.38%	100	7,222	99.77%
2005	7,361	7,263	98.67%	77	7,340	99.71%
2006	7,823	7,650	97.79%	104	7,754	99.12%
2007	8,080	7,961	98.53%	-	7,961	98.53%

Note: Per State Statute, Uncollected Personal Property Tax is written-off after five years.

Source: St. Charles County Collector

SALES TAX COLLECTED
LAST TEN FISCAL YEARS

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Sales Tax Collected For General Purposes	$ 9,120,067	$ 9,041,394	$ 9,786,065	10,187,081	$ 10,729,420	$ 10,510,456	$ 10,957,055	$ 11,350,867	$ 11,416,073	$ 11,344,811
Sales Tax Collected For Transportation Purposes	4,560,043	4,522,440	4,898,181	5,098,228	5,364,686	5,255,188	5,478,535	5,675,422	5,706,975	5,673,491
Sales Tax Collected For Park and Storm Water Purposes	-	-	-	422,721	1,060,285	1,036,575	1,081,465	1,120,689	1,126,750	1,120,066
Total Direct Sales Tax Collected	13,680,110	13,563,834	14,684,246	15,708,030	17,154,391	16,802,219	17,517,055	18,146,978	18,249,798	18,138,368
City direct sales tax rate	1.50%	1.50%	1.50%	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%
Sales Tax Collected For Tax Increment Financing - City Centre	109,249	481,592	990,338	706,140	1,398,359	1,734,209	1,931,266	2,007,070	2,234,173	2,421,767
Sales Tax Collected For Tax Increment Financing - Old Town	-		110,083	156,068	235,209	209,756	244,813	408,710	526,909	412,015
Sales Tax Collected For Tax Increment Financing - Lakeside 370	-		3,251	9,491	11,508	7,123	6,148	6,333	6,511	6,350
Total Tax Collected for Tax Increment Financing	$ 109,249	$ 481,592	$ 1,103,672	$ 871,699	$ 1,645,076	$ 1,951,088	$ 2,182,227	$ 2,422,113	$ 2,767,593	$ 2,840,132
Total Sales Tax Collected	13,789,359	14,045,426	15,787,918	16,579,729	18,799,467	18,753,307	19,699,282	20,569,091	21,017,391	20,978,500

Note: As set out in Section 32.057 of the Missouri Revised Statutes it is a violation to make known in any manner the tax returns or departmental records derived from the Missouri Department of Revenue. Due to the confidentially of earnings information the above alternative information is provided to assist users in understanding this revenue source.

Source: City Finance Department

DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS

Fiscal Year	City Direct Rate	St. Charles County	Metropolitian Park Tax	Children & Family Services	State of Missouri	Total Sales Tax
1998	1.50%	1.50%	—	—	4.225%	7.225%
1999	1.50%	1.50%	—	—	4.225%	7.225%
2000	1.50%	1.50%	—	—	4.225%	7.225%
2001	1.60%	1.50%	0.10%	—	4.225%	7.425%
2002	1.60%	1.50%	0.10%	—	4.225%	7.425%
2003	1.60%	1.50%	0.10%	—	4.225%	7.425%
2004	1.60%	1.50%	0.10%	—	4.225%	7.425%
2005	1.60%	1.50%	0.10%	0.125%	4.225%	7.550%
2006	1.60%	1.50%	0.10%	0.125%	4.225%	7.550%
2007	1.60%	1.45%	0.10%	0.125%	4.225%	7.500%

Note: The city sales tax rate may be changed only with voter approval. State law exempts certain food sales from 3% of state sales tax.

Source: City Finance Department

RATIOS OF OUTSTANDING DEBT BY TYPE (1)
LAST TEN FISCAL YEARS

	Governmental Activities				Business-Type Activities				
Fiscal Year	General Obligation Bonds	Special Assessment Bonds	Tax Increment Bonds	Certificate of Participation	Water/Sewer Revenue Bonds	Certificate of Participation	Leasehold Revenue Bonds	Total	Debt Per Capita(2)
1998	$ 23,240,000	$ -	$ -	$ -	$10,250,000	$ -	$ 5,280,000	$ 38,770,000	$ 771
1999	22,435,000	-	-	-	19,295,000	-	4,795,000	46,525,000	915
2000	31,205,000	-	-	-	18,385,000	-	4,585,000	54,175,000	1,054
2001	29,995,000	-	7,470,000	-	17,400,000	-	4,284,015	59,149,015	1,116
2002	30,905,000	-	8,679,000	-	16,070,000	-	7,025,000	62,679,000	1,140
2003	29,250,000	-	8,936,000	-	27,800,000	-	6,560,000	72,546,000	1,319
2004	28,080,000	-	8,936,000	-	26,410,000	-	13,150,000	76,576,000	1,392
2005	49,160,000	-	8,936,000	-	24,965,000	-	12,390,000	95,451,000	1,735
2006	25,175,000	52,700	8,936,000	-	23,480,000	-	11,610,000	69,253,700	1,259
2007	23,625,000	48,700	8,936,000	3,275,000	21,960,000	21,350,000	7,990,000	87,184,700	1,503

Notes:
(1) Total and per capita personal income are unavailable for the City.
(2) See table 16 for population data.

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

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds And Special Assessment Bonds	Fund Balance Debt Service Fund	Net General Bonded Debt	Percentage of Actual Taxable Value of Property (1)	Debt Per Capita (2)
1998	$ 23,240,000	$ 1,202,106	$ 22,037,894	0.91%	$ 438.13
1999	22,435,000	970,755	21,464,245	0.87%	422.11
2000	31,205,000	1,381,538	29,823,462	1.09%	580.44
2001	29,995,000	1,719,317	28,275,683	1.00%	533.50
2002	30,905,000	1,865,237	29,039,763	0.94%	528.00
2003	29,250,000	1,860,174	27,389,826	0.88%	498.00
2004	28,080,000	2,034,833	26,045,167	0.72%	473.55
2005	49,160,000	2,847,740	46,312,260	1.26%	842.04
2006	25,227,700	1,307,849	23,919,851	0.57%	434.91
2007	23,673,700	2,396,237	21,277,463	0.49%	366.85

Notes:
(1) See table 5 for property value data.
(2) See table 16 for population data.

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

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2007

Jurisdiction	Debt Outstanding	Percentage Applicable to St. Peters	Share of Debt Applicable to St. Peters
Debt repaid with property taxes:			
St. Charles County	$ 4,660,000	15.45%	$ 7,200
St. Charles County Ambulance District	10,365,000	15.45%	1,601,393
Central county Fire and Rescue	9,990,000	68.22%	6,815,178
St. Charles County Community College	45,060,000	15.53%	6,997,818
St. Charles School District R-VI	56,077,055	7.09%	3,975,863
Fort Zumwalt School District R-II	141,800,000	26.91%	38,158,380
Francis Howell School District	165,928,987	20.62%	34,214,557
Other Debt:			
St. Charles County Capital Leases			37,050,000
Fort Zumwalt Capital Leases			26,970,000
			155,790,389
City's direct debt			23,673,700
Total direct and overlapping debt			$ 179,464,089

Sources: Assessed value data used to estimate applicable percentages was provided by the St. Charles County Assessor. Debt outstanding data provided by each governmental unit.

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Overlapping governments are those that coincide, at least in part, with the geographic boundries of the City. This schedule estimates the portion of the outstanding debt of thoses overlapping governments that is borne by the residents and businesses of the City of St. Charles. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident-and therefore responsible for repaying the debt-of each overlapping government.

CITY OF ST. PETERS, MISSOURI

TABLE 14

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	City Purposes Basic Limit	Streets And Sewer Additional Limit
Assessed Valuation	$ 998,541,542	$ 998,541,542
Debt Limit - 10% off assessed valuation	99,854,154	99,854,154
Amount of debt applicable to debt limit		
Total general obligation debt	23,673,700	-
Less: Amount available in debt service fund	(2,396,237)	-
Net bond indebtedness applicable to debt limit	21,277,463	-
Legal debt margin	$ 78,576,691	$ 99,854,154

City Purposes Basic Limit	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Debt Limit	$ 58,319,189	$ 59,087,543	$ 64,951,251	$ 67,522,711	$ 73,295,822	$ 74,402,115	$ 84,556,706	$ 85,814,353	$ 96,945,477	$ 99,854,154
Total net debt applicable to limit	22,365,000	21,985,000	29,823,462	28,275,683	29,039,763	27,389,826	26,045,167	46,312,260	23,919,851	21,277,463
Legal Debt Margin	35,954,189	37,102,543	35,127,789	39,247,028	44,256,059	47,012,289	58,511,539	39,502,093	73,025,626	78,576,691
Total net debt applicable to the limit as a % of debt limit	38.35%	37.21%	45.92%	41.88%	39.62%	36.81%	30.80%	53.97%	24.67%	21.31%

Street and Sewer Additional Limit	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Debt Limit	$ 58,319,189	$ 59,087,543	$ 64,951,251	$ 67,522,711	$ 73,295,822	$ 74,402,115	$ 84,556,706	$ 85,814,353	$ 96,945,477	$ 99,854,154
Total net debt applicable to limit	875,000	450,000	-	-	-	-	-	-	-	-
Legal Debt Margin	57,444,189	58,637,543	64,951,251	67,522,711	73,295,822	74,402,115	84,556,706	85,814,353	96,945,477	99,854,154
Total net debt applicable to the limit as a % of debt limit	1.50%	0.76%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: The Missouri Constitution provides that in addition to the basic 10% debt limitation, the City may become indebted for an additional 10% of the assessed valuation for the purpose of acquiring rights-of-way, constructing, extending, and improving streets and avenues, and constructing, extending and improving a sanitary or storm sewer systems.

Source: Notes to the Financial Statements

CITY OF ST. PETERS, MISSOURI

PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year	Water Revenue Bonds					Special Assessment Bonds			
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage	Special Assessment Collections	Debt Service Principal	Debt Service Interest	Coverage
1998	$ 5,958,697	$ (3,988,100)	$ 1,970,597	$ 825,000	$ 723,534	1.27	$ -	$ -	$ -	$ -
1999	5,943,723	(4,124,324)	1,819,399	865,000	645,678	1.2	-	-	-	-
2000	6,191,556	(4,446,667)	1,744,889	910,000	591,635	1.16	-	-	-	-
2001	6,815,772	(5,007,716)	1,808,056	985,000	532,160	1.19	-	-	-	-
2002	6,999,333	(5,040,065)	1,959,268	1,045,000	446,993	1.31	-	-	-	-
2003	7,227,302	(4,771,125)	2,456,177	1,240,000	352,449	1.54	-	-	-	-
2004	7,495,672	(5,165,769)	2,329,903	1,390,000	182,735	1.48	-	-	-	-
2005	8,384,200	(5,329,670)	3,054,530	1,445,000	121,171	1.95	-	-	-	-
2006	8,580,469	(5,731,539)	2,848,930	1,485,000	59,596	1.84	215,839	-	-	-
2007	9,728,781	(6,093,420)	3,635,361	1,520,000	19,195	2.36	6,975	-	-	-

Notes: Operating expenses do not include interest, depreciation, or amortization expenses. Debt service is presented on a cash flow basis. The coverage calculations presented in this schedule differ from those required by specific bond indentures.

The decline in the interest portion of debt service relates to the maturity of revenue bonds and the issuance of Capital Appreciation Bonds.

Source: Basic financial statements and notes to the financial statements.

CITY OF ST. PETERS, MISSOURI

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

Year	Population	School Enrollment	Unemployment Rate
1998	50,300	38,934	2.40%
1999	50,850	41,036	1.70%
2000	51,381	41,010	2.10%
2001	53,000	41,547	2.60%
2002	55,000	42,020	3.00%
2003	55,000	42,519	3.20%
2004	55,000	42,392	3.00%
2005	55,000	42,713	3.10%
2006	55,000	42,639	3.00%
2007	58,000	46,940	n/a

Note: Total and per capita personal income are unavailable for the City of St. Peters.

Sources: Population for 2000 is an official count of the United States Bureau of Census. For other years the figures are an estimate made by the City. School enrollment was was provided by the respective school districts prior to the year 2000 and thereafter from the Mo Department of Elementary and Secondary Education website. The unemployment rate for 2000 is an official count of the United States Bureau of Census. For other years, the figure is an unofficial estimate of the Missouri Economic Research and Information Center.

LARGEST EMPLOYERS
(BASED ON FULL-TIME EMPLOYMENT)
CURRENT AND NINE YEARS AGO
SEPTEMBER 30, 2007

	2007			1998		
	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Fort Zumwalt School District R-II	981	1	2.8%	558	1	1.7%
Barnes St. Peters Hospital	612	2	1.7%	383	2	1.1%
Reckett & Benckiser	497	3	1.4%	250	4	0.7%
City of St. Peters	495	4	1.4%	368	3	1.1%
Francis Howell School District R-III	279	5	0.8%	320	7	1.0%
Continental AFA	247	6	0.7%	329	6	1.0%
Schnucks	201	7	0.6%	-		-
Boon Center Inc.	200	8	0.6%	-		-
United Services Inc.	197	9	0.6%	-		-
Wal-Mart	176	10	0.5%	238	5	0.7%
Waignwright Industries	-		-	210	8	0.6%
Central Area Data Processing	-		-	158	9	0.0%
Didion & sons Foundry Company	-		-	150	10	0.4%
Dierbergs	3,885		11.0%	2,964		8.8%

Note: Figures based on full-time or full-time equivalents. Percentage of Total City Employment was based on the employed labor force of 35,386 for September 2007 and 33,545 for September 1998. Labor force statistics are unofficial estimates from the Missouri Economic Research and Information Center.

Source: Survey of Employers

CITY OF ST. PETERS, MISSOURI

TABLE 18

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

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Governmental Activities:										
General Government	7.90	7.90	7.90	7.90	7.90	7.90	7.90	7.90	7.90	7.90
Administration	44.00	48.20	48.80	50.40	51.70	49.70	47.70	48.70	47.40	47.40
Police	101.30	108.60	111.90	111.90	111.90	108.70	108.70	108.70	109.00	110.00
Municipal Court	4.20	4.40	5.10	5.10	5.40	5.40	5.40	5.40	5.40	5.40
Public Works	45.50	49.00	48.00	48.00	48.40	45.90	45.90	46.20	36.95	36.45
Engineering	28.70	30.70	30.70	30.70	31.80	28.80	29.00	29.00	32.00	33.00
Maintenance	12.20	11.60	10.60	10.60	10.60	9.90	9.90	9.70	8.60	9.60
Health	10.70	7.60	7.90	8.50	9.40	8.70	8.70	8.60	7.80	8.40
Parks and Recreation	111.30	123.00	129.10	130.20	125.80	135.90	137.10	137.10	136.40	58.40
Community Relations	6.40	7.30	7.30	7.30	9.70	9.00	9.00	9.00	9.00	9.00
Community & Arts	4.80	4.80	4.80	4.80	4.80	4.80	4.80	4.80	3.80	3.80
Business-Type Activities:										
Waterworks/Sanitary Sewer	39.00	38.00	38.30	38.00	39.70	39.40	41.90	42.40	42.40	43.50
Solid Waste	21.10	21.30	24.00	22.40	23.10	23.80	23.80	24.10	24.60	26.70
Central Materials Processing Facility	31.00	30.00	31.00	31.30	32.60	24.60	24.60	27.50	27.30	24.30
Recreation	-	-	-	-	-	-	-	-	-	78.40
Total	468.10	492.40	505.40	507.10	512.80	502.50	504.40	509.10	498.55	502.25

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total hours by 2,080. During fiscal year 2007 the City changed the accounting for the Recreaion Fund from a governmental fund to an enterprise fund.

Source: City budget office.

CITY OF ST. PETERS, MISSOURI

TABLE 19

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Functions/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Governmental Activities:										
Administration										
Citizen Concerns Received	*	*	*	982	923	942	1,129	988	964	1,226
No. of Concerns Responses within 72 hours	*	*	*	100%	97%	99%	99%	98%	99%	98%
Police										
Average number of physical arrests per month	144	270	200	186	214	293	336	223	228	240
Average number of calls for service per month	2,850	3,145	3,000	3,000	3,900	3,598	3,465	2,342	2,407	2,608
Citizen Concerns Received	*	*	*	399	456	325	265	363	326	379
No. of Concerns Responses with 72 hours	*	*	*	99%	100%	98%	96%	99%	96%	97%
Municipal court										
Average Number of Court Sessions per year	*	*	*	*	32	32	32	32	32	33
No. of tickets processed	*	*	*	*	19,445	20,419	17,229	17,727	19,019	15,410
Public Works										
Slab Replacement (Square Yards)	15,377	16,150	19,555	27,573	20,262	17,417	22,667	16,123	19,230	32,400
Asphalt overlay (Miles)	4.7	1.0	0.5	4.6	4.1	4.6	4.3	6.3	7.8	6.7
Curb Replacement (Lineal Feet)	*	3,220	4,000	5,250	9,300	10,816	12,251	8,917	13,145	15,705
Crackseal (Lineal Feet)	27,459	*	*	41,360	72,516	50,325	69,807	43,402	56,684	51,677
Sidewalk (Square Feet)	*	*	*	*	985	5,319	4,720	7,735	10,335	25,348
Citizen Concerns Received	*	*	*	1,215	545	744	945	651	648	719
No. of Concerns Responses with 72 hours	*	*	*	98%	100%	99%	98%	94%	96%	97%
Engineering										
New Commercial Construction Unit Permits Issued	45	58	58	40	37	79	65	13	24	35
Value of New Commercial Construction Units	$ 23,366,288	$ 47,951,903	$ 38,154,195	$ 24,923,011	$ 47,701,387	$ 61,680,082	$ 39,599,803	$ 15,856,038	$ 62,397,912	$ 78,167,652
New Residential Construction Unit Permits Issued	365	$ 264	150	823	218	431	289	302	271	132
Value of New Residential Construction Units	$ 36,492,082	$ 26,328,171	$ 12,095,946	$ 49,161,645	$ 24,285,105	$ 55,996,636	$ 38,197,045	$ 29,516,271	$ 33,189,993	$ 26,580,724
Citizen Concerns Received	*	*	*	1,341	1,383	1,245	1,191	1,004	973	$ 1,031
No. of Concerns Responses with 72 hours	*	*	*	97%	97%	95%	96%	96%	95%	98%
Health										
Citizen Concerns Received	*	*	*	192	256	176	133	168	168	219
No. of Concerns Responses with 72 hours	*	*	*	97%	100%	94%	98%	99%	99%	100%
Animal Control										
Citizen Concerns Received	*	*	*	*	81	73	75	62	36	32
No. of Concerns Responses with 72 hours	*	*	*	*	98%	99%	97%	100%	97%	100%
Parks and Recreation										
REC-PLEX Annual Passes	1,676	1,660	1,643	1,511	1,779	1,867	2,017	2,070	2,191	2,066
Citizen Concerns Received	*	*	*	219	202	183	162	166	159	186
No. of Concerns Responses with 72 hours	*	*	*	100%	100%	100%	100%	100%	100%	100%
Business-type activities:										
Waterworks/Sanitary Sewer										
Number of water service connections	14,513	14,944	15,632	15,632	15,319	15,762	15,955	16,430	17,718	16,768
Daily average water consumption in gallons	4,690,000	4,720,000	4,920,000	4,920,000	5,200,000	5,200,000	5,010,000	5,200,000	5,998,000	5,365,233
Number of sanitary sewer service connections	16,193	16,519	16,368	16,368	16,823	17,207	17,294	17,563	17,718	17,913
Daily average sanitary sewer treatment in gallons	5,092,000	5,180,000	4,980,000	4,980,000	5,170,000	5,700,000	5,930,000	5,930,000	6,239,000	6,227,156
Citizen Concerns Received	*	*	*	894	1,347	1,232	1,084	1,239	909	1,049
No. of Concerns Responses with 72 hours	*	*	*	96%	99%	100%	100%	100%	100%	100%
Solid Waste										
Citizen Concerns Received	*	*	*	159	147	145	115	118	101	108
No. of Concerns Responses with 72 hours	*	*	*	99%	99%	97%	99%	98%	100%	100%

*Information is not available for this time period

Sources: Various city departments.

CITY OF ST. PETERS, MISSOURI

TABLE 20

CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Functions/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Governmental Activities:										
General government										
City Hall	1	1	1	1	1	1	1	1	1	1
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Public Works										
Streets (miles)	217	218	218	222	223	225	225	225	225	225
Streetlights	1,995	2,008	2,027	2,032	2,370	2,396	2,398	2,483	2,483	2,483
Parks and Recreations										
Sports Center (gymnasium)	1	1	1	1	1	1	1	1	1	1
Senior Citizen Center (Includes a fitness trailer)	1	1	1	1	1	1	1	1	1	1
REC-PLEX(2 pools; 2 ice rink (one seasonal) gymnasium; fitness facilities	1	1	1	1	1	1	1	1	1	1
Parks	19	19	19	19	19	19	19	19	20	20
Park acreage	580	580	580	580	590	590	686	686	986	986
Golf Courses	1	1	1	1	1		11	1	1	1
Outdoor swimming Pools	3	3	3	3	3	3	3	3	3	3
Tennis Courts	7	7	7	7	7	7	7	7	7	7
Miles of hiking/biking trails	8	8	8	9	9	10	10	10	10	10
Community & Arts										
Community and Arts Center	1	1	1	1	1	1	1	1	1	1
Business-type activities										
Waterworks/Sanitary Sewer										
Water										
Maximum daily capacity in gallons:										
Water treatment plant	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
City of St. Louis system (per contract)	9,858,000	9,858,000	9,858,000	9,858,000	9,858,000	9,858,000	9,858,000	9,858,000	9,858,000	9,858,000
Water mains (miles)	216	229	229	229	229	241	242	251	261	261
Fire hydrants	1,900	1,198	1,198	1,198	1,198	1,475	1,959	1,970	1,981	1,989
Wastewater										
Sanitary sewers (miles)	208	210	210	210	210	210	215	227	239	239
Storm Sewers (miles)	136	122	122	122	122	122	134	147	161	161
Treatment capacity (thousands of gallons)	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000
Solid Waste										
Customers - Residential	-	-	-	-	15,092	15,229	15,494	15,666	15,801	16,172
Central Materials Processing Facility										
Facilities	1	1	1	1	1	1	1	1	1	1

* Information is not available for this time period

Sources: Various City departments.