CITY OF ST. PETERS, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2012

Report issued by the Office of Administration

Timothy M. Wilkinson
Assistant City Administrator

Beth A. French
Director of Finance

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Introductory Section

City of
St. Peters

January 31, 2012

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, 2012, is hereby submitted.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. 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.

The accounting firm of Schowalter & Jabouri, P.C. was retained by the City to perform an annual audit. The independent auditors' report on the financial statements is included at the front of the financial section of this report

GAAP requires 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 52,500. 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.

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

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-to-day 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, Tax Increment Financing Commission, Personnel Review Board, the Parks and Recreation Advisory Board, St. Peters Green Team, Senior Advisory Committee, Veterans Memorial Commission and Outpatient Surgical Treatment Center Medical Review Board. 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 546 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, Local Parks and Storm Water Fund, Transportation Trust Fund, Central Materials Processing Fund, Recreation 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, Recreation Fund, 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 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 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

As has been the trend for more than a decade, the City's economy continues to diversify with modern housing, commercial enterprises, shopping centers, support services, and some industries. Residential growth has been considerable as an outgrowth of expanded employment opportunities in the area. Commercial growth is attributable to the City's transportation network, central location in the United States, and expanding resources of labor and materials. The City of St. Peters currently has approximately 2,245 business establishments.

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 360,000 in the 10-mile radius immediately surrounding the City.

The largest shopping center in St. Peters, Mid Rivers Mall, is also the largest shopping center in St. Charles County. The mall, which opened in 1987, is anchored by four major department stores and has approximately 120 shops, including a food court and a 14-screen Wehrenberg Theater.

Due to these factors, the City has been able to reduce the property tax rate from $1.85 per hundred dollars of valuation in 1970 to 77 cents per hundred dollars of valuation (57.59 cents in the General Fund and 19.41 cents in the Debt Service Fund) without cutting any City services. The assessed valuation for the City of St. Peters increased and revenues received during the 2012 fiscal year were based upon $1,014,588,944 of assessed valuation.

The age distribution of St. Peters is close to that of the state of Missouri. Approximately 23% of St. Peters' residents are under the age of 18 years. Older adults, 65 years and above, comprise roughly 11% of the population. The median age of St. Peters' population in 2010 was 38.8 years.

The percentage of the City's adult population who graduated from high school was 92.5% and 31.6% 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 86.2% and a population obtaining a bachelor's degree or higher of 25.0%.

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, 2011. The City of St. Peters has received this prestigious award since 1991. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

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, Assistant Director of Finance, 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

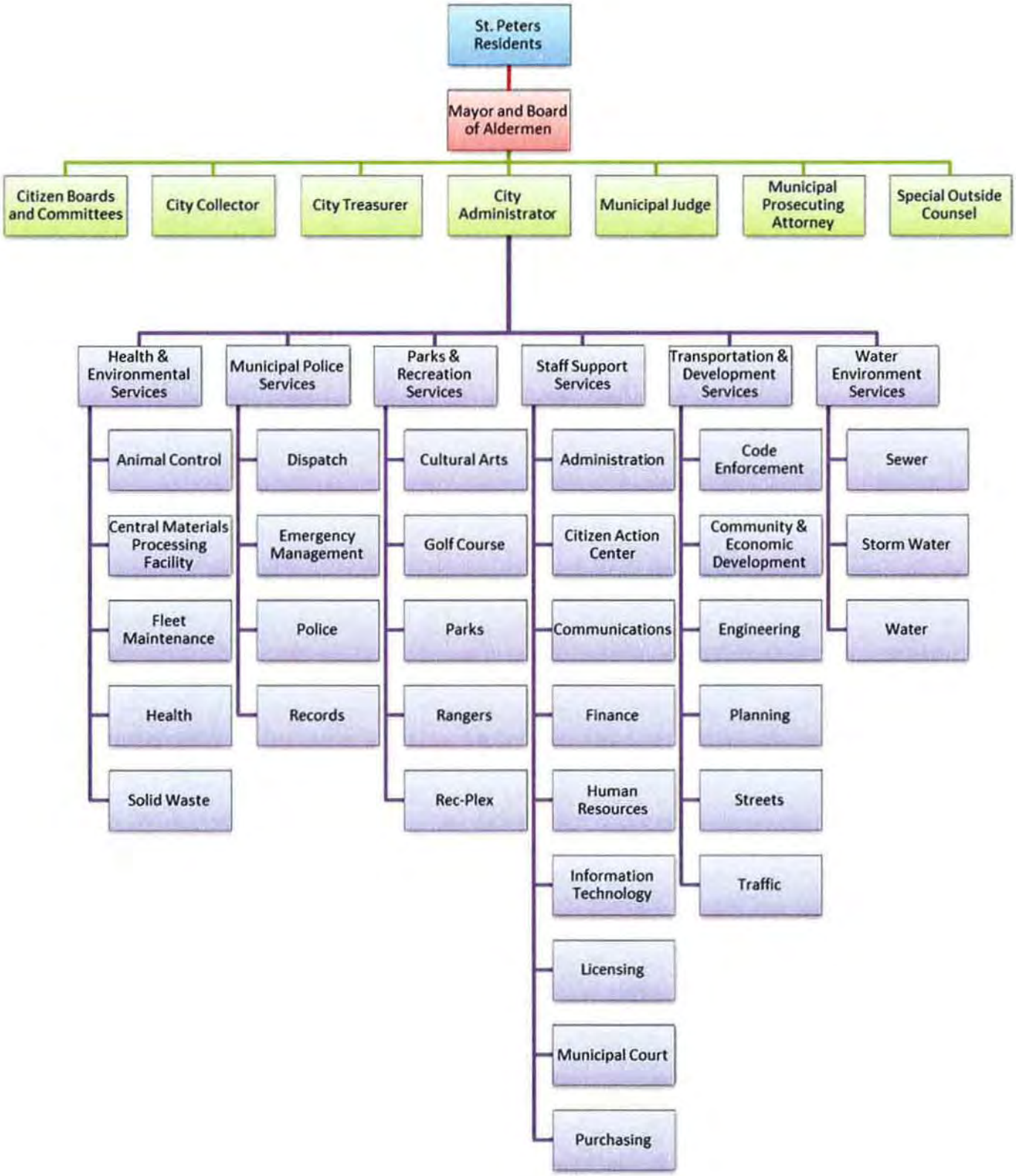
Ward II
Jerry Hollingsworth
Judy Bateman

Ward III
Terri Violet
Tommy Roberts

Ward IV
Patrick Barclay
Don Aytes

City Administrator
William P. Charnisky

Assistant City Administrator
Timothy M. Wilkinson


St. Peters Residents
Mayor and Board of Aldermen
Citizen Boards and Committees
City Collector
City Treasurer
City Administrator
Municipal Judge
Municipal Prosecuting Attorney
Special Outside Counsel
Health & Environmental Services
Municipal Police Services
Parks & Recreation Services
Staff Support Services
Transportation & Development Services
Water Environment Services
Animal Control
Central Materials Processing Facility
Fleet Maintenance
Health
Solid Waste
Dispatch
Emergency Management
Police
Records
Cultural Arts
Golf Course
Parks
Rangers
Rec-Plex
Administration
Citizen Action Center
Communications
Finance
Human Resources
Information Technology
Licensing
Municipal Court
Purchasing
Code Enforcement
Community & Economic Development
Engineering
Planning
Streets
Traffic
Sewer
Storm Water
Water

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, 2011

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

Financial Section

City of
St. Peters

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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 the City of St. Peters, Missouri, as of and for the year ended September 30, 2012, 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 the 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 control 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 the City of St. Peters, Missouri, as of September 30, 2012, 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 January 31, 2013, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on 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.

MEMBERS
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Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 20, the budgetary comparison information and related notes on pages 71 through 75 and the pension related information on pages 76 and 77 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of St. Peters, Missouri's financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Schowalter & Jabouri, P.C.

SCHOWALTER & JABOURI, P.C.

St. Louis, Missouri
January 31, 2013

Management's Discussion and Analysis

MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2012

This section of the City of St. Peters' annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended on September 30, 2012. 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 $333.9 million. Net assets is comprised of: $313.7 million invested in capital assets, net of related debt; $5.4 million restricted for debt service; $5.9 million restricted for transportation; $5.4 million for other purposes; $11.4 million unrestricted and available for the City's business-type activities; offset by ($7.9 million) unrestricted for governmental purposes.
- Unrestricted governmental net assets are calculated at a negative amount after implementation of GASB 54. For our City this relates to Tax Increment Financing (TIF) Notes outstanding in the amount of $6.5 million. These notes represent special, limited obligations of the City, payable solely from the incremental sales and property taxes generated by the development projects. The annual debt service repayments are contingent upon the amounts of payments in lieu of taxes collected within the district. The debt is recorded on the City's financial statements; however, the assets are not, causing the negative amount in net assets.
- Total net assets decreased approximately $624,000 over the course of this year's operations. Governmental activities increased by $953,000, and business-type activities decreased by approximately $1.577 million.
- Our City, like the majority of political subdivisions in the Country, continues to feel the impact of declining real estate values. However, even though existing property values' decreased by 4% the City had new construction and annexations of $11.9 million resulting in an overall decrease in assessed valuation for real estate and personal property (excluding the City's Special Districts) of $30.4 million or 2.9% during fiscal year 2012.
- The City retained the same property tax rate of 77 cents per $100 of assessed valuation.
- The City issued $185,000 in Development Notes during the course of the year.
- Program revenues are revenues directly associated with a function or program and come from sources other than the City's tax base. This year program revenue decreased government-wide by $8 million. Program revenues are segregated into three areas, charges for services, program-specific grants and contributions and earnings on investments that must be spent on a specific program.
    - This year capital grants and contributions decreased $9.1 million from the prior year with most of the decrease related to roads constructed by the public works function of the City and dedications in the Waterworks/sanitary sewer function.
    - These decreases are offset by an increase in charges for services of $1.3 million, which relates to an increase in water and sewer user fees of $827,000 attributed to rate increases in water and sewer charges, growth in our customer base, and increased water demand from a very dry summer; a $198,000 increase in our solid waste collection fees attributed to rate increases; a $53,000 decrease in recycling revenue at our central materials processing facility from decreases in commodity pricing offset by an increase in materials brought to the transfer station; and a $292,000 increase in our recreation activities from increased customers at both the Rec-Plex and at the municipal golf course and our first full year of operations at 370 Lakeside Park which has a 140-acre recreational lake with camping, fishing, boating, hiking, biking, and 50 full-service RV sites and primitive tent sites available.

- General revenues are comprised of all revenues that do not qualify as program revenues. For the City of St. Peters the majority of general revenues are made up of property, sales and franchise taxes. During the year general revenues decreased $3.1 million. This change is due to decreased assessed valuation of property discussed previously and a prior year reimbursement for transportation related activities from the City's Old Town Tax Increment Financing District of $3.3 million. In addition, Laclede Gas had a rate decrease and we had a mild winter compare to the year before which resulted in a decrease in franchise taxes of approximately $119,000. These decreases are offset by an increase in sales tax of $912,000 due to a strengthening economy and the City's emphasis on economic development.

OVERVIEW OF THE FINANCIAL STATEMENTS

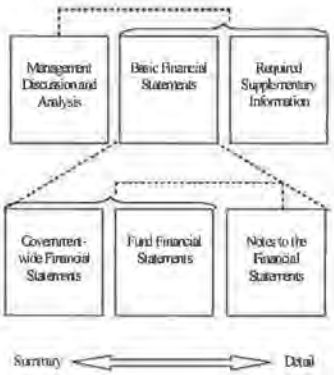
This annual report consists of three parts: the introductory section; the financial section which includes the auditors' report, management's discussion and analysis, the basic financial statements and required supplementary information, other supplementary information that presents schedules for non-major budgeted governmental funds, budget-based schedules for enterprise activities; and a statistical section presenting other 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.
  - Fiduciary fund statements offer short-and long-term financial information about the activities where the government is the trustee or agent for someone else's resources, such as the post retirement benefit plan for City employees.

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	Fiduciary 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), and the City's Recreation Fund	Instances in which the city is the trustee or agent for someone else's resources, such as the post retirement benefit plan for City employees.
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	Statement of fiduciary net assets Statement of changes in fiduciary net assets
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	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	All assets and liabilities, both 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	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 and recreation activities 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	
	2011	2012	2011	2012	2011	2012
Current and other assets	$ 31,941,637	$ 28,099,692	$ 18,665,135	$ 18,698,585	$ 50,606,772	$ 46,798,277
Capital assets (net of depreciation)	317,954,947	320,820,268	99,060,153	96,800,957	417,015,100	417,621,225
Total assets	349,896,584	348,919,960	117,725,288	115,499,542	467,621,872	464,419,502
Long-term obligations	69,868,363	68,607,810	47,599,967	46,979,968	117,468,330	115,587,778
Other liabilities	10,422,291	9,752,774	5,160,380	5,132,177	15,582,671	14,884,951
Total liabilities	80,290,654	78,360,584	52,760,347	52,112,145	133,051,001	130,472,729
Net assets						
Invested in capital assets, net of related debt	259,323,155	262,479,439	51,062,078	51,195,406	310,385,233	313,674,845
Restricted	17,265,476	15,976,056	3,058,197	787,071	20,323,673	16,763,127
Unrestricted	(6,982,701)	(7,896,119)	10,844,666	11,404,920	3,861,965	3,508,801
Total Net Assets	$ 269,605,930	$ 270,559,376	$ 64,964,941	$ 63,387,397	$ 334,570,871	$ 333,946,773

As seen in Table MDA-3, the City's total assets of $464.4 million include $46.8 million in current and other assets and $417.6 million in capital assets.

Assets decreased during the fiscal year by $3.2 million, the majority of which relates to cash distributed for capital projects and a decrease in intergovernmental receivables related to transportation project grants.

The City's total liabilities of $130.5 million include $115.6 million that is not due or payable in the next fiscal year and $14.9 in other liabilities. The change in long-term obligations is the result of the previously discussed debt issuance and an increase in the Other Post Employment Benefit "OPEB" Liability offset by debt payments during the year. There was a $698,000 decrease in other liabilities primarily relating to the decrease in the accounts payable balance at the end of the year.

Total net assets of approximately $333.9 million is comprised of $313.7 million invested in capital assets, net of related debt; $16.7 million restricted debt service, transportation projects and other purposes; $11.4 million unrestricted and available for the City's business-type activities and as discussed previously a negative $7.9 million unrestricted for governmental purposes.

Changes in Net Assets

The City's combined net assets changed by less than 1% during fiscal year 2012 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	
	2011	2012	2011	2012	2011	2012
Revenues						
Program Revenues						
Charges for services	$ 4,633,162	$ 4,642,568	$ 23,650,898	$ 24,915,131	$ 28,284,060	$ 29,557,699
Operating Grants and Contributions	3,680,124	3,450,856	-	-	3,680,124	3,450,856
Capital Grants and Contributions	15,176,082	8,227,484	3,659,979	1,547,224	18,836,061	9,774,708
General Revenue						
Property Tax	12,663,993	12,070,048	-	-	12,663,993	12,070,048
Sales Tax	21,700,663	22,612,591	-	-	21,700,663	22,612,591
Other Taxes	4,188,158	4,069,136	-	-	4,188,158	4,069,136
Earnings on Investments	55,642	22,164	35,074	12,824	90,716	34,988
Gain on Sale of Capital Assets	69,326	-	4,585	13,310	73,911	13,310
Other	3,571,682	398,845	-	-	3,571,682	398,845
Total revenues	65,738,832	55,493,692	27,350,536	26,488,489	93,089,368	81,982,181
Expenses						
General government	6,412,147	7,279,425	-	-	6,412,147	7,279,425
Administration	4,642,420	4,116,344	-	-	4,642,420	4,116,344
Police	12,883,901	12,828,392	-	-	12,883,901	12,828,392
Municipal court	451,384	420,486	-	-	451,384	420,486
Public Works	22,109,038	14,559,364	-	-	22,109,038	14,559,364
Engineering	2,572,899	2,243,654	-	-	2,572,899	2,243,654
Maintenance	465,034	254,551	-	-	465,034	254,551
Health	731,504	764,863	-	-	731,504	764,863
Parks and recreation	6,092,722	6,011,172	-	-	6,092,722	6,011,172
Community relations	983,171	1,010,835	-	-	983,171	1,010,835
Community and arts	243,961	265,196	-	-	243,961	265,196
Interest on long-term debt	3,321,526	3,333,056	-	-	3,321,526	3,333,056
Waterworks/Sanitary Sewer	-	-	12,069,159	12,263,810	12,069,159	12,263,810
Solid Waste	-	-	5,203,218	5,070,099	5,203,218	5,070,099
Public Improvement Corporation	-	-	157,303	-	157,303	-
Central Materials Processing Facility	-	-	3,622,194	3,797,178	3,622,194	3,797,178
Recreation	-	-	8,121,280	8,387,854	8,121,280	8,387,854
Total expenses	60,909,707	53,087,338	29,173,154	29,518,941	90,082,861	82,606,279
Increase (decrease) in net assets before transfers	4,829,125	2,406,354	(1,822,618)	(3,030,452)	3,006,507	(624,098)
Transfers	(12,933,570)	(1,452,908)	12,933,570	1,452,908	-	-
Increase (decrease) in net assets	(8,104,445)	953,446	11,110,952	(1,577,544)	3,006,507	(624,098)
Beginning Net Assets	277,710,375	269,605,930	53,853,989	64,964,941	331,564,364	334,570,871
Ending Net Assets	$ 269,605,930	$ 270,559,376	$ 64,964,941	$ 63,387,397	$ 334,570,871	$ 333,946,773

For the fiscal year ended September 30, 2012, government-wide revenues totaled $82 million. Approximately one-third of all revenues are derived from charges from services and over one-forth from sales tax.

Figure MDA-5
City of St. Peters
Sources of Revenue for Fiscal Year 2012

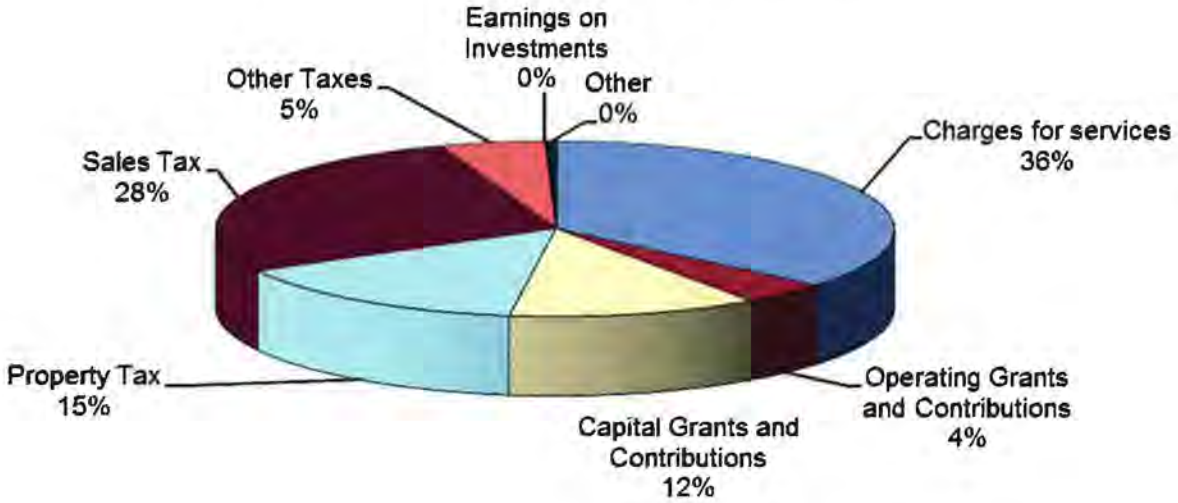


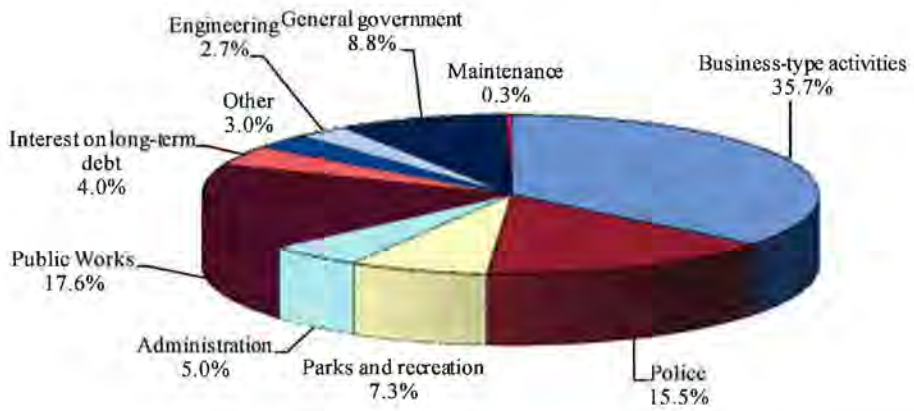
Figure MDA-6
City of St. Peters
Analysis of Charges for Services Revenue

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 Recreation, other charges for services, Solid Waste, and the Central Materials Processing Facility (CMPF).

The second largest revenue source for the entire city is sales tax, which during the 2012 fiscal year equaled $22.6 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.

During fiscal year 2012 the total cost of all programs and services decreased by 8.3% citywide to a total of $82.61 million. The City's expenses cover a range of services including parks and recreation, law enforcement, administration and public works. The majority of this decrease relates to public works activities which include major road projects. In the prior year there were several major projects such as the expansion of Salt River Road and infrastructure improvements to the City's Old Town Tax Increment Financing District. Approximately 36% of all city expenses during the 2012 fiscal year are related to business-type activities.

Figure MDA-7
City of St. Peters
Functional Expense for Fiscal Year 2012



Governmental Activities

Revenues for the City's governmental activities total $55.5 million, of which approximately 41% is sales tax, 22% is property tax and 21% is for capital grants and contributions. Expenses for the City's governmental activities total $53.1 million. These activities, combined with the transfers out of governmental activities result in an increase in net assets for the fiscal year of $953,000.

Figure MDA-8 presents the cost of each of the City's largest programs as well as the programs' 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 $53.1 million; however, the amount that our taxpayers paid for these services through City taxes was $36.8 million. The remaining cost was related to programs that charge those who directly benefit ($4.6 million) and from grants and contributions ($11.7 million). The City paid for the $36.8 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	$ 4,116,344	$ 4,116,344
Engineering	2,243,654	2,243,654
General government	7,279,425	5,927,766
Interest on long-term debt	3,333,056	3,333,056
Other	2,715,931	2,424,042
Parks	6,011,172	5,795,693
Police	12,828,392	8,602,234
Public Works	14,559,364	4,323,641
	$ 53,087,338	$ 36,766,430

Charges for services related to governmental activities only increased $9,400. This change is largely consists of changes in two activities. General governmental which increased by $104,000 from increased license and permit revenues and police services which decreased by $153,000 from court fines and costs.

Governmental capital and operating grants and contributions decreased by $7.2 million relating primarily to the decrease of in dedicated assets ($2.8 million) with the remaining balance due to a decrease in the amount of grants received for various road, park, and governmental projects during the year ($4.4 million).

As mentioned earlier the assessed valuation for real estate and personal property (excluding the City's Special Districts) decreased by $30.4 million or 2.9% during fiscal year 2012 and the City elected to retain the same property tax rate resulting in a decrease in revenue generated from property tax of $593,945. A prior year reimbursement for transportation related activities from the City's Old Town Tax Increment Financing District of $3.3 million contributed to the overall decrease in general revenues and due to a rate decrease by Laclede Gas and a mild winter there was a decrease in franchise taxes of approximately $119,000. These decreases are offset by an increase in sales tax of $912,000 due to a strengthening economy and the City's emphasis on economic development.

General governmental expense decreased by $7.8 million or 12.8% during fiscal year 2012, some of the significant changes by governmental function include:

- A decrease in public works expense of $7.5 million related to major public works projects discussed previously.
- An increase in general governmental expense from the loss on sale of assets offset by an increased overhead allocation in administration and maintenance ($459,000) and due to a good year of medical claims a decrease in health insurance expense ($743,000).

Business-Type Activities

Revenues of the City's business-type activities decreased $849,000 to $26.5 million; expenses increased $346,000 to $29.5 million; and transfers in during the current fiscal year decreased by $11.5 million, resulting in an overall decrease in net assets for the fiscal year of $12.7 million. (Refer to Table MDA-4.) Factors contributed to these results included:

- Charges for services increased by 5.3%, which relates to an increase in water and sewer user fees of $827,000 attributed to rate increases in water and sewer charges, growth in our customer base, and increased water demand from a very dry summer; a $198,000 increase in our solid waste collection fees attributed to rate increases; a $53,000 decrease in recycling revenue at our central materials processing facility from decreases in commodity pricing offset by an increase in materials brought to the transfer station; and a $292,000 increase in our recreation activities from increased customers at both the REC-PLEX and at the municipal golf course and our first full year of operations at 370 Lakeside Park which has a 140-acre recreational lake with camping, fishing, boating, hiking, biking, and 50 full-service RV sites and primitive tent sites available. The City dissolved the Public Improvement Corporation "PIC" during the year (since all the bonds related to this activity have been retired) resulting in a decrease of $157,000 revenue.
- The water and sewer function's expense increased by $195,000 or 1.6% due to a $239,000 increase in purchased water (we were in the process of replacing two wells and had to purchase additional water to compensate), a $247,000 increase in overhead allocation and a $51,000 increase in property insurance claims. These are offset by a reduction in depreciation expense of $146,000, a $93,000 decrease in professional services, a $57,000 in the purchase of chemicals and a $22,000 decrease in bond interest and fees.
- Expense from the solid waste function decreased $133,000 or 2.6%, comprised primarily of decreases in salaries and fringe (increased salary and benefits offset by the decreased cost of medical insurance claims) and depreciation expense and increased repair and maintenance to vehicles and machinery and equipment.
- As mentioned earlier the City dissolved the PIC during the year decreasing expense by $133,000.
- Expense for the CMPF increased during fiscal year 2012 by $175,000. The significant changes include increases in the cost of landfill fees of $45,000 due to increased tonnage processed; insurance claims of $47,000; and increased repair and maintenance to ageing equipment at the facility of $68,000.
- Expense for the Recreation Fund increased by $267,000 from $168,000 increased personnel costs in part from the full year of operations of 370 Lakeside Park; increased depreciation expense of $126,000; and increased concession and miscellaneous expense of $78,000 from special events and overhead allocations. These increases are offset by a decrease in bond interest and fees of $103,000.

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 three 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.

- Fiduciary funds – The City is a trustee, or fiduciary, for its employees' post retirement benefit program. It is also responsible for ensuring that the assets reported in this fund are used for their intended purposes. The City's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the City's government-wide financial statements because the City cannot use these assets to finance our activities.

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 twelve 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 seven 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 $21.8 million, a decrease of $3.36 million from the prior fiscal year. Unassigned fund balance constitutes $1.1 million and the remainder of fund balance is either restricted or assigned to indicate that it is not available for new spending because it has already been committed for the following:

- Nonspendable ($969,000)
- Restricted for:
  - Transportation ($6.1 million)
  - Capital projects ($226,000)
  - Sewer lateral projects ($1.1 million)
  - Special allocation projects ($1.7 million)
  - Grants ($796,000)
  - Debt service ($4.8 million)
  - Local parks and storm water ($1.9 million)
  - Police services ($227,000)
  - Tourism ($32,000)
- Assigned for:
  - Liquidation of contracts and purchase orders of the prior period ($405,000),
  - Subsequent year budget ($953,000)
  - Capital projects ($1.5 million)

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 2012, the General Fund's fund balance decreased by $171,000. 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 operating expenditures. Fund balance represents 16.6% of the total general fund operating expenditures.

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

- Transfers out of $1,000,000.
  - Transfer to the Recreation Fund to assist in debt service payments ($1,050,000).
- Continued efforts to limit operating costs to the amount received in operating resources, not utilizing one-time windfalls to cover everyday expenditures.
- During the year the City issued 238 residential and 19 commercial building permits with estimated construction values of $33,809,533 and $23,038,108, respectively. This compares to the prior year of 347 residential and 7 commercial building permits with estimated construction values of $33,762,198 and $7,200,340, respectively.

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 decreased by $1.1 million to $6.8 million. The decrease in fund balance is attributed to expenditures for maintenance of our existing infrastructure and new infrastructure construction of $8.9 million and debt service and related fees of $1.5 million offset by resources of $9.3 million. All of the fund balance is restricted for transportation. 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 $121,000 to $1.5 million. 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. Current year expenditures included infrastructure improvements to the district, surplus tax distributions to the respective taxing districts and debt payments on bonds.

Fund balance in the Debt Service Fund decreased by $428,000 resulting in a total ending balance of $2.3 million, all of which is available for debt service in future years. During the year, the City had $2.6 million of expenditures in this fund all related to debt service.

The Capital Projects Fund had a $2 million decrease in fund balance. During the year the City incurred $2.6 million in expenditures for projects offset by revenue from the issuance of development notes and transfers in. During the year the City expended $729,000 toward improvements to the 370 Lakeside Park, road improvements funded through the Build America Certificates of Participation totaled $770,000, and the City issued $185,000 of developer notes for infrastructure improvements for Premier Lakeside 370, we spent $128,000 toward construction of a new Justice Center that combined police headquarters and a new Municipal Court, and $712,000 for improvements to our public works/parks facility. Additional information can be found in the Notes to the Basic Financial Statements.

The other seven non-major governmental funds had a $231,000 increase in fund balance to a total of $5.1 million. Significant changes can be attributed to:

- A decrease of $193,000 in the Sewer Lateral Fund to repair our resident's sewer laterals.
- An increase of $299,000 in the Old Town TIF Fund from revenue in the area offset by infrastructure improvements and surplus distributions within the district.
- An increase of $148,000 in the Lakeside TIF Fund due to new development in the district.
- A decrease of $197,000 in the Community Development Block Grant Fund "CDBG" as we change over to a sub-recipient from the County under the CDBG Sub-recipient Fund.
- An increase of $135,000 in the CDBG Sub-Recipient Fund as we change over to a sub-recipient from the County under the CDBG Sub-recipient Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund Budget Adjustments

Over the course of the fiscal year, the City of St. Peters' elected officials have revised the budget. 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:

- Increased revenue to reflect actual trends in sales tax ($600,000).
- Increased funding for election expense ($80,000) and carried over funding for City Hall improvements that were not spent during the prior fiscal year ($331,000).
- Increased the transfer to the Recreation Fund by $600,000 to assist with that fund's debt service payment.

Variations Between Final Budget and Actual Result of the General Fund

Overall the City ended the fiscal year $2 million better than budget. Overall revenues came in slightly below budget ($23,000) and expenses came in better than budget ($2 million). There were fluctuations in almost all line items. The variations between final budget and actual amounts seen in Figure MDA-9 below:

Figure MDA-9
Variations from Final General Fund Budget To Actual Results

	$ Change from Budget
Revenues	
Sales tax	(83,216)
Property tax	147,244
Utility franchise tax	92,591
Cigarette tax	(20,190)
Licenses and permits	(66,086)
Interest	(22,332)
Intergovernmental	(70,524)
Fines and forfeitures	(216,936)
Charges for services	179,126
Miscellaneous	37,215
Total Revenues	(23,108)
Expenditures	
General government	(315,828)
Administration	483,510
Police	413,397
Municipal court	48,217
Public works	369,871
Engineering	114,141
Maintenance	127,022
Health	41,464
Parks and recreation	374,679
Community relations	62,758
Community and arts	(35,280)
Capital outlay	308,553
Debt service:	
Principal	-
Interest and fiscal charges	435
Other	-
Total Expenditures	1,992,939
Revenues Over (Under) Expenditures	1,969,831

Even though sales tax came in better than in the prior year, we did not make budget. We expected a higher sales return than we actually received. We base the budget for property tax on the assessed valuations received from the County, however, if a resident does not turn in a declaration of property tax, that property is not included in our values. When the resident attempts to sell/transfer/license that property they must show proof of paid taxes which then increases the amount of revenue during the year. Our local electric provider Ameren UE had an increase in rates during the year which offset the decrease in our natural gas provider's decreased rates. In addition, since we had a hot summer and mild winter electric bills increased therefore increasing our franchise tax for those services. We also saw a large variance in cable franchise tax due to the increased bills of our residents for ATT Cablevision. Fines and forfeitures were $217,000 less than budget due to fewer fines imposed on violations during the year. Charges for services exceeded budget due to the increased demand of rentals at our newly renovated Art Centre and tower rental.

The City conservatively budgets expenditures and did not make many adjustments during the year to reflect how actual results were coming in. Of the $2 million better than budget in expenditures the majority is in salary and benefits, due to vacant positions, market increases less than anticipated, a better than actual year in medical claims and a continued Citywide emphasis on controlling costs. These savings are combined with legal expenses over budget and capital purchases under budget. Included in this amount are improvements to City Hall that were not completed during the current year. These improvements are being funded by amounts set aside in a reserve account and that funding will also carry forward. Other capital savings are associated with contracted prices lower than budget and the deferral or elimination of certain items during the year.

Long-Term Debt

At September 30, 2012, the City had a number of debt issues outstanding. These issues included $34,320,000 of general obligation (G.O.) bonds; $6,519,000 of Tax Increment Financing (TIF) notes; $24,700 in Limited General Obligation bonds; $30,990,000 in Certificate of Participation bonds $13,120,000 of Developer notes; and $28,468,375 of Water/Sewer Revenue bonds.

Figure MDA-10
City of St. Peters's Outstanding Debt
September 30, 2012

	2011	2012
Governmental Activities		
General Obligation (G.O.) Bonds	$ 35,615,000	$ 34,320,000
Tax Increment Financing (TIF) Notes	7,299,000	6,519,000
Limited General Obligation (G.O.) Bonds	29,700	24,700
Certificate of Participation	12,980,000	12,015,000
Development Notes	13,125,000	13,120,000
TOTAL	$ 69,048,700	$ 65,998,700
Business-type Activities		
Water/Sewer Revenue Bonds (Net of Unaccreted Capital Appreciation)	$ 28,991,135	$ 28,468,375
Certificate of Participation	19,580,000	18,975,000
TOTAL	$ 48,571,135	$ 47,443,375
Total		
General Obligation (G.O.) Bonds	$ 35,615,000	$ 34,320,000
Tax Increment Financing (TIF) Notes	7,299,000	6,519,000
Limited General Obligation (G.O.) Bonds	29,700	24,700
Certificate of Participation	32,560,000	30,990,000
Development Notes	13,125,000	13,120,000
Water/Sewer Revenue Bonds (Net of Unaccreted Capital Appreciation)	28,991,135	28,468,375
TOTAL	$ 117,619,835	$ 113,442,075

As discussed previously the City issued:

- The City issued $185,000 in Development Notes during the course of the year.

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, 2012, the City was well within this limit with a legal debt margin of $69,397,072. 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 $101,458,894 at September 30, 2012. Additional information about the City's long-term debt is presented in Note 6 to the financial statements.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2012, the City had invested $418 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 2012 was $606,000.

- $20.3 million in new assets
- $16.8 million in depreciation
- $821,000 in retirements (net of accumulated depreciation)
- $2.1 million reduction in construction in progress

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

- Governmental assets placed in service during the year include $12.5 million of road projects (significant projects include resurfacing portions of Mid Rivers Mall and Jungermann Rd, widening of the road and traffic signal installation on Mexico Road from Grand Teton to Mid Rivers and the extension of Ehlmann Road). Included in this amount is over $5.2 million of dedications the City accepted in dedicated streets, sidewalks, storm sewers and right-of-way from developers and subdivisions.
- We also added approximately $800,000 in improvements to City buildings including the renovation of the Boone's Hill building that houses our streets and parks operations; $100,000 in computer equipment, and $600,000 in police and public works vehicles.

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

- In the Water and Sewer Fund we placed in service the following capital assets:
  - $82,000 million in Water/Wastewater Plant Improvements and Sewer Lift Stations
  - $1.2 million in water and sewer lines (including dedications) and the rehabilitation of 2 wells
  - $286,000 in vehicles and other machinery and equipment related to the water and sewer operations
- The major change related to the Solid Waste Fund is the replacement of several solid waste collection vehicles.

- The major change in the Central Materials Processing Facility was the replacement of a major conveyor system for the facility.
- In the Recreation Fund $417,000 in land improvements and structures suck as a pavilion and a dock/marina wall for Lakeside 370 Park. In addition we added approximately $100,000 for machinery, equipment and fixtures. The majority of this is for a concession trailer at Lakeside 370 Park, to replace a temporary stair structure in the Natatorium at REC-PLEX, and to replace equipment such as treadmills in our fitness area.

Outstanding encumbrances for capital assets at the end of the fiscal year were $3.8 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.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Our fundamental focus when preparing fiscal year 2012/13 budget was balancing the General Fund without cutting services. As with most municipalities, the City's primary revenues for this fund are derived from taxes. We have seen an increase in sales tax during fiscal year 2010/12 but saw a decline in property values. For the 2012/13 fiscal year we are projecting an increase in sales tax revenue to reflect what we are experiencing during the current budget year.

Fiscal year 2012/13 is a non-reassessment year (reassessment occurs every two years). Since 2008, the assessed valuation of the City has declined by approximately 6%. The State allows taxing entities to raise their tax rates to obtain the same amount of property tax revenue that they received in the past assessment year, however, in an attempt to assist our residents during the economic downturn, the City has retained a property tax rate of 77 cents per $100 of assessed valuation since 2007. We have reallocated this total tax levy between the General Fund and the Debt Service Fund over the past years as needed.

The 2012/13 budget assumes the property tax be kept at the same rate with a change in the allocation between the General Fund and the Debt Service Fund. Property tax revenue is based on a tax rate of $.6010 in the General Fund and $.1690 in the Debt Service Fund. The limit on the rate that can be levied for the General Fund is set by state statutes and the Missouri Constitution. The General Fund tax rate ceiling for 2012 is $.6010 per $100 of assessed valuation. Also included in property tax revenue is a surcharge for commercial property, penalties and interest.

While preparing the budget, consideration was given to both the needs of the City of St. Peters during the 2012/13 fiscal year and also the impact that this budget will have on our long-range needs as set out in the Five Year Capital Improvement Plan (CIP). Following the City's goal of implementing and following the City's Comprehensive Plan, we used the CIP as a guideline for the requested funding level of new programs and equipment purchases. The Five Year CIP incorporates all potential needs including long-term operational expense, vehicle, equipment, and information system replacement programs. Future operational expenditures associated with capital purchases are identified during the CIP discussions and are included in the current budget and in future CIP forecasting. The current CIP can be found on the City's website at http://www.stpetersmo.net/capital-improvement-plan.aspx.

Not reflected in the original budget are revenues related to the passage of Proposition P nor the additional capital improvements and re-allocations from the General Fund to the Local Park and Storm Water Fund related to this ballot. The ballot passed in August 2012 and increased the sales tax in the Local Park and Storm Water Fund by four-tenths of a percent to a half-percent.

The City passed a budget adjustment to include the additional $3.2 million in revenue and expenditures for new capital and maintenance projects. In addition, we transferred approximately $1.5 million of expense from the General Fund for parks capital, parks projects, and storm water salary and fringe that will now be paid from this new revenue stream. This allows us to improve the financial position of the City and address storm water and park needs that were not currently funded. In November 2012, the City issued $4,000,000 in General Obligation Bonds to fund some of these storm water projects (this is the second series of bonds issued in connection with $40,000,000 authorized by the voters on August 3, 2010 for this purpose). The debt service payment will come from this increased sales tax.

Revenue generation opportunities are limited for municipalities and as we do every year we have reviewed fees in all of our funds and propose fee increases in our Enterprise Funds. During the CIP the Board approved rate increases of 3.5% in our Water and Sewer Fund and future annual increases for solid waste collection fees starting in 2013/14 of approximately 1.5% to keep up with inflationary costs (we already have an Ordinance in place for collection fees for fiscal year 2012/13). In addition, as we discussed during the CIP meetings, we are trying to help both the General Fund and one of our Enterprise Funds (the Recreation Fund) by decreasing the amount of money we transfer on an annual basis from the General Fund to help cover the debt associated with the previous expansion of the REC-PLEX in the Recreation Fund.

Two new revenue sources are reflected in this proposed budget. During 2012, the voters passed a ballot approving a transient guest tax for the purpose of promoting tourism within the City. The tax went into effect July 1, 2012. Another ballot was also passed during fiscal year 2011/12 approving a $12 annual household fee for a water service line repair program for our residents. This program will begin during fiscal year 2012/13.

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.

Basic Financial Statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF NET ASSETS
SEPTEMBER 30, 2012

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Natatorium Foundation
Assets:				
Cash and investments	$ 18,855,166	$ 9,945,272	$ 28,800,438	$ 1,916,010
Receivables (net):				
Taxes	2,665,460	-	2,665,460	-
Services	-	2,563,246	2,563,246	-
Intergovernmental	1,588,856	24,918	1,613,774	-
Interest	-	-	-	3,147
Other	569,510	890,263	1,459,773	-
Internal balances	180,258	(180,258)	-	-
Inventory and prepaid items	968,753	186,530	1,155,283	-
Bond issue costs	321,199	341,958	663,157	-
Investment in joint venture	-	1,966,160	1,966,160	-
Restricted cash and investments	2,320,961	2,960,496	5,281,457	-
Long-term receivables	629,529	-	629,529	-
Capital assets:				
Nondepreciable	160,653,137	1,844,445	162,497,582	-
Depreciable	160,167,131	94,956,512	255,123,643	-
Total Assets	348,919,960	115,499,542	464,419,502	1,919,157
Liabilities				
Accounts payable	2,540,985	1,071,324	3,612,309	-
Accrued interest	799,074	424,969	1,224,043	-
Accrued payroll	1,028,561	371,735	1,400,296	-
Unearned revenue	571,544	263,609	835,153	-
Deposits	548,344	239,461	787,805	-
Claims payable	914,232	-	914,232	-
Other liabilities	-	3,627	3,627	-
Long-term liabilities:				
Due within one year	3,350,034	2,757,452	6,107,486	-
Due in more than one year	68,607,810	46,979,968	115,587,778	-
Total Liabilities	78,360,584	52,112,145	130,472,729	-
Net Assets				
Invested in capital assets, net of related debt	262,479,439	51,195,406	313,674,845	-
Restricted for:				
Transportation	5,948,230	-	5,948,230	-
Sewer lateral projects	1,092,775	-	1,092,775	-
Special allocation projects	1,391,267	-	1,391,267	-
Grants	795,955	-	795,955	-
Debt service	4,648,531	787,071	5,435,602	-
Local parks and stormwater	1,840,418	-	1,840,418	-
Police services	226,656	-	226,656	-
Tourism	32,224	-	32,224	-
Unrestricted	(7,896,119)	11,404,920	3,508,801	1,919,157
Total Net Assets	$ 270,559,376	$ 63,387,397	$ 333,946,773	$ 1,919,157

CITY OF ST. PETERS, MISSOURI

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
					Primary Government			Component Unit
Functions	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Natatorium Foundation
Governmental Activities:								
General government	$ 7,279,425	$ 1,156,407	$ 195,252	$ -	$ (5,927,766)	$ -	$ (5,927,766)	$ -
Administration	4,116,344	-	-	-	(4,116,344)	-	(4,116,344)	-
Police	12,828,392	2,664,576	1,517,446	44,136	(8,602,234)	-	(8,602,234)	-
Municipal court	420,486	-	-	-	(420,486)	-	(420,486)	-
Public works	14,559,364	541,192	1,565,619	8,128,912	(4,323,641)	-	(4,323,641)	-
Engineering	2,243,654	-	-	-	(2,243,654)	-	(2,243,654)	-
Maintenance	254,551	-	-	-	(254,551)	-	(254,551)	-
Health	764,863	14,923	-	-	(749,940)	-	(749,940)	-
Parks and recreation	6,011,172	9,715	151,328	54,436	(5,795,693)	-	(5,795,693)	-
Community relations	1,010,835	-	-	-	(1,010,835)	-	(1,010,835)	-
Community and arts	265,196	255,755	21,211	-	11,770	-	11,770	-
Interest on long-term debt	3,333,056	-	-	-	(3,333,056)	-	(3,333,056)	-
	53,087,338	4,642,568	3,450,856	8,227,484	(36,766,430)	-	(36,766,430)	-
Business-Type Activities:								
Waterworks/sanitary sewer	12,263,810	11,248,180	-	1,547,224	-	531,594	531,594	-
Solid waste	5,070,099	3,891,333	-	-	-	(1,178,766)	(1,178,766)	-
Central materials processing facility	3,797,178	3,391,388	-	-	-	(405,790)	(405,790)	-
Recreation	8,387,854	6,384,230	-	-	-	(2,003,624)	(2,003,624)	-
	29,518,941	24,915,131	-	1,547,224	-	(3,056,586)	(3,056,586)	-
Total Government	$ 82,606,279	$ 29,557,699	$ 3,450,856	$ 9,774,708	(36,766,430)	(3,056,586)	(39,823,016)	-
Component Unit								
Natatorium Foundation	$ 69,788	$ -	$ -	$ -				(69,788)
		General Revenues:						
		Property taxes levied for:						
		General purposes			6,484,144	-	6,484,144	-
		Debt service			2,086,067	-	2,086,067	-
		Tax increment financing districts			3,499,837	-	3,499,837	-
		Sales tax levied for:						
		General purposes			12,266,784	-	12,266,784	-
		Transportation purposes			6,133,393	-	6,133,393	-
		Park and stormwater purposes			1,213,515	-	1,213,515	-
		Tax increment financing districts			2,966,675	-	2,966,675	-
		Tourism			32,224	-	32,224	-
		Franchise and public service taxes			4,069,136	-	4,069,136	-
		Earnings on investments			22,164	12,824	34,988	318,131
		Other revenues			398,845	-	398,845	20
		Gain on disposition of capital assets			-	13,310	13,310	-
		Transfers			(1,452,908)	1,452,908	-	-
		Total General Revenues			37,719,876	1,479,042	39,198,918	318,151
		Change in net assets			953,446	(1,577,544)	(624,098)	248,363
		Net Assets - Beginning of Year			269,605,930	64,964,941	334,570,871	1,670,794
		Net Assets - End of Year			$ 270,559,376	$ 63,387,397	$ 333,946,773	$ 1,919,157

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2012

	Major Funds					Nonmajor Funds	
	General	Transportation Trust	Special Allocation-City Centre	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets:							
Cash and investments:							
Unrestricted	$ 4,313,323	$ 5,952,178	$ 1,002,882	$ 2,278,144	$ 943,378	$ 4,365,261	$ 18,855,166
Restricted	545,587	628,656	612,288	-	279,303	255,127	2,320,961
Receivables, net of allowances where applicable:							
Taxes	1,973,427	464,925	39,333	94,790	-	92,985	2,665,460
Intergovernmental	12,023	1,478,630	-	-	50,557	47,646	1,588,856
Other	254,199	8,539	40,194	2,167	-	202,479	507,578
Due from other funds	216,328	-	-	-	-	-	216,328
Long term receivables	-	-	-	-	-	629,529	629,529
Inventory and prepaid items	949,553	19,200	-	-	-	-	968,753
Total Assets	$ 8,264,440	$ 8,552,128	$ 1,694,697	$ 2,375,101	$ 1,273,238	$ 5,593,027	$ 27,752,631
Liabilities and Fund Balances:							
Liabilities:							
Accounts payable	$ 810,360	$ 1,209,209	$ 237,763	$ 1,991	$ 92,934	$ 188,728	$ 2,540,985
Accrued liabilities	1,000,114	24,527	-	-	-	3,920	1,028,561
Deposits/guarantee bonds	535,254	10,690	-	-	-	2,400	548,344
Due to other funds	-	9,668	-	-	-	26,402	36,070
Deferred revenue	281,620	525,000	-	90,232	-	21,080	917,932
Claims payable	914,232	-	-	-	-	-	914,232
Total Liabilities	3,541,580	1,779,094	237,763	92,223	92,934	242,530	5,986,124
Fund Balances:							
Nonspendable	949,553	19,200	-	-	-	-	968,753
Restricted for:							
Transportation	-	6,125,178	-	-	-	-	6,125,178
Capital projects	-	-	-	-	225,942	-	225,942
Sewer lateral projects	-	-	-	-	-	1,092,775	1,092,775
Special allocation projects	-	-	258,016	-	-	1,437,457	1,695,473
Grants	-	-	-	-	-	795,955	795,955
Debt service	545,587	628,656	1,198,918	2,282,878	-	167,970	4,824,009
Local parks and stormwater	-	-	-	-	-	1,856,340	1,856,340
Police services	226,656	-	-	-	-	-	226,656
Tourism	32,224	-	-	-		-	32,224
Assigned for:							
Encumbrances	404,714	-	-	-	-	-	404,714
Subsequent year budget	952,890	-	-	-	-	-	952,890
Capital projects	499,663	-	-	-	954,362	-	1,454,025
Unassigned	1,111,573	-	-	-	-	-	1,111,573
Total Fund Balances	4,722,860	6,773,034	1,456,934	2,282,878	1,180,304	5,350,497	21,766,507
Total Liabilities and Fund Balances	$ 8,264,440	$ 8,552,128	$ 1,694,697	$ 2,375,101	$ 1,273,238	$ 5,593,027	$ 27,752,631

CITY OF ST. PETERS, MISSOURI

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS SEPTEMBER 30, 2012

Total Fund Balance - Governmental Funds	$ 21,766,507
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds. The cost of the assets is $470,491,099 and the accumulated depreciation is $149,670,831	320,820,268
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.	346,388
To recognize federal interest subsidy which is not a current financial resource and therefore is not reported in the funds.	61,932
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, 2012 are:	
Accrued compensated absences, vacation	(1,254,034)
Accrued interest on outstanding debt	(799,074)
Other post employment benefit obligation	(5,487,525)
Net pension obligation	(130,514)
Bonds and notes payable	(65,998,700)
Unamortized bond discount and deferred amount on refunding	921,050
Unamortized bond premium	(8,121)
Unamortized bond issue costs	321,199
Total Net Assets - Governmental Activities	$ 270,559,376

CITY OF ST. PETERS, MISSOURI

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Major Funds					Nonmajor Funds	
	General	Transportation Trust	Special Allocation-City Centre	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:							
Sales tax	$ 12,266,784	$ 6,133,395	$ 2,661,219	$ -	$ -	$ 1,518,971	$ 22,580,369
Property tax	6,338,072	-	2,788,587	2,036,969	-	711,250	11,874,878
Utility franchise tax	3,860,591	-	3,735	-	-	-	3,864,326
Cigarette tax	204,810	-	-	-	-	-	204,810
Licenses and permits	1,042,314	-	-	-	-	-	1,042,314
Interest	2,668	1,747	2,027	2,492	632	12,597	22,163
Intergovernmental	3,279,471	2,880,820	-	-	50,557	212,192	6,423,040
Fines and forfeitures	2,391,164	-	-	-	-	-	2,391,164
Charges for services	679,626	-	-	-	-	534,217	1,213,843
Miscellaneous	269,227	245,342	-	4,150	-	11,302	530,021
Total Revenues	30,334,727	9,261,304	5,455,568	2,043,611	51,189	3,000,529	50,146,928
Expenditures:							
Current:							
General government	1,926,777	-	3,905,339	-	-	364,884	6,197,000
Administration	3,555,977	-	-	-	-	-	3,555,977
Police	11,144,650	-	-	-	-	-	11,144,650
Municipal court	393,393	-	-	-	-	-	393,393
Public works	2,358,549	3,472,083	-	-	-	1,253,114	7,083,746
Engineering	2,029,515	-	-	-	-	-	2,029,515
Maintenance	191,244	-	-	-	-	-	191,244
Health	552,634	-	-	-	-	-	552,634
Parks and recreation	4,894,694	-	-	-	-	194	4,894,888
Community relations	846,632	-	-	-	-	-	846,632
Community and arts	182,730	-	-	-	-	-	182,730
Capital outlay	852,253	5,386,438	125,993	-	2,594,368	470,043	9,429,095
Debt service:							
Principal retirement	505,000	535,000	780,000	1,295,000	-	120,000	3,235,000
Interest	95,565	993,349	521,760	1,258,094	-	53,374	2,922,142
Other	-	3,284	1,568	48,166	-	3,415	56,433
Total Expenditures	29,529,613	10,390,154	5,334,660	2,601,260	2,594,368	2,265,024	52,715,079
Revenues Over (Under) Expenditures	805,114	(1,128,850)	120,908	(557,649)	(2,543,179)	735,505	(2,568,151)
Other Financing Sources (Uses):							
Transfers in	-	-	-	129,624	375,000	-	504,624
Transfers out	(1,000,000)	-	-	-	-	(504,624)	(1,504,624)
Proceeds from sale of capital assets	24,289	-	-	-	-	-	24,289
Issuance of debt	-	-	-	-	185,000	-	185,000
Total Other Financing Sources (Uses)	(975,711)	-	-	129,624	560,000	(504,624)	(790,711)
Net Changes in Fund Balances	(170,597)	(1,128,850)	120,908	(428,025)	(1,983,179)	230,881	(3,358,862)
Fund Balances:							
Beginning of Year	4,893,457	7,901,884	1,336,026	2,710,903	3,163,483	5,119,616	25,125,369
End of Year	$ 4,722,860	$ 6,773,034	$ 1,456,934	$ 2,282,878	$ 1,180,304	$ 5,350,497	$ 21,766,507

See accompanying notes to 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 FISCAL YEAR ENDED SEPTEMBER 30, 2012

Net change in fund balances - total governmental funds		$ (3,358,862)
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	9,743,998	
Proceeds from sale of capital assets	(24,289)	
Donated capital assets	5,152,600	
Depreciation expense	(11,248,014)	3,624,295
In the statement of activities, the gain (loss) on the sale of capital assets is reported. The gain (loss) is not a use of current resources and, thus, is not reported in the funds.		(758,974)
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 debt	(185,000)	
Repayment of bond and note principal	3,235,000	3,050,000
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	(144,337)	
Compensated absences	785	
Other post employment benefits	(1,443,481)	
Premium on debt issuances, net of amortization	453	
Discount on debt issuances and deferred amount on refunding, net of amortization	(177,419)	
Deferred bond issuance costs, net of amortization	(33,178)	(1,797,177)
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.		195,170
In the statement of activities, federal interest subsidy is recognized as an economic resource, whereas in the governmental funds, the interest subsidy is recorded as nonexchange revenue when all eligibility requirements are met.		(1,006)
Change in net assets of governmental activities		$ 953,446

CITY OF ST. PETERS, MISSOURI

STATEMENT OF FUND NET ASSETS - PROPRIETARY FUNDS
SEPTEMBER 30, 2012

	Major Enterprise Funds				
	Waterworks/ Sanitary Sewer	Solid Waste	Central Materials Processing Facility	Recreation	Total Enterprise Funds
Assets:					
Current Assets:					
Cash and investments:					
Unrestricted	$ 3,409,621	$ 3,279,984	$ 1,217,877	$ 2,037,790	$ 9,945,272
Restricted	1,641,699	-	-	1,318,797	2,960,496
Receivables, net allowances:					
Services	1,708,144	780,247	74,855	-	2,563,246
Grants	15,918	-	9,000	-	24,918
Other	464,136	134,837	111,811	179,479	890,263
Inventory/prepaids	2,688	-	150,550	33,292	186,530
Bond issue costs	328,961	-	-	12,997	341,958
Total Current Assets	7,571,167	4,195,068	1,564,093	3,582,355	16,912,683
Noncurrent Assets:					
Investment in joint venture	1,966,160	-	-	-	1,966,160
Capital assets	111,717,031	8,486,158	6,545,181	50,547,414	177,295,784
Less: Accumulated depreciation	49,024,053	7,007,154	4,261,825	20,201,795	80,494,827
Capital assets - net	62,692,978	1,479,004	2,283,356	30,345,619	96,800,957
Total Noncurrent Assets	64,659,138	1,479,004	2,283,356	30,345,619	98,767,117
Total Assets	72,230,305	5,674,072	3,847,449	33,927,974	115,679,800
Liabilities:					
Current Liabilities:					
Accounts payable	649,040	17,214	305,338	99,732	1,071,324
Accrued payroll	137,448	66,815	50,998	116,474	371,735
Accrued compensated absences	174,461	94,095	77,060	86,836	432,452
Accrued interest	82,050	-	-	342,919	424,969
Deposits held for others	149,210	-	-	90,251	239,461
Due to other funds	84,373	38,578	18,973	38,334	180,258
Deferred revenue	38,016	-	-	225,593	263,609
Current portion of revenue bonds payable	1,695,000 *	-	-	630,000	2,325,000
Other	-	-	-	3,627	3,627
Total Current Liabilities	3,009,598	216,702	452,369	1,633,766	5,312,435
Noncurrent Liabilities:					
Long-term portion of revenue bonds payable	26,534,540	-	-	18,064,808	44,599,348
Other long-term liabilities	917,706	505,493	451,750	505,671	2,380,620
Total Liabilities	30,461,844	722,195	904,119	20,204,245	52,292,403
Net Assets:					
Invested in capital assets, net of related debt	34,463,438	1,479,004	2,283,356	12,969,608	51,195,406
Restricted for debt service	787,071	-	-	-	787,071
Unrestricted	6,517,952	3,472,873	659,974	754,121	11,404,920
Total Net Assets	$ 41,768,461	$ 4,951,877	$ 2,943,330	$ 13,723,729	$ 63,387,397

* Payable from restricted assets

CITY OF ST. PETERS, MISSOURI

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Major Enterprise Funds				
	Waterworks/ Sanitary Sewer	Solid Waste	Central Materials Processing Facility	Recreation	Total Enterprise Funds
Operating Revenues:					
Water	$ 5,157,352	$ -	$ -	$ -	$ 5,157,352
Sewer	4,028,918	-	-	-	4,028,918
Solid waste	-	3,781,243	-	-	3,781,243
Tap on fees	402,950	-	-	-	402,950
Tipping fees	-	-	1,763,129	-	1,763,129
Recycling income	-	-	1,326,716	-	1,326,716
Earth Centre	-	-	274,192	-	274,192
Intergovernmental	39,984	-	9,000	-	48,984
Recreation	-	-	-	6,384,230	6,384,230
Miscellaneous	1,618,976	110,090	18,351	-	1,747,417
Total Operating Revenues	11,248,180	3,891,333	3,391,388	6,384,230	24,915,131
Operating Expenses:					
Personnel costs	4,070,457	2,202,637	1,661,360	3,576,048	11,510,502
Depreciation	2,796,590	573,211	230,394	1,953,094	5,553,289
Utilities	582,901	35,358	44,416	836,618	1,499,293
Purchased water	995,814	-	-	-	995,814
Wastewater treatment costs	98,296	-	-	-	98,296
Landfill fees	-	929,864	907,043	-	1,836,907
Repairs and maintenance	560,139	287,771	221,978	238,617	1,308,505
Chemicals and supplies	291,476	3,859	668	79,692	375,695
Professional services	329,974	16,800	20,671	161,350	528,795
Office expense	227,402	45,071	196,196	320,327	788,996
Insurance	83,700	24,857	31,340	45,838	185,735
Gasoline and fuel	135,536	259,895	36,355	30,711	462,497
Rent	3,809	1,581	4,094	-	9,484
Concessions	-	-	-	240,877	240,877
Miscellaneous	721,357	689,195	442,663	62,270	1,915,485
Total Operating Expenses	10,897,451	5,070,099	3,797,178	7,545,442	27,310,170
Operating Income (Loss)	350,729	(1,178,766)	(405,790)	(1,161,212)	(2,395,039)
Nonoperating Revenues (Expenses):					
Interest on investments	1,702	10,199	451	472	12,824
Bond interest and fees	(1,311,574)	-	-	(842,412)	(2,153,986)
Gain on disposal of capital assets	3,938	-	-	9,372	13,310
Equity loss in joint venture	(54,785)	-	-	-	(54,785)
Total Nonoperating Revenues (Expenses)	(1,360,719)	10,199	451	(832,568)	(2,182,637)
Loss Before Capital Contributions and Transfers	(1,009,990)	(1,168,567)	(405,339)	(1,993,780)	(4,577,676)
Capital contributions	1,547,224	-	-	452,908	2,000,132
Transfers in	-	-	-	1,000,000	1,000,000
Change In Net Assets	537,234	(1,168,567)	(405,339)	(540,872)	(1,577,544)
Net Assets - Beginning of Year	41,231,227	6,120,444	3,348,669	14,264,601	64,964,941
Net Assets - End of Year	$ 41,768,461	$ 4,951,877	$ 2,943,330	$ 13,723,729	$ 63,387,397

See accompanying notes to basic financial statements

CITY OF ST. PETERS, MISSOURI

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Major Enterprise Funds				
	Waterworks/ Sanitary Sewer	Solid Waste	Central Materials Processing Facility	Recreation	Total Enterprise Funds
Cash Flows From Operating Activities:					
Receipts from customers	$ 9,635,274	$ 3,763,120	$ 3,364,848	$ 6,390,482	$ 23,153,724
Payments to suppliers	(4,140,949)	(2,322,375)	(1,868,096)	(2,021,383)	(10,352,803)
Payment to employees	(3,825,541)	(2,071,382)	(1,540,652)	(3,440,563)	(10,878,138)
Other receipts	1,293,335	47,283	20,505	(66,311)	1,294,812
Net Cash Provided By (Used In) Operating Activities	2,962,119	(583,354)	(23,395)	862,225	3,217,595
Cash Flows Provided By (Used In) Noncapital Financing Activities:					
Advances on (repayments of) internal balances	(98,970)	(39,747)	10,090	28,474	(100,153)
Net Cash Provided By (Used In) Noncapital Financing Activities	(98,970)	(39,747)	10,090	28,474	(100,153)
Cash Flows From Capital and Related Financing Activities:					
Transfers in	-	-	-	1,000,000	1,000,000
Acquisition and construction of capital assets, net	(625,727)	(510,687)	(97,480)	(60,067)	(1,293,961)
Proceeds from sale of capital assets	3,938	-	-	9,372	13,310
Principal paid on bonds	(1,590,000)	-	-	(605,000)	(2,195,000)
Interest paid on bonds	(198,819)	-	-	(836,501)	(1,035,320)
Net Cash Used In Capital and Related Financing Activities	(2,410,608)	(510,687)	(97,480)	(492,196)	(3,510,971)
Cash Flows Provided By Investing Activities:					
Proceeds from sale of investments	-	1,803,515	-	-	1,803,515
Interest received on investments	1,702	22,287	451	472	24,912
Net Cash Provided By Investing Activities	1,702	1,825,802	451	472	1,828,427
Net Increase (Decrease) In Cash And Cash Equivalents	454,243	692,014	(110,334)	398,975	1,434,898
Cash and Cash Equivalents - Beginning of Year	4,597,077	2,587,970	1,328,211	2,957,612	11,470,870
Cash and Cash Equivalents - End of Year	$ 5,051,320	$ 3,279,984	$ 1,217,877	$ 3,356,587	$ 12,905,768
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:					
Operating Income (loss)	$ 350,729	$ (1,178,766)	$ (405,790)	$ (1,161,212)	$ (2,395,039)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation expense	2,796,590	573,211	230,394	1,953,094	5,553,289
(Increase) decrease in assets:					
Services receivable	46,054	(18,123)	771	-	28,702
Miscellaneous receivable	(368,635)	(62,807)	(6,806)	(44,784)	(483,032)
Inventory	(2,688)	-	59,017	2,792	59,121
Increase (decrease) in liabilities:					
Accounts payable	(107,857)	(28,124)	(21,689)	(7,875)	(165,545)
Accrued payroll	16,396	646	4,472	3,044	24,558
Accrued vacation	(7,044)	3,667	6,306	1,573	4,502
Deposits held for others	3,010	-	-	(23,639)	(20,629)
Other liabilities	235,564	126,942	109,930	139,232	611,668
Total Adjustments	2,611,390	595,412	382,395	2,023,437	5,612,634
Net Cash Provided By (Used In) Operating Activities	$ 2,962,119	$ (583,354)	$ (23,395)	$ 862,225	$ 3,217,595

Noncash Investing, Capital and Financing Activities:

During fiscal year 2012, the Waterworks/Sanitary Sewer Fund received $1,167,840 in contributed water and sewer lines from developers, $358,349 in special assessments and incurred a $54,785 equity loss in joint venture. The Recreation Fund received $452,908 in contributed capital from governmental activities.

CITY OF ST. PETERS, MISSOURI

STATEMENT OF FIDUCIARY NET ASSETS - OTHER POST EMPLOYMENT BENEFITS TRUST FUND SEPTEMBER 30, 2012

ASSETS:	
Cash and investments:	
Held by trustees:	
Money market mutual funds	$ 26,662
Domestic equity investments:	
Exchange traded funds	2,042,729
Mutual funds	2,313,984
International equities:	
Common stock foreign	72,173
Exchange traded funds	540,957
Mutual funds	502,496
Fixed income investments:	
Credit	815,670
Diversified taxable mutual funds	2,542,754
Other	136,450
Alternative investments:	
Hedge funds	456,355
Infrastructure	88,574
Traded real estate	190,854
Commodities	194,587
Receivables, net of allowances:	
Interest	9,758
Prepaid items	11,763
Total Assets	9,945,766
LIABILITIES:	
Accounts payable	90,372
Deferred revenue	12,547
Total Liabilities	102,919
NET ASSETS:	
Held in trust for other post employment benefits	$ 9,842,847

CITY OF ST. PETERS, MISSOURI

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - OTHER POST EMPLOYMENT BENEFITS TRUST FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

ADDITIONS:	
Contributions:	
City of St. Peters	$ 429,000
Plan members	118,173
Total Contributions	547,173
Investment income:	
Interest and dividends	309,913
Net depreciation in the fair value of plan investments	1,194,106
Total Investment Income	1,504,019
Total Additions	2,051,192
DEDUCTIONS:	
Benefit payments	683,885
Administrative and general expenses:	
Insurance, taxes and other premiums	168,710
Professional fees	39,367
Total administrative and general expenses	208,077
Total Deductions	891,962
CHANGE IN NET ASSETS	1,159,230
NET ASSETS HELD IN TRUST FOR OTHER POST EMPLOYMENT BENEFITS:	
BEGINNING OF YEAR	8,683,617
END OF YEAR	$ 9,842,847

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's 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. During the year ended September 30, 2012, the PIC had no activity and was dissolved.

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 natatorium. The

Foundation is discretely presented since the entire purpose of the Foundation is to benefit the City's natatorium; therefore, exclusion from the City's financial report would render the financial statements incomplete or misleading. The accounting policies and financial reporting practices of the Foundation conform to accounting principles generally accepted in the United States of America applicable to not-for-profit entities. The Foundation has only one fund. There are no separate financial statements issued for the Foundation.

Joint Venture: The City has entered into the following multi-governmental 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 9.

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 nonfiduciary 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, proprietary funds and fiduciary funds. Fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are reported in one column labeled "Other Governmental Funds." The total fund balances for all governmental funds is reconciled to total net assets for governmental activities as shown on the statement of net assets. The net change in fund balance for all governmental funds is reconciled to the total change in net assets as shown on the statement of activities in the government-wide financial statements.

Fund Accounting

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

Governmental Funds

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

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 private-sector standards of accounting and financial reporting 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 private-sector guidance 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.

Fiduciary Fund Type - Trust and Agency Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. Trust funds are accounted for and reported similar to proprietary funds. The City's trust fund accounts for post-employment health care benefits provided to eligible retirees. The City does not have any agency funds.

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, proprietary and fiduciary 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 assigned 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 respective fund from which the employee is paid.

Other Post Employment Benefit Obligation

The City calculates and records a net other post employment benefit obligation (OPEB) in the government-wide and proprietary funds financial statements. The net OPEB is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since October 1, 2008, the required date of implementation. The City was not required to and elected not to retroactively implement GASB 45. Details relating to the City's postretirement health care benefits provided, OPEB liability and its calculation are provided at Note 11. The obligation is 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 straight-line 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.

Governmental Fund Balances

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

Nonspendable - This consists of the governmental fund balances that are not in spendable form or legally or contractually required to be maintained intact. The City's nonspendable fund balance consists of inventory and prepaid items.

Restricted - This consists of the governmental fund balances that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. The City's restricted funds consist of various taxes approved by voters for specific purposes, capital projects, sewer lateral projects, grants, police services, tourism, TIF projects and debt obligations.

Committed - This consists of the governmental fund balances that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the Board of Aldermen, the City's highest level of decision-making authority. The City has no committed fund balance as of September 30, 2012.

Assigned - This consists of the governmental fund balances that are intended to be used for specific purposes by a) Board of Aldermen or b) City Administrator. The City's assigned fund balance includes monies budgeted in the subsequent year, contractual obligations (encumbrances) and capital project.

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

Net Assets

In the government-wide financial statements, net assets are 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."

Use of Restricted Resources

When an expense is incurred that can be paid using either restricted or unrestricted resources (net assets), the City's policy is to first apply the expense toward restricted resources and then toward unrestricted resources. In governmental funds, the City's policy is to first apply the expenditure toward restricted fund balance and then to other, less-restrictive classifications-committed and then assigned fund balances before using unassigned fund balances.

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, 2012, 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, 2012, the City's deposit and investment balances were as follows:

Deposit/Investment Type	Carrying Value
Deposits	$31,015,670
Money market mutual funds	3,066,226
	$34,081,895

As of September 30, 2012, the discretely presented component unit's investment balances were as follows:

Discretely Presented Component Unit

Deposits	$ 567
Money market funds	40,903
Stocks - domestic	398,681
Stocks - foreign	10,126
Mutual funds - domestic	449,771
Mutual funds - international	438,138
Corporate bonds	113,326
Municipal obligations	67,538
U.S. government and agency obligations	143,040
Fixed income mutual funds (domestic)	201,366
Fixed income mutual funds (international)	52,554
	$ 1,916,010

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

Fiduciary Trust Investments

Money market mutual funds	$ 26,662
Exchange traded funds - domestic	2,042,729
Mutual funds - domestic	2,313,984
Commmon stock - foreign	72,173
Exchange traded funds - foreign	540,957
Mutual funds - international	502,496
Fixed income investments - credit	815,670
Fixed income investments - diversified taxable mutual funds	2,542,754
Fixed income investments - international non-dollar funds	31,872
Fixed income investments - emerging markets	104,578
Hedge funds	456,355
Infrastructure	88,574
Traded real estate	190,854
Commodities	194,587
	$ 9,924,245

Since the investment strategies and associated risks for the City's Fiduciary Trust fund is substantially different than those of the remainder of the City, the investment disclosures for the Fiduciary Trust are presented separately.

Interest Rate Risk

Interest rate risk is the risk that the market value of securities in the portfolio will fall due to changes in general interest rates. As of September 30, 2012, the City had the following investments and maturities:

Investment	Carrying Value	Investment Maturities (In Years) Less than 1	1 - 5
City:			
Money market mutual funds	$ 3,066,266	$ 3,066,266	$ -
	$ 3,066,266	$ 3,066,266	$ -

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.

Investment 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 are as follows:

Money market mutual funds	AAAm

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. As of September 30, 2012, the City's investments were not subject to concentration of credit risk.

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.

Fiduciary Trust Investments

The Fiduciary Trust Fund is governed by City of St. Peters Post Retirement Medical Trust (the "Trust") guidelines. The Trust will be for the benefit of former employees who have retired directly from service with the City.

The Trust is authorized to invest in the following types of investments:

a. Equity funds, which are primarily invested in common stocks of publicly traded companies, as well as securities that can be converted into common stocks. Equity strategies may include large, mid and small capitalization investments. International equity strategies may include developed markets and emerging markets investments.

b. Fixed income, which may be comprised of individually managed bonds, mutual funds and exchange traded funds. Fixed income investments shall consist of U.S. Treasury Government Agencies, Corporate, Mortgage Backed, Taxable Municipal and Asset Backed Securities. A portion of the fixed income allocation may be invested in international, high yield and emerging market bond funds.

Interest Rate Risk

As of September 30, 2012, the Trust had the following investments and maturities:

Investment Type	Carrying Value	Investment Maturities (In Years) Not Applicable	Less Than 1	1 - 5
Fiduciary Trust:				
Money Market Mutual Funds	$ 26,662	$ -	$ 26,662	$ -
Common Stock - Foreign	72,173	72,173	-	-
Exchange Traded Funds - Domestic	2,042,729	2,042,729	-	-
Exchange Traded Funds - Foreign	540,957	540,957	-	-
Mutual Funds:				
Domestic	2,313,984	2,313,984	-	-
International	502,496	502,496	-	-
Fixed Income - Diversified Taxable	2,542,754	-	2,542,754	-
Fixed Income Investments - Credit	815,670	-	815,670	-
Fixed Income Investments - International Non-Dollar Funds	31,872	-	31,872	-
Fixed Income Investments - Emerging Markets	104,578	-	104,578	-
Hedge Funds	456,355	456,355	-	-
Infrastructure	88,574	88,574	-	-
Traded Real Estate	190,854	190,854	-	-
Commodities	194,587	194,587	-	-
	$ 9,924,245	$ 6,402,709	$ 3,521,536	$ -

The Trust plan requires active managers to manage the effective duration of their portfolio type comparable to their peers and relative to specific indices outlined in the Plan's policies.

Custodial Credit Risk

The Trust plan does not have a specific policy addressing custodial credit risk. The Pension Trust was not subject to custodial credit risk this year.

Investment Credit Risk

The Trust plans investment policies limit its investment choices, as documented above. The credit ratings associated with their investments subject to credit risk have average ratings by Standard & Poor's or Moody's as follows:

Ratings	Money Market Mutual Funds	Fixed Income Mutual Funds	Investments - International Non-Dollar Funds	Income Investments - Emerging Markets	Fixed Income - Credit	Unrated
AAA	$ 26,662	$ -	$ -	$ -	$ -	$ -
A	-	-	-	-	295,599	-
A+	-	2,542,754	31,872	-	520,071	-
BB	-	-	-	55,056	-	-
BBB+	-	-	-	49,522	-	-
Unrated	-	-	-	-	-	6,402,709
	$ 26,662	$ 2,542,754	$ 31,872	$ 104,578	$ 815,670	$ 6,402,709

Concentration of Investment Credit Risk

The Trust's investment policy allows the following ranges for asset classes:

Equity	40% to 60%
Fixed Income	10% to 40%
Money Markets	1% to 40%
Alternative Investments*	up to 10%

* including pooled real estate/real estate investment trusts, hedge funds, commodity funds, etc.

Concentration of credit risk is required to be disclosed by the City for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments). At September 30, 2012, the City had the following concentrations of credit risk:

Description	Carrying Value	Percentage of Total Investments
Exchange traded funds - domestic	$ 2,042,729	44.7%
Exchange traded funds - foreign	540,957	11.9%
Fixed income investments - credit	815,670	17.9%
Hedge funds	456,355	10.0%

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 $.77 per $100 of assessed valuation, of which $.5759 is for general revenue purposes and $.1941 for the payment of principal and interest on general obligation bonds. Taxes 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, 2012:

	Balance October 1, 2011	Additions and transfers	Retirements and transfers	Balance September 30, 2012
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 151,553,235	$ 1,599,111	$ -	$ 153,152,346
Construction in progress	7,415,559	2,106,978	2,021,746	7,500,791
Total capital assets not being depreciated	158,968,794	3,706,089	2,021,746	160,653,137
Capital assets, being depreciated:				
Structures and improvements	54,909,540	923,994	2,811,628	53,021,906
Machinery and equipment	18,660,336	822,665	872,142	18,610,859
Furniture and fixtures	1,558,279	3,420	3,380	1,558,319
Vehicles	5,836,868	599,928	24,662	6,412,134
Infrastructure	222,240,716	10,897,563	2,903,535	230,234,744
Total capital assets being depreciated	303,205,739	13,247,570 ^	6,615,347	309,837,962
Less - accumulated depreciation for:				
Structures and improvements	18,523,383	1,839,337	2,011,037	18,351,683
Machinery and equipment	15,387,918	1,336,924	871,346	15,853,496
Furniture and fixtures	1,234,374	49,880	3,380	1,280,874
Vehicles	4,480,720	554,820	5,212	5,030,328
Infrastructure	104,593,191	7,464,794	2,903,535	109,154,450
Total accumulated depreciation	144,219,586	11,245,755 ^	5,794,510	149,670,831
Total capital assets being depreciated, net	158,986,153	2,001,815	820,837	160,167,131
Governmental activities, capital assets, net	$ 317,954,947	$ 5,707,904	$ 2,842,583	$ 320,820,268

^ includes $3,715 transferred from the Waterworks/Sanitary Sewer Fund and $5,974 transferred to the Recreation Fund.

	Balance October 1, 2011	Additions and transfers	Retirements and transfers	Balance September 30, 2012
Business-Type Activities:				
Waterworks/Sanitary Sewer:				
Capital assets, not being depreciated:				
Land and land rights	$ 1,289,356	$ -	$ -	$ 1,289,356
Construction in progress	73,871	532,768	51,550	555,089
Total capital assets not being depreciated	1,363,227	532,768	51,550	1,844,445
Capital assets, being depreciated:				
Structures and improvements	57,503,408	82,113	-	57,585,521
Water lines	23,257,288	683,193	-	23,940,481
Sewer lines	20,919,653	640,757	-	21,560,410
Machinery, equipment and vehicles	6,510,273	285,907	34,200 #	6,761,980
Furniture, fixtures and other assets	24,195	-	-	24,195
Total capital assets being depreciated	108,214,817	1,691,970	34,200	109,872,587
Less: Accumulated depreciation for:				
Structures and improvements	27,367,615	1,364,582	-	28,732,197
Water lines	6,918,914	470,060	-	7,388,974
Sewer lines	6,859,126	437,924	-	7,297,050
Machinery, equipment and vehicles	5,093,789	522,970	33,963 #	5,582,796
Furniture, fixtures and other assets	21,983	1,054	-	23,037
Total accumulated depreciation	46,261,427	2,796,590	33,963	49,024,054
Total capital assets being depreciated, net	61,953,390	(1,104,620)	237	60,848,533
Waterworks/sanitary sewer capital assets, net	$ 63,316,617	$ (571,852)	$ 51,787	$ 62,692,978

includes $3,715 transferred to the Governmental Activities.

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	710,634	-	-	710,634
Machinery and equipment	2,285,895	45,428	1,675	2,329,648
Vehicles	4,998,249	465,259	17,632 ##	5,445,876
Total capital assets being depreciated	7,994,778	510,687	19,307	8,486,158
Less: Accumulated depreciation for:				
Structures and improvements	513,485	24,895	-	538,380
Machinery and equipment	2,044,236	92,520	1,675	2,135,081
Vehicles	3,895,529	455,796	17,632 ##	4,333,693
Total accumulated depreciation	6,453,250	573,211	19,307	7,007,154
Total capital assets being depreciated, net	1,541,528	(62,524)	-	1,479,004
Solid waste capital assets, net	$ 1,541,528	$ (62,524)	$ -	$ 1,479,004

includes $17,632 transferred to the Central Materials Processing Fund.

	Balance October 1, 2011	Additions and transfers	Retirements and transfers	Balance September 30, 2012
Business-Type Activities (continued):				
Central Materials Processing Facility:				
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	4,556,475	1,123	-	4,557,598
Machinery and equipment	1,676,436	96,007	2,579	1,769,864
Furniture and fixtures	14,671	350	260	14,761
Vehicles	185,326	17,632 *	-	202,958
Total capital assets being depreciated	6,432,908	115,112	2,839	6,545,181
Less: Accumulated depreciation for:				
Structures and improvements	2,314,151	164,823	-	2,478,974
Machinery and equipment	1,529,674	54,563	2,579	1,581,658
Furniture and fixtures	14,481	211	260	14,432
Vehicles	158,332	28,429 *	-	186,761
Total accumulated depreciation	4,016,638	248,026	2,839	4,261,825
Total capital assets being depreciated, net	2,416,270	(132,914)	-	2,283,356
Central Materials Processing Facility capital assets, net	$ 2,416,270	$ (132,914)	$ -	$ 2,283,356

* includes $17,632 transferred from the Solid Waste Fund.

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	47,249,020	416,664	-	47,665,684
Machinery and equipment	2,473,105	96,311	16,394	2,553,022
Furniture and fixtures	250,594	5,974 **	-	256,568
Vehicles	72,140	-	-	72,140
Total capital assets being depreciated	50,044,859	518,949	16,394	50,547,414
Less: Accumulated depreciation for:				
Structures and improvements	16,205,289	1,738,836	-	17,944,125
Machinery and equipment	1,804,310	196,510	16,394	1,984,426
Furniture and fixtures	236,726	9,294 **	-	246,020
Vehicles	12,796	14,428	-	27,224
Total accumulated depreciation	18,259,121	1,959,068	16,394	20,201,795
Total capital assets being depreciated, net	31,785,738	(1,440,119)	-	30,345,619
Recreation capital assets, net	$ 31,785,738	$ (1,440,119)	$ -	$ 30,345,619

** includes $5,974 transferred from governmental activities.

Capitalized interest totaling $1,489,114 and $1,343,753 is included in the Recreation Fund and Waterworks/Sanitary Sewer Fund capital assets, respectively.

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

Governmental Activities:	
General government	$ 323,451
Administration	362,827
Police	1,103,313
Municipal court	2,322
Public works	8,061,983
Engineering	107,802
Maintenance	14,709
Health	187,050
Parks and recreation	883,265
Community relations	124,064
Community and arts	77,228
Total depreciation expense - governmental-type activities	$ 11,248,014
Business-Type Activities:	
Waterworks/sanitary sewer	$ 2,796,590
Solid waste	573,211
Central materials processing facilities	230,394
Recreation	1,953,094
Total depreciation expense - business-type activities	$ 5,553,289

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.

Funding Policy

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 14.2% (general) and 13.4% (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

The City's annual pension cost and net pension obligation for the year ended September 30, 2012 were as follows:

Annual required contribution	$ 3,273,327
Interest on net pension obligation	13,490
Adjustment to annual required contribution	(11,165)
Annual pension cost	3,275,652
Actual contributions	3,275,652
Increase (decrease) in NPO	-
NPO beginning of year	186,082
NPO end of year	$ 186,082

The obligation is typically liquidated by the respective fund from which the employee is paid.

The annual required contribution (ARC) was determined as part of the February 28, 2009 and February 28, 2010 annual actuarial valuations using the entry age actuarial cost method. The actuarial assumptions as of February 29, 2012 included: (a) a rate of return on the investment of present and future assets of 7.25% per year, compounded annually, (b) projected salary increases of 3.5% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on 75% of the RP-2000 Combined Healthy Table set back 0 years for men and 0 years for women and (e) post-retirement mortality based on 105% of the 1994 Group Annuity Mortality table set back 0 years for men and 0 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 five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period as of February 28, 2009 was 30 years for the general division and 30 years for the police division. The amortization period as of February 28, 2010 was 27 years for the general division and 30 years for the police division.

Three-Year Trend Information

Year Ended September 30,		Annual Pension Costs (APC)	Percentage of APC Contributed	Net Pension Obligation
2010	*	$ 2,748,358	100%	$ -
2011		$ 3,119,457	94%	$ 186,082
2012		$ 3,275,652	100%	$ 186,082

* Plan year ended June 30.

Funded Status and Funding Progress

As of February 29, 2012, the most recent actuarial valuation date, the plan was 72% percent funded. The actuarial accrued liability for benefits was $74.1 million, and the actuarial value of assets was $53.2 million, resulting in an unfunded actuarial accrued liability (UAAL) of $20.9 million. The covered payroll (annual payroll of active employees covered by the plan) was $23.0 million, and the ratio of the UAAL to the covered payroll was 91%.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liability for benefits.

6. LONG-TERM LIABILITIES

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

	Original Authorized/ Issued Amount	Date of Maturity
General Obligation:		
Series 2004 Refunding	$ 9,520,000	March 2012
Series 2007	7,000,000	March 2027
Series 2008	16,000,000	March 2028
Series 2010A Refunding	2,520,000	March 2021
Series 2010B Refunding	3,790,000	September 2030
Series 2011 Refunding	5,150,000	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 2003	12,970,000	May 2023
Series 2007	21,445,000	May 2032
Series 2009	5,000,000	May 2029
Certificates of Participation:		
Series 2006A	23,100,000	November 2031
Series 2010A	870,000	May 2019
Series 2010B	8,805,000	May 2030
Series 2010C Refunding	1,725,000	June 2024
Development Notes (Premier 370 Project):		
Series 2008A	19,000,000	September 2028

	Balance - October 1, 2011	Additions	Retirements	Balance - September 30, 2012	Current Portion
Governmental Activities					
General Obligation Bonds:					
Series 2004 Refunding	$ 1,175,000	$ -	$ 1,175,000	$ -	$ -
Series 2007	7,000,000	-	-	7,000,000	-
Series 2008	16,000,000	-	-	16,000,000	-
Series 2010A Refunding	2,500,000	-	20,000	2,480,000	25,000
Series 2010B Refunding	3,790,000	-	-	3,790,000	-
Series 2011 Refunding	5,150,000	-	100,000	5,050,000	1,300,000
Neighborhood Improvement District					
Limited General Obligation Bonds:					
Series 2006	29,700	-	5,000	24,700	6,000
Annual Appropriation Bonds:					
Tax Increment Revenue Notes:					
Taxable - Series 2001	2,932,000	-	780,000	2,152,000	-
Tax-exempt - Series 2001	4,367,000	-	-	4,367,000	-
Certificates of Participation:					
Series 2006A - Refunding portion	2,185,000	-	240,000	1,945,000	245,000
Series 2010A - Refunding portion	610,000	-	265,000	345,000	55,000
Series 2010B - Build America Bonds	8,460,000	-	345,000	8,115,000	350,000
Series 2010C - Refunding portion	1,725,000	-	115,000	1,610,000	115,000
Development Notes, Series A	13,125,000	185,000	190,000	13,120,000	-
OPEB obligation	4,044,044	1,746,030	302,549	5,487,525	-
Net pension obligation	130,514	2,310,131	2,310,131	130,514	-
Compensated absences	1,254,819	1,913,218	1,914,003	1,254,034	1,254,034
	$ 74,478,077	$ 6,154,379	$ 7,761,683	72,870,773	$ 3,350,034
Add: Unamortized premium				8,121	
Less: Unamortized discount and deferred amount on refunding				(921,050)	
Total Governmental Activities				$ 71,957,844	
Business -Type Activities:					
Water/Sewer Revenue Bonds:					
Capital Appreciation Series 1999	$ 4,095,000	$ -	$ 1,105,000	$ 2,990,000	$ 1,100,000
Capital Appreciation Series 2003	12,230,000	-	260,000	11,970,000	260,000
Capital Appreciation Series 2007	20,995,000	-	225,000	20,770,000	335,000
Revenue Bonds Series 2009	5,000,000	-	-	5,000,000	-
Annual Appropriation Bonds:					
Certificates of Participation:					
Series 2006A - Tax-exempt	19,580,000	-	605,000	18,975,000	630,000
OPEB obligation	1,721,748	729,755	126,451	2,325,052	-
Net pension obligation	55,568	429,000	429,000	55,568	-
Compensated absences	427,950	566,029	561,527	432,452	432,452
	$ 64,105,266	$ 1,724,784	$ 3,311,978	62,518,072	$ 2,757,452
Less: Unamortized discount and deferred amount on refunding				(519,027)	
Unaccreted capital appreciation on bonds				(12,261,625)	
Total Business-Type Activities				$ 49,737,420	

Debt Service Requirements To Maturity (Including Public Improvement Corporation)

The annual principal requirements to maturity of bonded debt outstanding as of September 30, 2012, 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 and Special Assessment		Annual Appropriation		Revenue Bonds		Annual Appropriation			
September 30	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2013	$ 1,331,000	$ 1,221,790	$ 765,000	$ 554,880	$ 1,695,000	$ 197,590	$ 630,000	$ 811,040	$ 4,421,000	$ 2,785,300
2014	1,686,000	1,204,500	780,000	534,150	1,795,000	197,590	650,000	786,550	4,911,000	2,722,790
2015	1,911,000	1,178,320	795,000	509,920	1,930,000	197,590	675,000	760,880	5,311,000	2,646,710
2016	1,536,700	1,143,130	825,000	483,540	1,985,000	195,340	705,000	733,620	5,051,700	2,555,630
2017	1,585,000	1,094,880	850,000	453,400	2,035,000	191,590	730,000	704,730	5,200,000	2,444,600
2018-2022	9,550,000	4,512,250	3,475,000	1,771,950	10,795,000	838,540	4,130,000	3,034,090	27,950,000	10,156,830
2023-2027	12,945,000	2,237,200	2,790,000	1,020,710	10,870,000	503,980	5,100,000	2,038,150	31,705,000	5,800,040
2028-2032	3,800,000	148,020	1,735,000	219,690	9,625,000	68,390	6,355,000	748,360	21,515,000	1,184,460
	$ 34,344,700	$ 12,740,090	$ 12,015,000	$ 5,548,240	$ 40,730,000	$ 2,390,610	$ 18,975,000	$ 9,617,420	$ 106,064,700	$ 30,296,360

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. $2,282,878 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 .60% to 4.50% and mature through 2030.

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 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

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 7. These bonds bear interest at rates ranging from 3.3% to 5.25% and mature through 2032.

Certificates of Participation

Certificates of Participation ("COPS") evidence proportionate ownership interest in the right to receive rental payments to be paid by the City under various lease/purchase agreements. The American Recovery and Reinvestment Act of 2009 authorizes the City to issue taxable obligations known as "Build America Bonds" to finance capital expenditures for which it could otherwise issue tax-exempt obligations and to elect to receive a subsidy payment, on each payment date, from the United States Treasury equal to 35% of the amount of each interest payment on the Build America Bonds. During 2010, the City made an irrevocable election to issue the Certificates as Build America Bonds. The US Treasury Interest Subsidy will be paid directly to the City. The City intends to apply, but has not pledged, the US Treasury Interest Subsidy to payment of the Certificates. Additionally, no holder of any Build America Bonds issued by the City will be entitled to any federal income tax credits associated with the Build America Bonds.

The purpose of the Series 2010C Certificates is to refund $1,765,000 principal amount of outstanding PIC Leasehold Revenue Bonds, Series 2003. The Series 2010C Certificates are non-taxable, bear interest at rates ranging from 2.00% to 3.75% and mature June 2024.

The purpose of the Series 2010A Certificates is to refund $1,190,000 principal amount of outstanding PIC Leasehold Revenue Bonds, Series 2002. The Series 2010A Certificates are non-taxable, bear interest at rates ranging from 1.0% to 3.6% and mature May 2019. The purpose of the Series 2010B Certificates (Build America Bonds) is to construct and reconstruct certain roads in the City. The Series 2010B Certificates are taxable, bear interest at rates ranging from 1.25% to 6.25% and mature May 2030.

The purpose of the Series 2006A Certificates is to finance the cost of renovating the City's Rec-Plex, constructing an ice skating complex adjacent to the Rec-Plex, and refunding $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 3.75% to 4.55% and mature November 2031.

Development Notes (Premier 370 Project)

The City has a reimbursement agreement with the Premier 370 Project Developer. The Developer intends to construct on the property certain public infrastructure improvements ("Public Improvements") and other improvements for industrial and commercial uses ("Development"), all of which will help to improve the social and economic welfare of the City and enhance the tax base on the City.

To ensure the economic stability of the project, the City has agreed to reimburse the Developer for a portion of certain costs related to the Public Improvements for the construction of an Interchange.

On December 14, 2006, the City authorized the issuance of Development Notes (Series A and B) not to exceed $19 million. As of September 30, 2012, the City has issued $15,760,000 of Development Notes (Series A) for the Premier 370 project. The Series A Notes are tax-exempt and bear interest at 5.675%. Principal and interest is payable on February 1, May 1, August 1 and November 1 and final payment is due on September 15, 2028.

The notes represent special, limited obligations of the City. Principal and interest are payable from pledged revenues, as defined in the agreement.

Upon substantial completion of the Public Improvements, the Developer will dedicate and convey to the City, along with all necessary easements and rights of way.

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 - 2011 tax year	$1,014,588,944
Debt limit - 10% of assessed valuation	101,458,894
Amount of debt applicable to debt limit:	
Total general obligation bonded debt	34,344,700
Less: Amount available in debt service fund	(2,282,878)
Bond indebtedness applicable to debt limit	32,061,822
Legal debt margin	$ 69,397,072

7. ENTERPRISE FUNDS DEBT REQUIREMENTS

Cash and cash equivalents and investments restricted at September 30, 2012 are as follows:

Revenue Fund	$ 62,072
Series 1999 Waterworks and Sewage Bond Debt Service Fund	458,333
Series 2003 Waterworks and Sewage Bond Debt Service Fund	130,000
Series 2007 Waterworks and Sewage Bond Debt Service Fund	167,500
Series 2009 Waterworks and Sewage Bond Debt Service Fund	98,794
Depreciation Fund	225,000
Interest Reserve Fund	500,000
Series 2006A Certificate of Participation Reserve Fund	1,318,707 *
	$ 2,960,406

* In addition, $458,581 is maintained in the general fund.

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.

Series 1999 Waterworks And Sewage Revenue Bonds Debt Service Fund

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

Series 2003 Waterworks and Sewage Revenue Bonds Debt Service Fund

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

Series 2007 Waterworks and Sewage Revenue Bonds Debt Service Fund

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

Series 2009 Waterworks and Sewage Revenue Bonds Debt Service Fund

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

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.

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 Certificates of Participation Reserve Fund

Requirements - initial deposit of $1,777,273 to be used for the payment of principal and interest on the bonds in the event 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.

As of September 30, 2012, the City met all related debt reserve requirements.

8. INTERFUND BALANCES AND TRANSFERS

The following represents a reconciliation of transfers between individual funds for the year ended September 30, 2012:

	Transfers From	Transfers To	Net Transfers
Major Governmental Funds:			
General	$ 1,000,000	$ -	$(1,000,000)
Debt Service	-	129,624	129,624
Capital Projects	-	375,000	375,000
Nonmajor Governmental Funds:			
Local Parks and Stormwater	504,624	-	(504,624)
Major Enterprise Funds:			
Recreation	-	1,000,000	1,000,000
	$ 1,504,624	$ 1,504,624	$ -

Interfund transfers totaling $1,000,000 were made to the Recreation Fund for operating support.

Interfund transfer of $129,624 was made to the Debt Service Fund for General Obligation Bonds used to refund the Public Improvement Corporation bonds.

Interfund transfer of $375,000 was made to the Capital Projects Fund for Lakeside 370 Park for Park Development.

Individual fund interfund receivable and payable balances as of September 30, 2012 are as follows:

	Interfund Receivable	Interfund Payable
Major Governmental Funds:		
General	$ 216,328	$ -
Transportation Trust	-	9,668
Nonmajor Governmental Funds:		
Community Development Block Grant	-	6,821
Community Development Block Grant - Subrecipient	-	17,560
Neighborhood Improvement District	-	708
Sewer Lateral Repair Program	-	104
Local Parks and Stormwater	-	1,209
Major Enterprise Funds:		
Waterworks/Sanitary Sewer	-	84,373
Solid Waste	-	38,578
Central Materials Processing Facility	-	18,973
Recreation	-	38,334
	$ 216,328	$ 216,328

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, 2012 include $38,334 in the Recreation Fund, $9,668 in the Transportation Trust Fund, $1,209 in the Local Parks and Stormwater Fund, $104 in the Sewer Lateral Repair Program Fund, $38,578 in the Solid Waste Fund, $84,373 in the Waterworks/Sanitary Sewer Fund and $18,973 in the Central Materials Processing Facility Fund are for reimbursement to the General Fund for insurance expense.

Interfund payables of $6,821 in the CDBG Fund, $708 in the Neighborhood Improvement District Fund and $17,560 in the CDBG - Subrecipient Fund are due to the elimination of negative cash balances.

9. 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, 2012 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 2012, the City of St. Peters, Missouri purchased water from the Joint Venture and paid related pumping charges totaling $995,814. 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, 2012 is as follows:

Assets	$ 6,577,242
Liabilities	$ 755,879
Parntership capital:	
St. Peters	2,903,699
St. Charles	6,227,431
Accumulated deficit:	
St. Peters	(1,052,509)
St. Charles	(2,257,258)
	$ 6,577,242
Operating revenue	$ 2,299,663
Operating expenses	(2,457,900)
Nonoperating revenue	423
Net Loss	$ (157,814)

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.

10. 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, 2012, the City's total estimated liability for payment of incurred (both reported and unreported) but unpaid claims for workers' compensation, property, and medical costs were $914,232.

Changes in the self-insured claims liabilities at September 30, 2012 and 2011 were as follows:

	Workers' Compensation/ General	Medical	Total
Balance - September 30, 2010	$ 364,831	$ 611,000	$ 975,831
Add: Current Year Claims And Changes in Estimate	528,005	4,662,209	5,190,214
Less: Claim Payments	540,502	4,673,209	5,213,711
Balance - September 30, 2011	352,334	600,000	952,334
Add: Current Year Claims And Changes in Estimate	374,658	3,753,595	4,128,253
Less: Claim Payments	412,760	3,753,595	4,166,355
Balance - September 30, 2012	$ 314,232	$ 600,000	$ 914,232

11. POSTEMPLOYMENT HEALTH CARE BENEFITS

Plan Description

The City of St. Peters (City) sponsors a Postemployment Benefit Plan (Plan), which is a single-employer defined benefit healthcare plan administered by the City of St. Peters. The Plan is accounted for as a trust fund since an irrevocable trust has been established. A stand-alone financial report is not available for the Plan. The Plan provides medical and dental insurance benefits to eligible retirees and their spouses. In order to be eligible, retirees must be at least age 55 (age 50 for Police employees) with 5 years of service, or have at least 80 points (age plus service), or be otherwise eligible to retire under the LAGERS Pension Plan. Spouses of retirees are eligible to continue participation after the death of the retiree.

Membership consisted of the following at October 1, 2010, the date of the latest actuarial valuation:

Active plan members	387
Retirees and beneficiaries	60
Terminated plan members entitled to but not yet receiving benefits	--
Total	447

Funding Policy

The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the City; however, the City has no obligation to contribute to the Plan on an annual basis or to provide post-employment benefits to its employees. Money held in the trust is restricted for the provision of those benefits. For the fiscal year 2012, the City contributed $429,000 to the Plan. Plan members receiving benefits contributed approximately $118,000 through required contributions based on their years of service.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the fiscal year, the amount actually contributed to the Plan, and changes in the City's net OPEB obligation (NOO):

1. Annual required contribution (ARC)	$2,506,429
2. Interest on net OPEB obligation (NOO)	403,605
3. Adjustment to ARC (Amortization of NOO)	(434,249)
4. Annual OPEB cost (expense), (1) + (2) + (3)	2,475,785
5. Employer contributions made	(429,000)
6. Change in net OPEB obligation, (4) + (5)	2,046,785
7. Net OPEB obligation - beginning of year	5,765,792
8. Net OPEB obligation - end of year, (6) + (7)	$7,812,577

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2012 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2010	$ 2,418,715	20.6%	$ 3,697,715
2011	$ 2,497,077	17.2%	$ 5,765,792
2012	$ 2,475,785	17.3%	$ 7,812,577

Funded Status and Funding Progress

As of October 1, 2010, the most recent actuarial valuation date, the plan was 34.1% funded. The actuarial accrual liability for benefits was $25.3 million, and the actuarial value of assets was $8.6 million, resulting in an unfunded actuarial accrued liability (UAAL) of $16.7 million. For the year ended September 30, 2012, the covered payroll (annual payroll of active employees covered by the plan) was $27.0 million, and the ratio of the UAAL to the covered payroll was 62%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the October 1, 2010 actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 7.0% investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 9.75% initially, reduced by .25% each year to an ultimate rate of 5%. Both rates included a 3.5% inflation assumption. The actuarial value of assets was set equal to the market value of assets. The UAAL is being amortized as a level dollar amount on an open basis. The remaining amortization period at September 30, 2012, was 27 years.

12. COMMITMENTS AND CONTINGENCIES

Litigation

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

13. CONDUIT DEBT

In a prior year, the City authorized the issuance of up to $26,500,000 in Taxable Industrial Development Revenue Bonds to finance an industrial development project for a Company in the City. The project consists of the Company's acquisition and installation of manufacturing machinery and equipment for use on the project site. The Company conveyed to the City title to the site on which the industrial project will be located and the personal property included in the project. At the same time, the City leased the project site, improvements thereon and the personal property, including the project, back to the Company pursuant to a lease agreement. These bonds are secured by the property financed and are payable solely from revenues received from the project. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, County, State of Missouri, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying basic financial statements. At September 30, 2012, $14,978,218 of these Taxable Industrial Revenue Bonds have been issued and remain outstanding. As part of the agreement, the Company has agreed to maintain a certain headcount for specified periods and the City has agreed to extend tax abatements to the Company for the years 2011-2017.

Subsequent to September 30, 2012, the City authorized an additional $26,500,000, of which, $8,678,050 was issued and remains outstanding.

14. ENCUMBRANCES

The following encumbrances were outstanding as of September 30, 2012:

Fund	Amount
Major Governmental Funds:	
General	$ 404,714
Transportation Trust	1,494,165
Capital Projects	549,168
	2,448,047
Nonmajor Governmental Funds	287,068
Major Enterprise Funds:	
Waterworks/Sanitary Sewer	353,286
Solid Waste	720,458
Central Materials Processing Facility	3,235
Recreation	31,413
	1,108,392
Total	$ 3,843,507

15. SUBSEQUENT EVENTS

On November 28, 2012, the City issued $4,000,000 in General Obligation Bonds, Series 2012, with interest rates ranging from 1.0% to 2.375 % and final maturity in 2032. This is the second series of bonds issued in connection with the $40,000,000 authorized by the voters on August 3, 2010 for the purpose of (a) preparing a storm water watershed master plan; (b) designing, constructing and acquiring real property and easements necessary for the implementation of storm water projects within the City, including but not limited to creek bank stabilization, erosion control, detention basin construction and reconstruction, storm water pollution prevention, construction and reconstruction of the City's storm water collection system, and related improvements thereto; and (c) refinancing certain lease obligations relating to erosion control, watershed and basin improvements and other storm water management related projects within the City.

In addition, subsequent to September 30, 2012, the City entered into a lawsuit settlement agreement with Metro Fill Development LLC, Lawyers Title Insurance Corporation and U.S. Title Guarantee Company of St. Charles (for recovery of amounts the City paid under the Judgment of a prior lawsuit) and received approximately $708,000.

16. RECENT ACCOUNTING PRONOUNCEMENTS

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

In November 2010, the GASB issued Statement No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34. This Statement modifies certain requirements for inclusion of component units in the financial reporting entity. This Statement also amends the criteria for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances. This Statement also clarifies the reporting of equity interests in legally separate organizations. It requires a primary government to report its equity interest in a component unit as an asset. The requirements of this Statement are effective for periods beginning after June 15, 2012.

In December 2010, the GASB issued Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements." The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the private sector standards issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. The requirements of this Statement are effective for periods beginning after December 15, 2011.

In June 2011, the GASB issued Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position." The requirements of this Statement will improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred informs of resources and their effects on a government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed. The requirements of this Statement are effective for periods beginning after December 15, 2011.

In April, 2012, the GASB issued Statement No. 65, "Items Previously Reported as Assets and Liabilities." The objective of this Statement is to either (a) properly classify certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or (b) recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues). This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term deferred in financial statement presentations. The requirements in this Statement are effective for periods beginning after December 15, 2012.

In March, 2012, the GASB issued Statement No. 66, "Technical Correction – 2012 – an amendment of GASB Statements No. 10 and No. 62." The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54 and No. 62. The requirements in this Statement are effective for periods beginning after December 15, 2012.

In June 2012, the GASB issued Statement No. 67 "Financial Reporting for Pension Plans" and Statement No. 68 "Accounting and Reporting for Pensions." The objective of these statements is to revise existing accounting and financial reporting requirements for most pension plans, and to revise and establish new financial reporting requirements for most governments that provide their employees with pension benefits. The requirements in Statement No. 67 are effective for periods beginning after June 15, 2013, and the requirements in Statement No. 68 are effective for periods beginning after June 15, 2014.

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

Required Supplementary Information

CITY OF ST. PETERS, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON INFORMATION -BUDGET BASIS - GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Budgeted Amounts			
	Original Budget	Revised Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Sales tax	$ 11,750,000	$ 12,350,000	$ 12,266,784	$ (83,216)
Property tax	6,336,900	6,336,900	6,484,144	147,244
Utility franchise tax	3,768,000	3,768,000	3,860,591	92,591
Cigarette tax	225,000	225,000	204,810	(20,190)
Licenses and permits	1,108,400	1,108,400	1,042,314	(66,086)
Interest	25,000	25,000	2,668	(22,332)
Intergovernmental	3,327,200	3,328,200	3,257,676	(70,524)
Fines and forfeitures	2,608,100	2,608,100	2,391,164	(216,936)
Charges for services	500,500	500,500	679,626	179,126
Miscellaneous	256,300	284,748	321,963	37,215
Total Revenues	29,905,400	30,534,848	30,511,740	(23,108)
Expenditures				
General government	1,543,750	1,623,750	1,939,578	(315,828)
Administration	4,076,900	4,076,900	3,593,390	483,510
Police	11,556,900	11,556,900	11,143,503	413,397
Municipal court	441,610	441,610	393,393	48,217
Public works	2,703,000	2,703,000	2,333,129	369,871
Engineering	2,149,600	2,149,600	2,035,459	114,141
Maintenance	317,780	317,780	190,758	127,022
Health	594,200	594,200	552,736	41,464
Parks and recreation	5,263,575	5,263,575	4,888,896	374,679
Community relations	913,870	913,870	851,112	62,758
Community and arts	147,450	147,450	182,730	(35,280)
Capital outlay	793,200	1,153,295	844,742	308,553
Debt service:				
Principal	505,000	505,000	505,000	-
Interest and fiscal charges	96,000	96,000	95,565	435
Total Expenditures	31,102,835	31,542,930	29,549,991	1,992,939
Revenues Over (Under) Expenditures	(1,197,435)	(1,008,082)	961,749	1,969,831
Other Financing Uses:				
Transfers out	(400,000)	(1,000,000)	(1,000,000)	-
Revenues Under Expenditures and Other Financing Uses	(1,597,435)	(2,008,082)	(38,251)	1,969,831
Fund Balances				
Budget basis:				
Unreserved:				
Beginning of year	3,316,107	3,316,107	3,316,107	-
Transfer from (to) reserved	-	330,647	(36,082)	(366,729)
End of year	1,718,672	1,638,672	3,241,774	1,603,102
Reserved:				
Beginning of year	1,296,446	1,296,446	1,296,446	-
Transfer from (to) unreserved	-	(330,647)	36,082	366,729
End of Year	1,296,446	965,799	1,332,528	366,729
Budget basis, end of year	$ 3,015,118	$ 2,604,471	4,574,302	$ 1,969,831
Encumbrances, end of year			404,714	
Property tax - deferred revenue, end of year			(256,156)	
GAAP basis, end of year			$ 4,722,860	

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 FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Final Budget	Actual	
Revenues				
Sales tax	$ 5,875,000	$ 6,175,000	$ 6,133,392	$ (41,608)
Interest	66,000	3,000	1,747	(1,253)
Intergovernmental	3,295,520	3,112,400	2,584,634	(527,766)
Miscellaneous	127,000	282,000	245,342	(36,658)
Total Revenues	9,363,520	9,572,400	8,965,115	(607,285)
Expenditures				
Public works	3,414,570	3,677,570	3,491,567	186,003
Street construction	5,331,600	5,484,400	4,437,232	1,047,168
Debt service	1,400,000	1,525,000	1,531,632	(6,632)
Total Expenditures	10,146,170	10,686,970	9,460,431	1,226,539
Revenues Under Expenditures	(782,650)	(1,114,570)	(495,316)	619,254
Fund Balances				
Budget basis:				
Unreserved:				
Beginning of year	5,977,237	5,977,237	5,977,237	-
Transfer from (to) reserved	-	-	-	-
End of year	5,194,587	4,862,667	5,481,921	619,254
Reserved:				
Beginning of year	628,623	628,623	628,623	-
Transfer from (to) reserved	-	-	-	-
End of year	628,623	628,623	628,623	-
Budget basis, end of year	$ 5,823,210	$ 5,491,290	6,110,544	$ 619,254
Budget basis grant revenue			(831,675)	
Encumbrances, end of year			1,494,165	
GAAP basis, end of year			$ 6,773,034	

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 FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Final Budget	Actual	
Revenues				
Sales tax	$ 2,488,800	$ 2,870,000	$ 2,661,219	$ (208,781)
Property tax	2,605,000	2,650,000	2,788,587	138,587
Utility franchise tax	-	-	3,735	3,735
Interest	-	-	2,027	2,027
Total Revenues	5,093,800	5,520,000	5,455,568	(64,432)
Expenditures				
General government	70,000	3,970,000	3,905,339	64,661
Capital outlay	-	200,000	125,993	74,007
Debt service	1,453,500	1,550,000	1,303,328	246,672
Total Expenditures	1,523,500	5,720,000	5,334,660	385,340
Revenues Over (Under) Expenditures	3,570,300	(200,000)	120,908	320,908
Fund Balances				
Budget basis:				
Unreserved:				
Beginning of year	450,242	450,242	450,242	-
Transfers from (to) reserved	(3,570,300)	-	(313,134)	(313,134)
End of year	450,242	250,242	258,016	7,774
Reserved:				
Beginning of year	885,784	885,784	885,784	-
Transfers from (to) reserved	3,570,300	-	313,134	313,134
End of year	4,456,084	885,784	1,198,918	313,134
Budget basis, end of year	$ 4,906,326	$ 1,136,026	1,456,934	$ 320,908
Encumbrances, end of year			-	
GAAP basis, end of year			$ 1,456,934	

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

NOTES TO BUDGETARY COMPARISON INFORMATION
SEPTEMBER 30, 2012

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.

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.

SCHEDULE OF FUNDING PROGRESS - EMPLOYEES' RETIREMENT SYSTEM
SEPTEMBER 30, 2012

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, 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%
February 28, 2008	49,907,598	61,324,981	11,417,383	81%	21,817,121	52%
February 28, 2009	41,957,250	63,353,591	21,396,341	66%	21,829,422	98%
February 28, 2010	45,636,705	67,734,767	22,098,062	67%	22,752,065	97%
February 28, 2011	48,922,884	72,732,860	23,809,976	67%	23,323,653	102%
February 29, 2012	53,207,463	74,062,614	20,855,151	72%	23,041,867	91%

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, 2011 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

SCHEDULE OF FUNDING PROGRESS AND CONTRIBUTIONS - OTHER POST-EMPLOYMENT BENEFIT PLAN SEPTEMBER 30, 2012

The following required supplementary information relates to the City's other post-employment benefits program.

Schedule of Funding Progress:

Fiscal Year	Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	((b-a)/c) UAAL as a Percentage of Covered Payroll
09/30/10	09/30/09	$ 7,858,000	$ 23,863,000	$ 16,005,000	32.9%	$25,860,000	61.89%
09/30/11	10/01/10	$ 8,635,738	$ 25,292,370	$ 16,656,632	34.1%	$26,747,936	62.30%
09/30/12	10/01/10	$ 8,635,738	$ 25,292,370	$ 16,656,632	34.1%	$26,991,178	61.71%

Schedule of Employer Contributions:

Year Ended September 30,	Annual Required Contribution	Percentage Contributed
2010	$ 2,418,715	20.60%
2011	$ 2,497,077	17.20%
2012	$ 2,475,785	17.30%

Note: The results shown above are based on plan provisions and long-term assumptions and methods summarized in Note 11.

Other Supplementary Information

Combining And Individual Fund Financial Statements And Schedules

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.

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 received directly from the federal government to provide assistance to low and moderate income persons.

Community Development Block Grant Subrecipient Fund - Used to account for federal grant proceeds passed through St. Charles County to provide 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.

CITY OF ST. PETERS, MISSOURI

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2012

	Sewer Lateral Repair Program Fund	Special Allocation Funds: Old Town	Special Allocation Funds: Lakeside Redevelop-ment	Community Development Block Grant Fund	Community Development Block Grant Sub-recipient Fund	Neighborhood Improvement District Fund	Local Parks and Stormwater Fund	Total
Assets:								
Cash and cash investments:								
Held by trustees	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unrestricted	1,213,043	1,034,810	329,396	-	-	-	1,788,012	4,365,261
Restricted	-	88,249	-	-	-	-	166,878	255,127
Receivables, net of allowances where applicable:								
Taxes	-	-	-	-	-	-	92,985	92,985
Intergovernmental	-	-	-	11,471	19,175	-	17,000	47,646
Other	5,405	7,768	-	166,426	-	22,880	-	202,479
Long-term receivables	-	-	-	494,734	134,795	-	-	629,529
Total Assets	$ 1,218,448	$ 1,130,827	$ 329,396	$ 672,631	$ 153,970	$ 22,880	$ 2,064,875	$ 5,593,027
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable	$ 120,972	$ 433	$ 22,333	$ 4,650	$ 1,615	$ -	$ 38,725	$ 188,728
Accrued liabilities	2,197	-	-	-	-	-	1,723	3,920
Deposits/guarantee bonds	2,400	-	-	-	-	-	-	2,400
Due to other funds	104	-	-	6,821	17,560	708	1,209	26,402
Deferred revenue	-	-	-	-	-	21,080	-	21,080
Total Liabilities	125,673	433	22,333	11,471	19,175	21,788	41,657	242,530
Fund Balances:								
Restricted for:								
Sewer lateral projects	1,092,775	-	-	-	-	-	-	1,092,775
Special allocation projects	-	1,130,394	307,063	-	-	-	-	1,437,457
Grants	-	-	-	661,160	134,795	-	-	795,955
Debt service	-	-	-	-	-	1,092	166,878	167,970
Local parks and stormwater	-	-	-	-	-	-	1,856,340	1,856,340
Total Fund Balances	1,092,775	1,130,394	307,063	661,160	134,795	1,092	2,023,218	5,350,497
Total Liabilities and Fund Balances	$ 1,218,448	$ 1,130,827	$ 329,396	$ 672,631	$ 153,970	$ 22,880	$ 2,064,875	$ 5,593,027

CITY OF ST. PETERS, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Sewer Lateral Repair Program Fund	Special Allocation Funds		Community Development Block Grant Fund	Community Development Block Grant Sub-recipient Fund	Neighborhood Improvement District Fund	Local Parks and Stormwater Fund	Total
		Old Town	Lakeside Redevelop-ment					
Revenues:								
Sales tax	$ -	$ 305,410	$ 46	$ -	$ -	$ -	$ 1,213,515	$ 1,518,971
Property tax	-	554,459	156,791	-	-	-	-	711,250
Interest	1,033	10,291	475	-	-	-	798	12,597
Intergovernmental	-	-	-	33,699	161,493	-	17,000	212,192
Charges for services	534,217	-	-	-	-	-	-	534,217
Miscellaneous	-	-	-	-	-	6,976	4,326	11,302
Total Revenues	535,250	870,160	157,312	33,699	161,493	6,976	1,235,639	3,000,529
Expenditures:								
General government	-	103,342	4,555	230,289	26,698	-	-	364,884
Public works	728,105	241,135	-	-	-	-	283,874	1,253,114
Parks and recreation	-	-	-	-	-	-	194	194
Capital outlay	-	226,381	-	-	-	-	243,662	470,043
Debt service:								
Principal retirement	-	-	-	-	-	5,000	115,000	120,000
Interest	-	-	2,031	-	-	1,278	50,065	53,374
Other	-	-	2,500	-	-	340	575	3,415
Total Expenditures	728,105	570,858	9,086	230,289	26,698	6,618	693,370	2,265,024
Other Financing Uses:								
Transfers out	-	-	-	-	-	-	(504,624)	(504,624)
Net Changes In Fund Balances	(192,855)	299,302	148,226	(196,590)	134,795	358	37,645	230,881
Fund Balances:								
Beginning of year	1,285,630	831,092	158,837	857,750	-	734	1,985,573	5,119,616
End of year	$ 1,092,775	$ 1,130,394	$ 307,063	$ 661,160	$ 134,795	$ 1,092	$ 2,023,218	$ 5,350,497

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 FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Sewer Lateral Repair Program Fund			Special Allocation Fund - Old Town			Special Allocation Fund - Lakeside Redevelopment		
	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	$ -	$ -	$ -	$ 248,000	$ 305,410	$ 57,410	$ -	$ 46	$ 46
Property tax	-	-	-	540,000	554,459	14,459	159,200	156,791	(2,409)
Interest	5,000	1,033	(3,967)	6,000	10,292	4,292	150	475	325
Intergovernmental	-	-	-	-	-	-	-	-	-
Charges for services	520,000	534,217	14,217	-	-	-	-	-	-
Total Revenues	525,000	535,250	10,250	794,000	870,161	76,161	159,350	157,312	(2,038)
Expenditures:									
General government	-	-	-	125,000	103,342	21,658	6,000	4,555	1,445
Public works	849,400	570,324	279,076	847,000	62,907	784,093	-	-	-
Capital outlay	-	-	-	-	226,381	(226,381)	100,000	33,392	66,608
Debt service	-	-	-	-	-	-	10,000	4,531	5,469
Total Expenditures	849,400	570,324	279,076	972,000	392,630	579,370	116,000	42,478	73,522
Revenues Over (Under) Expenditures	(324,400)	(35,074)	289,326	(178,000)	477,531	655,531	43,350	114,834	71,484
Fund Balances:									
Budget basis:									
Unreserved:									
Beginning of year	1,098,134	1,098,134	-	652,418	652,418	-	158,837	158,837	-
Transfers from (to) reserved	-	-	-	-	-	-	-	-	-
End of year	773,734	1,063,060	289,326	474,418	1,129,949	655,531	202,187	273,671	71,484
Reserved:									
Beginning of year	-	-	-	-	-	-	-	-	-
Transfers from (to) reserved	-	-	-	-	-	-	-	-	-
End of year	-	-	-	-	-	-	-	-	-
Budget basis, end of year	$ 773,734	1,063,060	$ 289,326	$ 474,418	1,129,949	$ 655,531	$ 202,187	273,671	$ 71,484
Budget basis grant revenue		-			-			-	
Encumbrances, end of year		29,715			445			33,392	
GAAP basis, end of year		$ 1,092,775			$ 1,130,394			$ 307,063	

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 FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Community Development Block Grant Fund			Community Development Block Grant Subrecipient 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	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,235,000	$ 1,213,515	$ (21,485)
Interest	-	-	-	-	-	-	2,000	798	(1,202)
Intergovernmental	83,953	33,699	(50,254)	225,000	161,493	(63,507)	-	30,000	30,000
Miscellaneous	-	-	-	-	-	-	-	4,326	4,326
Total Revenues	83,953	33,699	(50,254)	225,000	161,493	(63,507)	1,237,000	1,248,639	11,639
Expenditures:									
General government	83,953	33,699	50,254	225,000	161,493	63,507	-	-	-
Public works	-	-	-	-	-	-	478,460	271,678	206,782
Parks and recreation	-	-	-	-	-	-	500	194	306
Capital outlay	-	-	-	-	-	-	414,400	393,066	21,334
Debt service	-	-	-	-	-	-	166,000	165,640	360
Total Expenditures	83,953	33,699	50,254	225,000	161,493	63,507	1,059,360	830,578	228,782
Other Financing Uses:									
Transfers out	-	-	-	-	-	-	(505,000)	(504,624)	376
Revenues Under Expenditures	-	-	-	-	-	-	(327,360)	(86,563)	240,797
Fund Balances:									
Budget basis:									
Unreserved:									
Beginning of year	-	-	-	-	-	-	1,732,387	1,732,387	-
Transfers from (to) reserved	-	-	-	-	-	-	-	-	-
End of year	-	-	-	-	-	-	1,405,027	1,645,824	240,797
Reserved:									
Beginning of year	-	-	-	-	-	-	166,878	166,878	-
Transfers from (to) reserved	-	-	-	-	-	-	-	-	-
End of year	-	-	-	-	-	-	166,878	166,878	-
Budget basis, end of year	$ -	-	$ -	$ -	-	$ -	$ 1,571,905	1,812,702	$ 240,797
GAAP basis receivable		661,160			134,795			(13,000)	
Encumbrances, end of year		-			-			223,516	
GAAP basis, end of year		$ 661,160			$ 134,795			$ 2,023,218	

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGET BASIS - DEBT SERVICE FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Property tax	$ 2,006,200	$ 2,086,067	$ 79,867
Interest	10,000	2,492	(7,508)
Miscellaneous	3,000	4,150	1,150
Total Revenues	2,019,200	2,092,709	73,509
Expenditures:			
Debt service	2,621,900	2,601,260	20,640
Total Expenditures	2,621,900	2,601,260	20,640
Revenues Under Expenditures	(602,700)	(508,551)	94,149
Other Financing Sources:			
Transfers in	130,000	129,624	(376)
Revenues and Other Financing Sources Under Expenditures	(472,700)	(378,927)	93,773
Fund Balances:			
Budget basis:			
Unreserved:			
Beginning of year	2,752,037	2,752,037	-
End of year	2,279,337	2,373,110	93,773
Budget basis, end of year	$ 2,279,337	2,373,110	$ 93,773
Property tax - deferred revenue, end of year		(90,232)	
GAAP basis, end of year		$ 2,282,878	

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - WATERWORKS/SANITARY SEWER FUND - (UTILITY OPERATING FUND) FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Water and sewer	$ 8,772,900	$ 9,163,857	$ 390,957
Interest	5,000	1,242	(3,758)
Intergovernmental	44,000	-	(44,000)
Miscellaneous	1,336,200	1,411,112	74,912
Total Revenues	10,158,100	10,576,211	418,111
Expenses:			
Personnel costs	3,859,390	3,835,039	24,351
Utilities	659,650	582,901	76,749
Purchased water	1,089,900	995,814	94,086
Wastewater treatment costs	83,500	98,296	(14,796)
Repairs and maintenance	614,200	547,833	66,367
Chemicals and supplies	385,820	291,476	94,344
Professional services	357,700	336,136	21,564
Supplies and other	268,950	203,964	64,986
Insurance	46,000	83,700	(37,700)
Gasoline and fuel	105,000	135,536	(30,536)
Rent	11,500	3,809	7,691
Miscellaneous	720,200	756,079	(35,879)
Total Expenses	8,201,810	7,870,583	331,227
Net Revenues Before Capital Expenditures and Debt Service and Fees	1,956,290	2,705,628	749,338
Capital Expenditures	422,900	155,229	267,671
Debt Service and Fees	1,793,000	1,788,818	4,182
Revenues Over (Under) Expenses	(259,610)	761,581	1,021,191
Net Assets			
Budget basis:			
Unreserved:			
Beginning of year	684,252	684,252	-
Transfers from (to) reserved	(57,100)	(52,917)	4,183
End of year	367,542	1,392,916	1,025,374
Reserved:			
Beginning of year	1,829,500	1,829,500	-
Transfers from (to) reserved	57,100	52,917	(4,183)
End of year	1,886,600	1,882,417	(4,183)
Budget basis, end of year	$ 2,254,142	$ 3,275,333	$ 1,021,191

* 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 FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Trash collection	$ 3,780,200	$ 3,795,583	$ 15,383
Miscellaneous	110,000	110,090	90
Interest	20,000	10,199	(9,801)
Total Revenues	3,910,200	3,915,872	5,672
Expenses:			
Personnel costs	2,107,400	2,075,695	31,705
Utilities	44,000	35,358	8,642
Landfill fees	985,900	929,864	56,036
Repairs and maintenance	242,750	288,446	(45,696)
Capital expenditures	771,100	763,869	7,231
Chemicals and supplies	4,000	3,859	141
Professional services	26,180	16,800	9,380
Supplies and other	56,860	44,557	12,303
Insurance	25,000	24,857	143
Gasoline and fuel	280,000	259,895	20,105
Rent	1,500	1,684	(184)
Miscellaneous	634,200	624,344	9,856
Total Expenses	5,178,890	5,069,228	109,662
Revenues Under Expenses	(1,268,690)	(1,153,356)	115,334
Net Assets			
Budget basis:			
Unreserved:			
Beginning of year	624,464	624,464	-
Transfers from (to) reserved	950,000	950,000	-
End of year	305,774	421,108	115,334
Reserved:			
Beginning of year	3,767,581	3,767,581	-
Transfers from (to) reserved	(950,000)	(950,000)	-
End of year	2,817,581	2,817,581	-
Budget basis, end of year	$ 3,123,355	$ 3,238,689	$ 115,334

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - CENTRAL MATERIALS PROCESSING FACILITY FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Tipping fees	$ 1,686,500	$ 1,764,065	$ 77,565
Recycling fees	1,421,000	1,326,716	(94,284)
Earth Centre	334,400	274,192	(60,208)
Intergovernmental	-	9,000	9,000
Interest	5,000	451	(4,549)
Miscellaneous	30,000	18,351	(11,649)
Total Revenues	3,476,900	3,392,775	(84,125)
Expenses:			
Personnel costs	1,648,400	1,551,430	96,970
Landfill fees	925,000	907,043	17,957
Utilities	62,800	44,416	18,384
Capital expenditures	106,700	92,872	13,828
Professional services	39,900	20,671	19,229
Repairs and maintenance	200,000	159,372	40,628
Insurance	20,000	31,340	(11,340)
Gasoline and fuel	36,000	36,355	(355)
Supplies and other	677,550	648,718	28,832
Total Expenses	3,716,350	3,492,217	224,133
Revenues Under Expenses	(239,450)	(99,442)	140,008
Budget basis:			
Unreserved:			
Beginning of year	1,033,326	1,033,326	-
Transfers from (to) reserved	(125,000)	(125,000)	-
End of year	668,876	808,884	140,008
Reserved:			
Beginning of year	175,000	175,000	-
Transfers from (to) reserved	125,000	125,000	-
End of year	300,000	300,000	-
Budget basis, end of year	$ 968,876	$ 1,108,884	$ 140,008

CITY OF ST. PETERS, MISSOURI

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL - BUDGET BASIS - ENTERPRISE FUND - RECREATION FUND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

	Revised Final Budget	Actual	Variance With Final Budget - Positive (Negative)
Revenues:			
Recreation	$ 6,322,400	$ 6,384,230	$ 61,830
Interest	1,000	472	(528)
Total Revenues	6,323,400	6,384,702	61,302
Expenses:			
Personnel costs	3,618,860	3,444,811	174,049
Utilities	962,500	836,618	125,882
Repairs and maintenance	192,400	243,122	(50,722)
Capital expenditures	60,000	32,398	27,602
Chemicals and supplies	85,400	79,692	5,708
Professional services	207,250	161,350	45,900
Supplies and other	315,160	320,747	(5,587)
Concessions	273,300	240,877	32,423
Insurance	26,200	45,838	(19,638)
Gasoline and fuel	13,400	30,711	(17,311)
Miscellaneous	57,150	106,844	(49,694)
Total Expenses	5,811,620	5,543,008	268,612
Net Revenues Before Debt Service and Fees	511,780	841,694	329,914
Debt Service and fees	1,440,000	1,441,501	(1,501)
Revenues Under Expenses	(928,220)	(599,807)	328,413
Other Financing Sources:			
Transfers in	1,000,000	1,000,000	-
Revenues and Other Financing Sources Over Expenditures	71,780	400,193	328,413
Net Assets			
Budget basis:			
Unreserved:			
Beginning of year	23,343	23,343	-
Transfers from (to) reserved	(30,440)	(13,524)	16,916
End of year	64,683	410,012	345,329
Reserved:			
Beginning of year	997,597	997,597	-
Transfers from (to) reserved	30,440	13,524	(16,916)
End of year	1,028,037	1,011,121	(16,916)
Budget basis, end of year	$ 1,092,720	$ 1,421,133	$ 328,413

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. 87 - 92

Revenue Capacity
These pages contain information to help the reader assess the City's most significant local revenue sources. 93 - 98

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. 99 - 103

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. 104- 105

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. 106- 108

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.

CITY OF ST. PETERS, MISSOURI

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
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	$ 220,878,960	$ 240,140,438	$ 258,630,627	$ 259,323,155	$ 262,479,439
Restricted for capital projects	3,144,994	1,637,801	7,119,355	14,774,979	8,176,260	8,502,836	5,922,228	6,768,629	-	-
Restricted for debt service	1,860,174	2,034,833	2,847,740	1,307,849	2,436,832	8,897,412	6,100,691	7,209,265	4,331,436	4,648,531
Restricted for other purposes	2,056,942	2,169,874	-	-	-	-	-	-	12,934,040	11,327,525
Unrestricted	19,425,271	19,350,046	15,789,770	21,251,441	17,868,604	21,207,143	13,523,667	5,101,854	(6,982,701)	(7,896,119)
Total governmental activities net assets	$ 44,304,454	$ 63,731,413	$ 74,407,002	$ 279,151,210	$ 268,147,077	$ 259,486,351	$ 265,687,024	$ 277,710,375	$ 269,605,930	$ 270,559,376
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	$ 39,970,976	$ 37,818,296	$ 37,202,278	$ 51,062,078	$ 51,195,406
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	7,233,632	3,759,580	4,041,857	3,058,197	787,071
Restricted for other purposes	-	-	-	-	-	-	-	-	-	-
Unrestricted	11,161,512	10,573,701	11,174,468	9,580,106	11,604,597	17,159,930	20,468,117	12,609,854	10,844,666	11,404,920
Total business-type activities net assets	$ 35,794,950	$ 36,121,431	$ 37,585,395	$ 39,061,619	$ 53,572,597	$ 64,364,538	$ 62,045,993	$ 53,853,989	$ 64,964,941	$ 63,387,397
Primary government										
Invested in capital assets, net of related debt	$ 37,750,098	$ 58,796,432	$ 69,376,912	$ 264,308,089	$ 268,875,254	$ 260,849,936	$ 277,958,734	$ 295,832,905	$ 310,385,233	$ 313,674,845
Restricted for capital projects	3,144,994	1,637,801	7,119,355	14,774,979	11,539,981	8,502,836	5,922,228	6,768,629	-	-
Restricted for debt service	6,560,587	7,324,990	8,531,892	8,298,214	11,831,238	16,131,044	9,860,271	11,251,122	7,389,633	5,435,602
Restricted for other purposes	2,056,942	2,169,874	-	-	-	-	-	-	12,934,040	11,327,525
Unrestricted	30,586,783	29,923,747	26,964,238	30,831,547	29,473,201	38,367,073	33,991,784	17,711,708	3,861,965	3,508,801
Total primary government net assets	$ 80,099,404	$ 99,852,844	$ 111,992,397	$ 318,212,829	$ 321,719,674	$ 323,850,889	$ 327,733,017	$ 331,564,364	$ 334,570,871	$ 333,946,773

Notes: 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. In 2006, the City started reporting its infrastructure retroactively.

Source: Basic financial statements

CITY OF ST. PETERS, MISSOURI

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities:										
General government	$ 1,918,385	$ 2,480,263	$ 3,153,690	$ 4,414,387	$ 4,101,069	$ 10,605,639	$ 4,936,885	$ 3,988,945	$ 6,412,147	$ 7,279,425
Administration	5,813,016	5,262,781	5,142,485	4,679,329	4,440,371	4,439,076	4,413,440	4,465,717	4,642,420	4,116,344
Police	8,586,747	8,520,256	9,106,695	9,626,373	9,814,498	10,358,838	10,758,075	11,487,848	12,883,901	12,828,392
Municipal court	294,193	324,357	355,325	360,009	369,667	417,285	443,602	469,464	451,384	420,486
Public works	5,456,970	4,771,304	6,719,849	11,304,991	17,293,048	10,321,657	11,894,996	9,721,254	22,109,038	14,559,364
Engineering	2,012,693	2,139,381	2,070,918	2,584,427	2,469,174	2,630,888	2,552,615	2,571,574	2,572,899	2,243,654
Maintenance	878,392	799,725	729,378	967,257	756,069	727,250	749,630	788,172	465,034	254,551
Health	564,390	591,484	577,925	582,359	581,024	709,702	602,498	615,783	731,504	764,863
Parks and Recreation	8,092,134	8,789,938	8,845,727	9,112,915	5,517,854	5,279,526	5,307,748	5,893,725	6,092,722	6,011,172
Community Relations	807,688	855,073	826,583	876,912	960,770	962,461	1,009,804	1,007,998	983,171	1,010,835
Community & Arts	366,784	310,754	290,478	256,880	268,835	277,631	280,512	290,368	243,961	265,196
Community Development	-	-	-	-	-	-	-	963,000	-	-
Interest on long term debt	2,265,041	1,983,033	2,148,903	2,748,833	2,117,537	2,258,848	3,536,569	3,484,084	3,321,526	3,333,056
Total governmental activities expenses	37,056,433	36,828,349	39,967,956	47,514,672	48,689,916	48,988,801	46,686,374	45,747,932	60,909,707	53,087,338
Business-type activities:										
Waterworks/Sanitary Sewer	7,189,717	7,944,078	8,136,178	8,439,318	8,782,669	9,857,448	9,625,487	11,297,498	12,069,159	12,263,810
Solid Waste	2,871,588	3,176,106	3,367,321	3,558,062	4,043,387	4,182,408	4,399,270	7,126,274	5,203,218	5,070,099
Public improvement corporation	764,809	1,149,042	1,156,686	1,100,309	840,568	608,613	529,810	503,638	157,303	-
Central Materials Processing Facility	3,528,825	3,142,558	3,306,561	3,381,029	3,408,096	3,411,717	3,677,814	3,932,005	3,622,194	3,797,178
Recreation	-	-	-	-	6,122,627	6,453,216	7,038,214	7,884,369	8,121,280	8,387,854
Total business-type activities expenses	14,354,939	15,411,784	15,966,746	16,478,718	23,197,347	24,513,402	25,270,595	30,743,784	29,173,154	29,518,941
Total primary government expenses	$ 51,411,372	$ 52,240,133	$ 55,934,702	$ 63,993,390	$ 71,887,263	$ 73,502,203	$ 71,956,969	$ 76,491,716	$ 90,082,861	$ 82,606,279
Program Revenues										
Governmental activities:										
Charges for services:										
General government	$ 893,171	$ 1,274,215	$ 1,434,577	$ 2,082,925	$ 1,819,527	$ 1,709,498	$ 908,725	$ 1,181,701	$ 1,052,200	$ 1,156,407
Administration	-	-	-	-	-					
Police	1,433,807	1,689,862	1,595,803	2,238,900	1,768,839	2,562,532	2,930,923	2,778,995	2,817,623	2,664,576
Municipal court	-	-	-	-	-					-
Public works	7,009	5,440	516,937	718,062	524,412	540,181	544,287	522,200	527,210	541,192
Engineering	-	-		-	-					-
Maintenance	-	-		-	-					-
Health	10,972	11,629	11,652	21,400	20,359	22,425	21,314	20,182	18,477	14,923
Parks and recreation	3,290,389	3,567,199	3,331,553	3,743,865	26,730	25,851	25,583	8,640	9,113	9,715
Community relations	86,683	88,480	94,279	90,591	92,471	72,887	-	-	-	-
Community & Arts	111,211	103,348	123,875	124,970	114,390	177,196	172,413	176,380	208,539	255,755
Operating grants and contributions	3,310,766	3,539,346	3,534,260	3,623,735	3,813,207	3,496,262	4,024,801	3,597,950	3,680,124	3,450,856
Capital grants and contributions	3,951,170	6,255,077	4,094,689	7,785,280	5,767,781	4,000,088	6,557,930	10,759,472	15,176,082	8,227,484
Total governmental activities program revenues	13,095,178	16,534,596	14,737,425	20,429,728	13,947,716	12,606,920	15,185,978	19,045,520	23,489,368	16,320,908
Business-type activities:										
Charges for services:										
Waterworks/Sanitary sewer	7,227,302	7,495,672	8,384,200	8,580,469	9,728,781	9,370,782	8,649,448	9,675,873	10,420,961	11,248,180
Solid waste	2,836,216	3,147,922	3,636,949	3,974,228	4,325,591	4,622,677	3,374,042	3,540,501	3,693,198	3,891,333
Public improvement corporation	-	-	-	-	844,102	819,785	849,680	555,071	-	-
Central materials processing facility	3,627,223	3,508,675	3,240,202	3,021,534	3,399,577	3,703,035	3,326,266	3,394,464	3,444,502	3,391,388
Recreation	-	-	-	-	3,656,297	4,608,748	5,147,064	5,896,515	6,092,237	6,384,230
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	137,719	719,510	588,320	3,659,979	1,547,224
Total business-type activities program revenues	14,747,223	15,651,270	17,085,589	17,065,368	22,513,863	23,262,746	22,066,010	23,650,744	27,310,877	26,462,355
Total primary government program revenues	$ 27,842,401	$ 32,185,866	$ 31,823,014	$ 37,495,096	$ 36,461,579	$ 35,869,666	$ 37,251,988	$ 42,696,264	$ 50,800,245	$ 42,783,263

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

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net (Expense)/Revenue										
Governmental activities	$ (23,961,255)	$ (20,313,753)	$ (25,230,531)	$ (27,084,944)	$ (34,742,200)	$ (36,381,881)	$ (31,500,396)	$ (26,702,412)	$ (37,420,339)	$ (36,766,430)
Business-type activities	402,284	239,486	1,118,843	586,650	(683,484)	(1,250,656)	(3,204,585)	(7,093,040)	(1,862,277)	(3,056,586)
Total primary government net expense	$ (23,558,971)	$ (20,074,267)	$ (24,111,688)	$ (26,498,294)	$ (35,425,684)	$ (37,632,537)	$ (34,704,981)	$ (33,795,452)	$ (39,282,616)	$ (39,823,016)
General Revenues and Other Changes in Net Assets										
Governmental actives:										
Taxes										
Property taxes levied for general purposes	$ 5,319,788	$ 5,345,877	$ 5,444,307	$ 5,754,221	$ 5,972,329	$ 6,152,614	$ 6,392,363	$ 5,993,141	$ 6,705,073	$ 6,484,144
Property taxes levied for debt service	2,067,646	2,244,013	2,277,665	2,460,820	2,563,201	2,633,533	2,636,371	2,495,335	2,137,731	2,086,067
Property taxes levied for tax increment financing districts	1,435,396	1,832,303	2,542,597	2,857,283	2,915,222	3,154,983	3,455,420	3,747,632	3,821,189	3,499,837
Sales taxes levied for general purposes	10,510,456	10,957,062	11,350,867	11,416,073	11,344,811	11,566,809	11,088,916	11,106,737	11,777,602	12,266,784
Sales taxes levied for transportation purposes	5,255,188	5,478,536	5,675,421	5,706,975	5,673,491	5,783,416	5,544,419	5,553,379	5,888,803	6,133,393
Sales taxes levied for Park and Storm Water purposes	1,036,575	1,081,465	1,120,688	1,126,750	1,120,066	1,142,294	1,094,341	1,096,321	1,164,594	1,213,515
Sales taxes levied for Tax increment Financing Districts	1,951,088	2,182,219	2,422,100	2,767,595	2,840,130	2,793,140	3,625,574	3,278,082	2,869,664	2,966,675
Tourism	-	-	-	-	-	-	-	-	-	32,224
Franchise and public service taxes	2,692,959	2,823,306	3,073,690	3,269,630	3,364,976	3,415,948	3,457,259	3,603,717	4,188,158	4,069,136
Sewer lateral repair fee	-	480,541	-	-	-	-	-	-	-	-
Earnings on investments	767,316	354,629	794,416	2,220,645	2,095,392	1,488,010	286,808	110,734	55,642	22,164
Other revenue	1,430,292	479,869	516,637	1,423,234	2,388,254	514,882	912,057	553,445	3,571,682	398,845
Gain (loss) on sale of security	-	117,714	-	-	-	-	-	-	-	-
Gain on Sale of Capital Assets	(108,304)	237,001	-	20,328,060	66,490	-	17,541	20,981	69,326	-
Transfers	-	120,400	61,000	72,500	238,193	(10,924,454)	(810,000)	1,166,259	(12,935,570)	(1,452,908)
Total governmental activities	32,358,400	33,734,935	35,279,388	59,403,786	40,582,555	27,721,155	37,701,069	38,725,763	29,315,894	37,719,876
Business-type activities:										
Earnings on investments	142,102	207,395	406,121	759,658	1,462,516	763,109	134,044	35,355	35,074	12,824
Gain (loss) on sale of capital assets	-	-	-	202,416	58,019	355,034	5,964	31,940	(28,696)	13,310
Transfers	-	(120,400)	(61,000)	(72,500)	(238,193)	10,924,454	810,000	(1,166,259)	6,063,303	1,452,908
Total business-type activities	142,102	86,995	345,121	889,574	1,282,342	12,042,597	950,008	(1,098,964)	6,069,681	1,479,042
Total primary government	$ 8,941,531	$ 13,747,663	$ 11,512,821	$ 33,795,066	$ 6,439,213	$ 2,131,215	$ 3,946,096	$ 3,831,347	$ (3,897,041)	$ (624,098)
Change in Net Assets										
Governmental actives	$ 8,397,145	$ 13,421,182	$ 10,048,857	$ 32,318,842	$ 5,840,355	$ (8,660,726)	$ 6,200,673	$ 12,023,351	$ (8,104,445)	$ 953,446
Business-type activities	544,386	326,481	1,463,964	1,476,224	598,858	10,791,941	(2,254,577)	(8,192,004)	4,207,404	(1,577,544)
Total primary government	$ 8,941,531	$ 13,747,663	$ 11,512,821	$ 33,795,066	$ 6,439,213	$ 2,131,215	$ 3,946,096	$ 3,831,347	$ (3,897,041)	$ (624,098)

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.

TABLE 3

CITY OF ST. PETERS, MISSOURI

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved for encumbrances	$ 431,094	$ 382,180	$ 465,563	$ 372,189	$ 346,284	$ 733,673	$ 1,724,906	$ 754,166	$ -	$ -
Reserved for capital improvements	-	-	-	4,000,000	2,867,207	2,100,000	620,259	379,110	-	-
Reserved for debt service	-	-	-	-	-	-	-	545,582	-	-
Reserved for storm water management	189,719	223,172	223,173	85,286	110,267	163,783	183,839	187,529	-	-
Reserved for inventory/prepaid	827,345	867,637	873,131	796,763	725,590	799,721	846,257	828,933	-	-
Reserved for other projects	2,692,157	2,932,610	780,609	524,527	694,980	479,904	2,160,448	389,628	-	-
Unreserved	3,344,086	4,161,091	4,248,705	5,502,409	7,861,281	12,480,457	7,737,594	3,442,769	-	-
Nonspendable	-	-	-	-	-	-	-	-	914,407	949,553
Restricted for:										
Transportation	-	-	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-	-
Sewer lateral projects	-	-	-	-	-	-	-	-	-	-
Special allocation projects	-	-	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	545,587	545,587
Local parks and stormwater	-	-	-	-	-	-	-	-	-	-
Police services	-	-	-	-	-	-	-	-	227,169	226,656
Tourism	-	-	-	-	-	-	-	-	-	32,224
Assigned for:										
Encumbrances	-	-	-	-	-	-	-	-	384,335	404,714
Subsequent year budget	-	-	-	-	-	-	-	-	1,597,435	952,890
Capital projects	-	-	-	-	-	-	-	-	541,388	499,663
Unassigned	-	-	-	-	-	-	-	-	683,136	1,111,573
Total General Fund	$ 7,484,401	$ 8,566,690	$ 6,591,181	$ 11,281,174	$ 12,605,609	$ 16,757,538	$ 13,273,303	$ 6,527,717	$ 4,893,457	$ 4,722,860

CITY OF ST. PETERS, MISSOURI

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
All Other Governmental Funds										
Reserved for encumbrances	$ 7,546,759	$ 2,127,464	$ 4,865,217	$ 3,936,558	$ 3,559,764	$ 7,938,066	$ 4,109,188	$ 8,490,996	$ -	$ -
Reserved for capital improvements	147,457	455,307	472,945	447,514	320,000	4,980,000	-	-	-	-
Reserved for debt service	-	-	-	-	-	5,349,325	4,424,325	5,705,895	-	-
Reserved for storm water management	-	-	-	-	-	-	-	-	-	-
Reserved for inventory/prepaid	14,703	20,909	27,087	23,506	2,602	3,300	38,036	3,800	-	-
Reserved for long-term receivables	306,103	519,773	727,514	796,767	1,001,353	806,132	700,569	695,926	-	-
Reserved for other projects	2,086,042	2,199,874	-	-	3,276,765	-	-	-	-	-
Unreserved, reported in										
Special revenue funds	5,022,374	8,898,714	11,268,978	16,299,128	16,492,467	9,311,290	10,894,991	4,437,401	-	-
Debt service funds	1,860,174	2,034,833	2,847,740	1,307,849	2,396,237	3,458,563	3,669,646	3,197,773	-	-
Capital projects funds	1,344,994	1,637,801	22,598,170	5,907,073	280,116	20,915,453	16,635,365	10,209,589	-	-
Nonspendable	-	-	-	-	-	-	-	-	3,800	19,200
Restricted for:										
Transportation	-	-	-	-	-	-	-	-	7,015,173	6,125,178
Capital projects	-	-	-	-	-	-	-	-	2,028,013	225,942
Sewer lateral projects	-	-	-	-	-	-	-	-	1,285,630	1,092,775
Special allocation projects	-	-	-	-	-	-	-	-	2,050,275	1,695,473
Grants	-	-	-	-	-	-	-	-	857,750	795,955
Debt service	-	-	-	-	-	-	-	-	4,037,106	4,278,422
Local parks and stormwater	-	-	-	-	-	-	-	-	1,818,695	1,856,340
Assigned for capital projects	-	-	-	-	-	-	-	-	1,135,470	954,362
Total all other governmental funds	$ 18,328,606	$ 17,894,675	$ 42,807,651	$ 28,718,395	$ 27,329,304	$ 52,762,129	$ 40,472,120	$ 32,741,380	$ 20,231,912	$ 17,043,647

Notes: 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. GASB 54 was implemented in fiscal year 2011.

Source: Basic financial statements.

CITY OF ST. PETERS, MISSOURI

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Sales tax (1)	$ 18,753,307	$ 19,699,282	$ 20,569,091	$ 21,017,391	$ 20,978,501	$ 21,285,659	$ 20,655,597	$ 20,719,476	$ 21,700,665	$ 22,580,369
Property tax (2)	8,513,746	9,439,098	10,292,983	11,069,439	11,431,916	11,783,275	12,606,100	12,217,710	12,698,014	11,874,878
Utility franchise tax	2,692,959	2,823,306	3,073,693	3,269,630	3,364,976	3,415,948	3,457,259	3,603,717	3,972,708	3,864,326
Special Assessment	-	-	-	215,839	-	-	-	-	-	-
Cigarette tax	202,503	212,994	189,403	203,416	231,216	254,592	230,091	223,484	215,450	204,810
Licenses and permits	844,571	1,167,388	1,312,320	1,950,438	1,660,469	1,526,797	826,625	1,092,659	948,635	1,042,314
Interest	776,385	472,343	794,421	2,220,644	2,095,392	1,488,010	286,808	110,734	55,643	22,163
Intergovernmental	5,278,697	6,999,736	5,880,363	6,731,969	6,821,731	6,155,149	7,647,291	9,978,781	11,669,898	6,423,040
Fines and Forfeitures	1,353,080	1,572,793	1,504,269	1,985,297	1,600,896	2,298,424	2,618,034	2,521,997	2,551,634	2,391,164
Charges for Services	3,560,744	4,340,727	4,109,749	4,694,036	933,779	1,176,669	1,174,004	1,080,991	1,134,782	1,213,843
Miscellaneous	1,903,093	818,681	860,653	1,779,408	2,322,571	451,120	773,329	367,352	5,834,808	530,021
Total revenues	43,879,085	47,546,348	48,586,945	55,137,307	51,441,447	49,835,643	50,275,138	51,916,901	58,782,237	50,146,928
Expenditures										
General government	1,670,032	2,138,722	2,908,197	2,740,191	3,862,364	11,156,412	2,953,949	2,929,663	6,109,343	6,197,000
Administration	5,499,898	5,022,275	5,025,680	4,732,115	3,869,357	4,026,933	3,964,072	4,025,538	4,020,331	3,555,977
Police	8,329,325	8,478,745	8,989,169	9,649,419	9,407,345	9,924,110	10,309,193	10,756,677	11,062,800	11,144,650
Municipal court	292,982	324,432	353,214	359,395	366,373	413,865	439,981	463,630	425,757	393,393
Public works	5,612,441	5,794,336	6,774,954	7,560,368	8,418,877	8,074,152	8,319,193	7,879,484	8,685,647	7,083,746
Engineering	1,905,371	2,122,459	2,058,782	2,528,071	2,422,063	2,599,668	2,501,915	2,509,843	2,354,444	2,029,515
Maintenance	748,045	729,127	709,484	713,904	703,345	710,878	729,093	771,310	411,365	191,244
Health	522,844	536,982	561,370	557,632	555,176	681,640	588,106	586,799	517,257	552,634
Parks and Recreation	7,655,882	8,285,927	8,394,205	9,043,035	4,613,547	4,577,817	4,796,454	4,965,617	4,961,281	4,894,888
Community relations	765,544	715,660	802,542	799,077	787,641	889,931	945,554	925,874	822,657	846,632
Community & arts	278,508	222,717	212,512	180,085	187,634	198,067	200,287	212,144	161,354	182,730
Community Development	-	-	-	-	-	-	-	963,000	-	-
Capital outlay	6,561,839	10,169,034	5,647,963	23,657,316	12,924,502	15,656,104	27,579,699	28,937,644	23,635,682	9,429,095
Debt service										
Principal retirement	1,655,000	1,365,000	1,420,000	1,485,000	1,554,000	2,644,000	4,720,000	7,595,000	6,730,000	3,235,000
Interest and arbitrage rebate	2,497,833	2,150,748	2,130,515	2,700,280	1,992,456	2,166,782	3,284,645	3,147,203	3,323,236	2,922,142
Payment to escrow agent	-	713,108	-	-	-	-	-	141,255	197,604	-
Other	45,066	208,389	52,017	56,082	74,425	59,837	60,693	174,914	209,418	56,433
Defeasance	-	-	-	-	-	-	-	-	-	-
Total expenditures	44,040,610	48,977,661	46,040,604	66,761,970	51,739,105	63,780,196	71,392,834	76,985,595	73,628,176	52,715,079
Excess of revenues over (under) expenditures	(161,525)	(1,431,313)	2,546,341	(11,624,463)	(297,658)	(13,944,553)	(21,117,696)	(25,068,694)	(14,845,939)	(2,568,151)
Other Financing Sources (Uses)										
Transfers in	230,000	340,400	2,467,132	350,000	847,275	7,212,077	7,964,523	7,756,444	2,711,733	504,624
Transfers out	(230,000)	(220,000)	(2,406,132)	(277,500)	(3,491,361)	(18,136,531)	(8,774,523)	(9,455,886)	(8,775,036)	(1,504,624)
Proceeds from sale of capital assets	-	-	-	24,600,000	156,395	25,013,532	3,432	34,357	140,360	24,289
Issuance of debt	257,000	9,520,000	22,500,000	52,700	3,275,000	29,630,000	6,150,000	14,898,000	11,720,000	185,000
Payments to escrow agent	-	(9,363,128)	-	(22,500,000)	-	-	-	(168,207)	(5,094,631)	-
Bond premium	-	-	-	-	-	-	-	-	8,990	-
Bond discount	-	-	-	-	(60,037)	(189,771)	-	(2,472,340)	(9,185)	-
Total other financing sources (uses)	257,000	277,272	22,561,000	2,223,200	726,672	43,529,307	5,343,452	10,592,368	702,211	(790,711)
Net change in fund balances	$ 95,475	$ (1,154,041)	$ 25,107,341	$ (9,399,263)	$ 429,014	$ 29,584,754	$ (15,774,244)	$ (14,476,326)	$ (14,143,728)	$ (3,358,862)
Total expenditures	44,040,610	48,977,661	46,040,604	66,761,970	51,739,105	63,780,196	71,392,834	76,985,595	73,628,176	52,715,079
Debt service	4,152,833	3,515,748	3,550,515	4,185,280	3,546,456	4,810,782	8,004,645	10,742,203	10,053,236	6,157,142
Capital outlay	(6,561,839)	(10,169,034)	(5,647,963)	(23,657,316)	(9,640,700)	(15,656,104)	(27,579,699)	(28,937,644)	(23,635,682)	(9,429,095)
Capital expenditures from functional categories	(1,245,973)	(820,537)	(1,070,991)	(1,733,562)	-	(4,189,580)	(2,908,965)	(5,098,067)	5,707,407	(314,903)
Debt service as a percentage of noncapital expenditures	11.5%	9.3%	9.0%	10.1%	8.4%	10.9%	19.6%	25.0%	18.0%	14.3%

(1) Includes general and special revenue sales tax

(2) Includes general and special revenue property tax

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

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

Source: Basic financial statements

CITY OF ST. PETERS, MISSOURI

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
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%
2008	629,546,882	293,995,938	658,415	156,601,934	1,080,803,169	4,707,434,553	0.7700	22.96%
2009	640,325,083	303,902,424	645,615	158,159,809	1,103,032,931	4,799,686,643	0.7700	22.98%
2010	606,007,592	292,923,777	659,048	146,379,192	1,045,969,609	4,549,530,088	0.7700	22.99%
2011	608,581,172	294,292,000	658,976	141,484,862	1,045,017,010	4,552,667,353	0.7700	22.95%
2012	595,449,460	277,465,894	583,300	141,090,290	1,014,588,944	4,429,157,148	0.7700	22.91%

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.

TABLE 6

CITY OF ST. PETERS, MISSOURI

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)
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
2008	0.5300	0.2400	0.7700	4.3789	4.3700	4.4522	0.2045	0.2094	1.1120
2009	0.5349	0.2351	0.7700	4.3811	4.3000	4.4541	0.2045	0.2094	1.0846
2010	0.5349	0.2351	0.7700	4.5967	4.5200	4.7291	0.0241	0.0220	1.3917
2011	0.5759	0.1941	0.7700	4.5968	4.5562	5.0008	0.2041	0.2196	1.3988
2012	0.5759	0.1941	0.7700	4.7611	4.8419	5.1352	0.2041	0.2196	1.4197

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

CITY OF ST. PETERS, MISSOURI

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

	2012			2003		
Taxpayer	Assessed Value	Rank	Percentage of Total Assessed Valuation(1)	Assessed Value	Rank	Percentage of Total Assessed Valuation(2)
Mid Rivers Mall LLC	$ 17,831,464	1	1.76%	$ -	-	-
Airwick Industries, Inc.	8,527,980	2	0.84%	12,851,219	2	1.73%
Turnberry Apartments LLC	5,521,900	3	0.54%	-	-	-
94 Crossing LLC	5,218,012	4	0.51%	-	-	-
Walmart Real Estate Business Trust	4,502,049	5	0.44%	-	-	-
SSM Properties, Inc.	3,966,598	6	0.39%	-	-	-
Costco Wholesale Corp (3)	3,832,600	7	0.38%	4,163,360	4	0.56%
Grewe Limited Partnership	3,425,240	8	0.34%	2,734,860	10	0.37%
Jungs Station Association	3,395,000	9	0.33%	2,786,760	9	0.37%
79 Crossing LLC	3,238,810	10	0.32%	-	-	-
Westfield America of MO Inc.	-	-	-	19,598,560	1	2.63%
May Department Stores	-	-	-	4,314,218	3	0.58%
Wentzway Corp.	-	-	-	3,031,330	5	0.41%
Sears Roebuck and Co.	-	-	-	2,927,782	6	0.39%
JC Penney's Properties, Inc.	-	-	-	2,863,963	7	0.38%
John H. Harland Printing Co.	-	-	-	2,752,416	8	0.37%

Notes:

(1) Based on calendar year 2011 assessed valuation equal to $1,014,588,944

(2) Based on calendar year 2002 assessed valuation equal to $744,021,148

(3) Located in a tax increment financing district

Source: Office of the St. Charles County Assessor

TABLE 8

CITY OF ST. PETERS, MISSOURI

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
2003	$ 6,793	$ 6,649	97.88%	$ 128	$ 6,777	99.76%
2004	7,239	7,122	98.38%	110	7,232	99.90%
2005	7,361	7,263	98.67%	90	7,353	99.89%
2006	7,823	7,650	97.79%	160	7,810	99.83%
2007	8,080	7,961	98.53%	108	8,069	99.86%
2008	8,384	8,110	96.73%	264	8,374	99.88%
2009	8,561	8,401	98.13%	146	8,547	99.84%
2010	8,074	7,912	97.99%	147	8,059	99.81%
2011	8,099	7,937	98.00%	142	8,079	99.75%
2012	7,955	7,690	96.67%	-	7,690	96.67%

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

Source: St. Charles County Collector

CITY OF ST. PETERS, MISSOURI

SALES TAX COLLECTED
LAST TEN FISCAL YEARS

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Sales Tax Collected For General Purposes	$ 10,510,456	$ 10,957,055	$ 11,350,867	$ 11,416,073	$ 11,344,811	$ 11,566,809	$ 11,088,916	$ 11,106,737	$ 11,777,602	$ 12,266,784
Sales Tax Collected For Transportation Purposes	5,255,188	5,478,535	5,675,422	5,706,975	5,673,491	5,783,416	5,544,419	5,553,379	5,888,805	6,133,395
Sales Tax Collected For Park and Storm Water Purposes	1,036,575	1,081,465	1,120,689	1,126,750	1,120,066	1,142,294	1,094,341	1,096,321	1,164,594	1,213,515
Total Direct Sales Tax Collected	16,802,219	17,517,055	18,146,978	18,249,798	18,138,368	18,492,519	17,727,676	17,756,437	18,831,001	19,613,694
City direct sales tax rate	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%	1.60%
Sales Tax Collected For Tax Increment Financing - City Centre	1,734,209	1,931,266	2,007,070	2,234,173	2,421,767	2,481,415	2,630,751	2,676,608	2,561,893	2,661,219
Sales Tax Collected For Tax Increment Financing - Old Town	209,756	244,813	408,710	526,909	412,015	305,890	293,800	352,787	307,763	305,410
Sales Tax Collected For Tax Increment Financing - Lakeside 370	7,123	6,148	6,333	6,511	6,350	5,835	3,370	79	8	46
Total Tax Collected for Tax Increment Financing	$ 1,951,088	$ 2,182,227	$ 2,422,113	$ 2,767,593	$ 2,840,132	$ 2,793,140	$ 2,927,921	$ 3,029,474	$ 2,869,664	$ 2,966,675
Total Sales Tax Collected	$ 18,753,307	$ 19,699,282	$ 20,569,091	$ 21,017,391	$ 20,978,500	$ 21,285,659	$ 20,655,597	$ 20,785,911	$ 21,700,665	$ 22,580,369

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

TABLE 10

CITY OF ST. PETERS, MISSOURI

DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS

Fiscal Year	City Direct Rate	St. Charles County	Metropolitan Park Tax	Children & Family Services	State of Missouri	Total Sales Tax
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%
2008	1.60%	1.45%	0.10%	0.125%	4.225%	7.500%
2009	1.60%	1.45%	0.10%	0.125%	4.225%	7.500%
2010	1.60%	1.45%	0.10%	0.125%	4.225%	7.500%
2011	1.60%	1.50%	0.10%	0.125%	4.225%	7.550%
2012	1.60%	1.50%	0.10%	0.125%	4.225%	7.550%

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

TABLE 11

CITY OF ST. PETERS, MISSOURI

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 Notes	Development Notes	Certificate of Participation	Water/Sewer Revenue Bonds	Certificate of Participation	Leasehold Revenue Bonds	Total	Debt Per Capita(2)
2003	$ 29,250,000	$ -	$8,936,000	$ -	$ -	$ 27,800,000	$ -	$ 6,560,000	$ 72,546,000	$ 1,395
2004	28,080,000	-	8,936,000	-	-	26,410,000	-	13,150,000	76,576,000	1,473
2005	49,160,000	-	8,936,000	-	-	24,965,000	-	12,390,000	95,451,000	1,836
2006	25,175,000	52,700	8,936,000	-	-	23,480,000	-	11,610,000	69,253,700	1,332
2007	23,625,000	48,700	8,936,000	-	3,275,000	21,960,000	21,350,000	7,990,000	87,184,700	1,677
2008	44,305,000	44,700	8,936,000	6,630,000	2,955,000	41,865,000	21,350,000	7,455,000	133,540,700	2,568
2009	41,765,000	39,700	8,936,000	10,925,000	2,635,000	45,320,000	20,840,000	6,910,000	137,370,700	2,642
2010	34,825,000	34,700	9,899,000	12,355,000	12,090,000	43,820,000	20,300,000	5,430,000	138,753,700	2,639
2011	35,615,000	29,700	7,299,000	13,125,000	12,980,000	42,320,000	19,580,000	-	130,948,700	2,491
2012	34,320,000	24,700	6,519,000	13,120,000	12,015,000	40,730,000	18,975,000	-	125,703,700	2,391

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

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

CITY OF ST. PETERS, MISSOURI

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)
2003	$ 29,250,000	$ 1,860,174	$ 27,389,826	0.88%	$ 526.73
2004	28,080,000	2,034,833	26,045,167	0.72%	500.87
2005	49,160,000	2,847,740	46,312,260	1.26%	890.62
2006	25,227,700	1,307,849	23,919,851	0.57%	460.00
2007	23,673,700	2,396,237	21,277,463	0.49%	409.18
2008	44,349,700	3,458,563	40,891,137	0.87%	786.37
2009	41,804,700	3,669,646	38,135,054	0.79%	733.37
2010	34,859,700	3,197,773	31,661,927	0.70%	602.22
2011	35,644,700	2,710,903	32,933,797	0.72%	626.42
2012	34,344,700	2,282,878	32,061,822	0.72%	609.83

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.

CITY OF ST. PETERS, MISSOURI

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2012

Jurisdiction	Debt Outstanding	Percentage Applicable to St. Peters	Share of Debt Applicable to St. Peters
Debt repaid with property taxes:			
St. Charles County	$ 4,877,000	14.38%	$ 701,313
St. Charles County Ambulance District	8,675,000	14.38%	1,247,465
Central County Fire and Rescue	6,460,000	68.10%	4,399,260
St. Charles County Community College	35,815,000	14.46%	5,178,849
St. Charles School District R-VI	32,437,083	6.60%	2,140,847
Fort Zumwalt School District R-II	131,660,000	26.58%	34,995,228
Francis Howell School District	164,808,751	19.76%	32,566,209
Other Debt:			
St. Charles Community College	1,670,000	14.46%	241,482
St. Charles School District R-VI	1,030,422	6.60%	68,008
Subtotal Overlapping Debt	$ 387,433,256		$ 81,538,661
City's direct debt*			65,998,700
Total direct and overlapping debt			$ 147,537,361

* The above table includes Neighborhood Improvement District bonds which are a general obligation of the issuer but are to be paid by special assessments levied in the Neighborhood Improvement District.

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 boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of St. Peters. 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

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	City Purposes Basic Limit	Streets And Sewer Additional Limit
Assessed Valuation	$ 1,014,588,944	$ 1,014,588,944
Debt Limit - 10% off assessed valuation	101,458,894	101,458,894
Amount of debt applicable to debt limit		
Total general obligation debt	34,344,700	-
Less: Amount available in debt service fund	(2,282,878)	-
Net bond indebtedness applicable to debt limit	32,061,822	-
Legal debt margin	$ 69,397,072	$ 101,458,894

City Purposes Basic Limit	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt Limit	$ 74,402,115	$ 84,556,706	$ 85,814,353	$ 96,945,477	$ 99,854,154	$ 108,080,317	$ 110,303,293	$ 104,596,961	$ 101,458,894	$ 101,458,894
Total net debt applicable to limit	27,389,826	26,045,167	46,312,260	23,919,851	21,277,463	40,891,137	38,135,054	31,561,927	32,949,221	32,061,822
Legal Debt Margin	$ 47,012,289	$ 58,511,539	$ 39,502,093	$ 73,025,626	$ 78,576,691	$ 67,189,180	$ 72,168,239	$ 73,035,034	$ 68,509,673	$ 69,397,072
Total net debt applicable to the limit as a % of debt limit	36.81%	30.80%	53.97%	24.67%	21.31%	37.83%	34.57%	30.17%	32.48%	31.60%

Street and Sewer Additional Limit	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt Limit	$ 74,402,115	$ 84,556,706	$ 85,814,353	$ 96,945,477	$ 99,854,154	$ 108,080,317	$ 110,303,293	$ 104,596,961	$ 104,501,701	$ 101,458,894
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	$ 74,402,115	$ 84,556,706	$ 85,814,353	$ 96,945,477	$ 99,854,154	$ 108,080,317	$ 110,303,293	$ 104,596,961	$ 104,501,701	$ 101,458,894
Total net debt applicable to the limit as a % of debt limit	0.00%	0.00%	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 YEARS
LAST TEN FISCAL YEARS

	Water Revenue Bonds						Special Assessment Bonds			
				Debt Service				Debt Service		
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage	Special Assessment Collections	Principal	Interest	Coverage
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	4,000	2,211	1.12
2008	9,370,782	(6,724,209)	2,646,573	1,540,000	6,700	1.71	6,975	4,000	2,195	1.13
2009	8,649,448	(6,530,682)	2,118,766	1,545,000	-	1.37	6,975	5,000	1,983	1.00
2010	9,675,873	(6,910,939)	2,764,934	1,500,000	195,942	1.63	6,975	5,000	1,748	1.03
2011	10,423,561	(7,447,829)	2,975,732	1,500,000	197,589	1.75	6,975	5,000	1,513	1.07
2012	11,269,215	(8,100,861)	3,168,354	1,590,000	198,818	1.77	6,976	5,000	1,278	1.11

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
2003	52,000	42,519	3.20%
2004	52,000	42,392	3.00%
2005	52,000	42,713	3.10%
2006	52,000	42,639	3.00%
2007	52,000	42,480	3.10%
2008	52,000	41,906	4.20%
2009	52,000	41,494	8.00%
2010	52,575	41,405	7.90%
2011	52,575	41,010	7.10%
2012	52,575	40,739	5.80%

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

Personal income information was not available.

Sources: Population is based on the 2010 official count of the United States Bureau of Census. School enrollment was provided by the Missouri Department of Elementary and Secondary Education's website. The unemployment rate is an unofficial estimate of the Missouri Economic Research and Information Center.

CITY OF ST. PETERS, MISSOURI

LARGEST EMPLOYERS
(BASED ON FULL-TIME EMPLOYMENT)
CURRENT AND NINE YEARS AGO
SEPTEMBER 30, 2012

	2012			2003		
	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Barnes St. Peters Hospital	970	1	3.2%	500	2	1.5%
Fort Zumwalt School District R-11	709	2	2.3%	535	1	1.6%
City of St. Peters	522	3	1.7%	495	3	1.5%
Dierbergs (2 locations)	353	4	1.2%	182	9	0.6%
Wal-mart Stores Inc.	351	5	1.2%	-	-	-
Francis Howell School District R-III	347	6	1.1%	298	4	0.9%
Shop N Save	337	7	1.1%	-	-	-
Sears Roebuck & Company	310	8	1.0%	-	-	-
JC Penney	274	9	0.9%	-	-	-
Schnucks	244	10	0.8%	231	6	0.7%
Boone Center Inc.	-	-	-	-	-	-
Continental Sprayers	-	-	-	219	7	0.7%
Reckett & Benchkiser	-	-	-	194	8	0.6%
Woodbridge Foam Manufacturing	-	-	-	134	10	0.4%
National Information Solutions	-	-	-	260	5	0.8%
	4,417		14.6%	3,048		9.3%

Note: Percentage of Total City Employment was based on the employed labor force of 30,293 for September 2012 and 32,686 for September 2003. Labor force statistics are unofficial estimates from the Missouri Economic Research and Information Center.

Source: Survey of Employers

CITY OF ST. PETERS, MISSOURI

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

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
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	49.70	47.70	48.70	47.40	47.40	44.30	47.30	47.30	46.30	46.79
Police	108.70	108.70	108.70	109.00	110.00	111.50	113.20	114.50	116.20	115.50
Municipal Court	5.40	5.40	5.40	5.40	5.40	5.40	5.40	5.40	5.40	6.44
Public Works	45.90	45.90	46.20	36.95	36.45	40.20	40.20	41.00	41.50	32.88
Engineering	28.80	29.00	29.00	32.00	33.00	32.70	32.00	31.70	29.50	32.22
Maintenance	9.90	9.90	9.70	8.60	9.60	9.60	9.60	9.60	9.10	9.20
Health	8.70	8.70	8.60	7.80	8.40	8.90	8.15	8.15	8.30	8.88
Parks and Recreation	135.90	137.10	137.10	136.40	58.40	65.20	66.20	66.10	70.00	69.68
Communications	9.00	9.00	9.00	9.00	9.00	9.00	9.70	9.70	9.70	10.70
Community & Arts	4.80	4.80	4.80	3.80	3.80	2.40	2.40	2.40	2.40	2.44
Business-Type Activities:										
Waterworks/Sanitary Sewer	39.40	41.90	42.40	42.40	43.50	46.40	46.90	47.20	47.90	46.80
Solid Waste	23.80	23.80	24.10	24.60	26.70	26.60	26.85	27.20	27.50	26.05
Central Materials Processing Facility	24.60	24.60	27.50	27.30	24.30	25.20	25.45	25.50	25.10	24.61
Recreation	-	-	-	-	78.40	80.10	80.80	90.40	106.00	105.45
Total	502.50	504.40	509.10	498.55	502.25	515.40	522.05	534.05	552.80	545.54

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 Recreation Fund from a governmental fund to an enterprise fund.

Source: City budget office.

CITY OF ST. PETERS, MISSOURI

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Functions/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities:										
Administration										
Citizen Concerns Received	942	1,129	988	964	1,226	1,189	784	802	302	262
No. of Concerns Responses within 72 hours	99%	99%	98%	99%	98%	98%	99%	99%	100%	100%
Police										
Average number of physical arrests per month	293	336	223	228	240	291	264	285	260	274
Average number of calls for service per month	3,598	3,465	2,342	2,407	2,608	3,570	2,404	2,543	2,682	2,700
Citizen Concerns Received	325	265	363	326	379	316	256	230	307	296
No. of Concerns Responses with 72 hours	98%	96%	99%	96%	97%	93%	96%	100%	100%	100%
Municipal court										
Average Number of Court Sessions per year	32	32	32	32	33	32	32	32	34	35
No. of tickets processed	20,419	17,229	17,727	19,019	15,410	24,438	25,783	26,244	22,999	22,783
Public Works										
Slab Replacement (Square Yards)	17,417	22,667	16,123	19,230	32,400	38,732	21,439	123,765	39,917	5,460
Asphalt overlay (Miles)	4.6	4.3	6.3	7.8	6.7	5.3	9.0	6.9	7.0	6.0
Curb Replacement (Lineal Feet)	10,816	12,251	8,917	13,145	15,705	30,413	20,747	19,550	17,607	8,891
Crackseal (Lineal Feet)	50,325	69,807	43,402	56,684	51,677	25,357	82,697	105,347	75,000	90,744
Sidewalk (Square Feet)	5,319	4,720	7,735	10,335	25,348	15,130	12,910	13,420	13,125	3,671
Citizen Concerns Received	744	945	651	648	719	949	775	909	1,145	649
No. of Concerns Responses with 72 hours	99%	98%	94%	96%	97%	98%	91%	94%	97%	99%
Engineering										
New Commercial Construction Unit Permits Issued	79	65	13	24	35	24	8	11	7	19
Value of New Commercial Construction Units	$ 61,680,082	$ 39,599,803	$ 15,856,038	$ 62,397,912	$ 78,167,652	$ 38,550,900	$ 11,630,703	$ 13,238,381	$ 7,200,340	$ 23,038,108
New Residential Construction Unit Permits Issued	431	289	302	271	232	217	261	309	347	238
Value of New Residential Construction Units	$ 55,996,636	$ 38,197,045	$ 29,516,271	$ 33,189,993	$ 25,380,724	$ 24,780,106	$ 29,580,527	$ 33,073,423	$ 33,762,198	$ 33,809,533
Citizen Concerns Received	1,245	1,191	1,004	973	1031	1042	910	1,034	1,103	1,007
No. of Concerns Responses with 72 hours	95%	96%	96%	95%	98%	98%	98%	98%	98%	96%
Health										
Citizen Concerns Received	176	133	168	168	219	173	186	188	132	129
No. of Concerns Responses with 72 hours	94%	98%	99%	99%	100%	99%	100%	100%	100%	100%
Animal Control										
Citizen Concerns Received	73	75	62	36	32	42	60	46	61	66
No. of Concerns Responses with 72 hours	99%	97%	100%	97%	100%	100%	98%	100%	100%	100%
Parks and Recreation										
REC-PLEX Annual Passes	1,867	2,017	2,070	2,191	2,066	2,619	2,784	3,201	3,335	3,413
Citizen Concerns Received	183	162	166	159	186	201	165	181	195	201
No. of Concerns Responses with 72 hours	100%	100%	100%	100%	100%	100%	100%	100%	99%	100%
Business-type activities:										
Waterworks/Sanitary Sewer										
Number of water service connections	15,762	15,955	16,430	17,718	16,768	17,458	17,790	17,803	17,994	18,233
Daily average water consumption in gallons	5,200,000	5,010,000	5,200,000	5,998,000	5,365,233	5,250,000	5,276,983	5,083,645	5,278,322	5,590,995
Number of sanitary sewer service connections	17,207	17,294	17,563	17,718	17,913	18,078	18,211	18,427	18,607	18,603
Daily average sanitary sewer treatment in gallons	5,700,000	5,930,000	5,930,000	6,239,000	6,227,156	6,990,000	7,600,000	5,490,918	5,290,000	4,970,000
Citizen Concerns Received	1,232	1,084	1,239	909	1,049	1,225	944	1,019	1,152	853
No. of Concerns Responses with 72 hours	100%	100%	100%	100%	100%	100%	100%	100%	99%	100%
Solid Waste										
Citizen Concerns Received	145	115	118	101	108	99	69	75	88	70
No. of Concerns Responses with 72 hours	97%	99%	98%	100%	100%	100%	100%	100%	100%	100%

*Information is not available for this time period

Sources: Various city departments.

* Daily average sanitary sewer treatment in gallons lower in 2010 - meters were recalibrated.

CITY OF ST. PETERS, MISSOURI

CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Functions/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
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)	225	225	225	225	225	225	230	230	243	297
Streetlights	2,396	2,398	2,483	2,483	2,483	2,483	2652	2652	3103	3,235
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; 3 ice rinks 2 gymnasium; fitness facilities	1	1	1	1	1	1	1	1	1	1
Parks	19	19	19	20	20	21	21	21	21	21
Park acreage	590	686	686	986	986	1,190	1285.8	1285.8	1283.8	1,284
Golf Courses		11	1	1	1	1	1	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	10	10	10	10	10	10	14.1	14.6	21.5	22.4
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)	241	242	251	261	261	261	276	276	276	284.4
Fire hydrants	1,475	1,959	1,970	1,981	1,989	1,831	1895	1927	1948	1,953
Wastewater										
Sanitary sewers (miles)	210	215	227	239	239	239	243	243	243	257
Storm Sewers (miles)	122	134	147	161	161	161	161	161	175	186
Treatment capacity (thousands of gallons)	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	6,900,000	9,500,000	9,500,000	9,500,000	9,500,000
Solid Waste										
Customers - Residential	15,229	15,494	15,666	15,801	16,172	16,317	16,438	16,631	16,871	16,855
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.