



**AGENDA
CITY OF CREVE COEUR
AUDIT COMMITTEE
ONLINE MEETING
DECEMBER 2, 2022
10:30 AM**

ZOOM MEETING INFORMATION

Due to circumstances regarding the COVID-19 pandemic, this meeting will be held online only. Members of the public may access live audio and/or video at the following link:

<https://us02web.zoom.us/j/86568841555?pwd=NG1UL3VYNnB1cTlIZ0NHRG1ZSEF2dz09>
Meeting ID: 865 6684 1555 Passcode: 895767 Phone: 16469313860

CALL TO ORDER

ROLL CALL

APPROVE AGENDA

APPROVAL OF MINUTES

Approval of September 19, 2022 Audit Committee Minutes

UNFINISHED BUSINESS

NEW BUSINESS

**Review of the Fiscal Year 2022 Audit
Summary:**

- FY22 ACFR (Annual Comprehensive Financial Report) - Draft
- FY22 RIC (Report on Internal Controls)- Draft
- FY22 RTAC (Report to Audit Committee) - Draft

ADJOURNMENT

Posted by: _____
Date/Time posted: _____



**AGENDA
CITY OF CREVE COEUR
AUDIT COMMITTEE
ONLINE MEETING
DECEMBER 2, 2022
10:30 AM**

If you need special accommodations to attend a meeting, services may be arranged by contacting the Office of the City Administrator in advance.



**Audit Committee
Committee Meeting Minutes
September 19, 2022
10:00 AM
Online**

I. Zoom Meeting Information

Due to circumstances regarding the COVID-19 pandemic, this meeting will be held online only. Members of the public may access live audio and/or video at the following link:

<https://us02web.zoom.us/j/2145398964>

Meeting ID: 214 539 8964 Phone: 1-312-626-6799

II. Call to Order

Dan Tierney	Vice-Chair	(Absent)
Heather Silverman	Chair	
Nicole Greer	Committee Membe	
Betty Kagan	Committee Member	
Cynthia Jordan	Committee Membe	(Absent)
Krista Akers	Accounting Associate	
Lori Obermoeller	Director of Finance	
Tracy Brothers	Senior Accounting Associate	
Janice Smith	Schowalter & Jabouri	
Christina Jacquin	Schowalter & Jabouri	(Absent)

III. Approve Agenda

Motion to Approve Agenda of Sep 19, 2022

RESULT:	APPROVED [UNANIMOUS]
MOVER:	Nicole Greer, Committee Membe
SECONDER:	Betty Kagan, Committee Member
AYES:	Silverman, Greer, Kagan
ABSENT:	Tierney, Jordan

IV. Approve Minutes

Approval of January 18, 2022 Audit Committee Meeting Minutes

RESULT:	ACCEPTED [UNANIMOUS]
MOVER:	Nicole Greer, Committee Membe
SECONDER:	Betty Kagan, Committee Member
AYES:	Silverman, Greer, Kagan
ABSENT:	Tierney, Jordan

V. Old Business



**Audit Committee
Committee Meeting Minutes
September 19, 2022
10:00 AM
Online**

VI. New Business

Motion to Elect Chair

The Committee elected Cynthia Jordan as Chair.

RESULT:	APPROVED [UNANIMOUS]
MOVER:	Nicole Greer, Committee Membe
SECONDER:	Betty Kagan, Committee Member
AYES:	Silverman, Greer, Kagan
ABSENT:	Tierney, Jordan

Motion to Elect Vice Chair

The Committee elected Nicole Greer as Vice Chair.

RESULT:	APPROVED [UNANIMOUS]
MOVER:	Betty Kagan, Committee Member
SECONDER:	Nicole Greer, Committee Membe
AYES:	Silverman, Greer, Kagan
ABSENT:	Tierney, Jordan

Preliminary Audit Presentation from Schwalter & Jabouri

Janice Smith presented the scope and rough timeline of the audit process. PDF copies of slides from the presentation are attached to this Agenda Packet on the City of Creve Coeur website.

RESULT:	ANNOUNCED
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VII. Adjournment

Motion to Adjourn

RESULT:	APPROVED [UNANIMOUS]
MOVER:	Nicole Greer, Committee Membe
SECONDER:	Betty Kagan, Committee Member
AYES:	Silverman, Greer, Kagan
ABSENT:	Tierney, Jordan



City of Creve Coeur, Missouri

Annual Comprehensive Financial Report

For the Year Ended June 30, 2022



CITY OF CREVE COEUR, MISSOURI
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2022

*Report prepared and submitted by the
Finance Department*

*Mark C. Perkins, City Administrator
and
Lori Obermoeller, Director of Finance*

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Introductory Section

FOR CLIENT DISCUSSION PURPOSES ONLY
PRELIMINARY DRAFT
NOT TO BE RELIED UPON BY THIRD PARTIES

(DATE)

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

The Annual Comprehensive Financial Report of the City of Creve Coeur, Missouri (the City) for the fiscal year ended June 30, 2022 is hereby submitted for your review. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate, in all material respects, and is reported in a manner designed to present fairly the City's financial position and results of operations. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

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

The City provides a wide range of services including: police protection, street maintenance, limb chipping and leaf pick-up programs, park maintenance, capital improvements, planning and zoning, building permit issuance and inspection, code enforcement, health and sanitation (including recycling), and cultural and recreational services.

The City is an independent reporting entity clearly within the criteria established by the Governmental Accounting Standards Board.

CITY OF CREVE COEUR, MISSOURI

The City is located in St. Louis County approximately 15 miles west of downtown St. Louis. Creve Coeur is home to a number of prominent corporations and institutions, including Bayer Corporation, the Donald Danforth Plant Science Center, Missouri Baptist University, Mercy Hospital St. Louis and Barnes-Jewish West County Hospital. Initially a farming community, the City has developed into a thriving community in central St. Louis County with beautiful neighborhoods, 100 acres of parkland, and one of the most dynamic business centers in the region.

The City was one of many unincorporated communities that grew along Olive Street Road. Its name, which means "broken heart" in French, comes from nearby Creve Coeur Lake. When the City was incorporated in December 1949, less than one square mile housed a population of 1,875. Today, the population of the City is 18,834, spanning 11.4 square miles with 8,988 housing units.

The City is a home rule municipal corporation operating under its own charter adopted by the voters in 1976. The City operates under the City Administrator form of government. The City Council consists of eight members, two representatives for each of the City's four wards. Each council member is elected to a two-year term. The Mayor is elected for a term of three years. The Mayor with concurrence of the City Council appoints the City Administrator who oversees the daily operations of the City. The City Administrator appoints all department directors with City Council approval.

FINANCIAL INFORMATION

In developing the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable assurance that assets are effectively safeguarded and those transactions are executed in accordance with management's authorization and are properly recorded. The concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived and that the evaluation of cost and benefits require estimates and judgments by management. Within this framework, we believe that the City's system of internal accounting controls adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

Budgeting Controls: Missouri State Law and the City Charter require annual budgets be prepared for the General and Capital Projects Funds. In addition, the City Charter requires the annual preparation of a five-year Capital Improvement Program with the proposed capital expenditures for the ensuing fiscal year, be incorporated into the annual operating budget. Budgetary control is maintained by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Appropriations lapse at year-end to the extent that they have not been expended; however, encumbrances generally are re-appropriated as part of the following year's budget. The City Council exercises control over budgeted expenditures throughout the fiscal year. The City Administrator may make appropriation transfers within the operating expenditures and capital outlays of each department.

ECONOMIC DEVELOPMENT

Substantial economic growth continued to occur in the City in Fiscal Year 2022. Some of the larger developments approved or constructed in Fiscal Year 2022 included:

1. Mercy Ballas Outpatient Center, 701 South New Ballas Road, is currently constructing a 268,000 square foot, 5-story multi-specialty outpatient center on the southwest corner of Conway and Ballas Road, with an expected completion date of Spring 2023.
2. Renovation and expansion of Spoede Elementary School, 425 N. Spoede Road, is currently under construction.
3. A 20-Unit Multi-family building, 10809 Olive Boulevard, is currently under construction with an estimated completion of late 2023.
4. Vantage Credit Union, 611 N. Lindbergh. A new 3,600 square foot branch location with drive-through services, is currently under construction.
5. B&B Theaters, 12657 Olive Blvd. A renovation of the former AMC Theater will feature 10-screens, food and beverage services, arcade and bowling lanes. Renovations are under construction.
6. Little Sunshine Playhouse and Preschool, 515 North Lindbergh Blvd. The new 8,140 square foot facility was approved with construction beginning in late 2022.

All of this development within the City reflects its continued economic viability. The City, with its emphasis in medical services, agtech, and technology, is well prepared for the future.

MAJOR INITIATIVES

During Fiscal Year 2022 the City undertook or continued several major initiatives, including:

1. Continued implementing key objectives of the 39 North Master Plan in partnership with the St. Louis Economic Development Partnership: completed the construction of the Olive/Lindbergh Interchange and the Old Olive/Spoede/Olive Blvd intersections; continued planning and engineering of the Old Olive/Lindbergh Intersection, to be constructed in 2023. (STP Grants as well as other funding sources have been awarded to the City)
2. Began design of multiple stormwater projects in the City.
3. Partnered with MoDOT the construction of new traffic signals on Olive Blvd. west of I-270. Upgrades will include black powder coat traffic signal poles and mast arms as well as illuminated street name signs.
4. Continued planning and engineering pursuant to the Parks Master Plan in response to the Parks & Stormwater Sales Tax that was approved by the residents in November 2020.
5. Began construction of the Mosley Road Improvement Project which includes sidewalk replacements and ADA upgrades, adjusting the vertical alignment of the roadway, stormwater improvements, road widening and asphalt pavement overlay.
6. Completed the construction of the Conway Park Walking Path Replacement Project (Municipal Park Grant).
7. Continued removal of Ash trees throughout the City's Emerald Ash Borer Tree Removal Program. Focus has moved to parks and individual trees along City Right of Way (ROW). Replaced more Ash trees throughout the City via the 50/50 Shared Cost Tree Planting Program.
8. Completed the annual asphalt, micro-surface, concrete and sidewalk programs.
9. Continued design of the North New Ballas Improvement Project which includes concrete slab replacement and ADA sidewalk improvements. (STP Grant Project).
10. Completed the designs of the Fernview sidewalk project and applied for a Transportation Alternative Grant. (TAP Grant Project).

LONG-TERM FINANCIAL PLANNING

Like other local governments, Creve Coeur is facing the long-range trend of subdued revenue growth, while the cost of providing services continue to rise. While it looks like revenues for all governmental funds for FY2022 are up, they are essentially flat from the previous year. There are two main reasons for this increase in revenues: (1) \$1.8M received from the ARPA Funds as a result of the COVID-19 pandemic; and (2) a full year with the new Parks & Stormwater Sales Tax that was implemented in April 2021. Interest Income is also skewing the numbers for FY2022. As interest rates increase, the market value of previous investments will go down; and while the City always holds these investments until maturity, the City has to report the market value of the investments as of June 30, 2022. Therefore, Interest Income is a negative amount, but only due to having to report the market value of investments. Without reporting this unrealized market value loss, the Investment Income would have been over \$300K.

Prior to FY2022, Sales Tax revenues had decreased considerably after the pandemic, but are now slightly more than sales tax revenues prior to the pandemic (FY2019). And it looks like sales tax revenue for FY2023 is also trending upward. Decreasing phone utility taxes, however, are still a concern for the City.

Expenditures for FY2022 for all governmental funds have increased, but only because of the Parks and Stormwater projects, which have just starting taking off since the inception of the fund in 2021. While the City

did give a 2% Merit Increase in FY2022, overall personnel costs have decreased mainly due to a lot of turnover and the time it takes to find replacements for these vacancies.

Overall revenues and expenditures for all governmental funds are slightly up for FY2022, ending the year with a surplus.

FY2023 expenditures are expected to be 10% higher than FY2022, with most of this due to filling vacancies, as well as giving employees a 4% Merit adjustment, doing market equity adjustments to several positions and moving the police officers to a step plan. If the costs of maintaining services continue to rise faster than revenues, Creve Coeur's General Fund reserve balance will continue to fall. However, the City does not anticipate falling below the City's reserve policy of maintaining at least four months of the previous two years' average expenditures within the next five (5) years, even with the effects of the COVID-19 pandemic and even without the American Rescue Plan Act (ARPA) funds of \$3.7M that were received in FY2022 and FY2023.

For FY2022, the City set aside \$2 million in General Fund reserves for future facility needs and \$200,000 in General Fund reserves for future unidentified street improvements, but will increase the \$200,000 for street improvements to \$1M in FY2023.

Even with the new parks and stormwater revenue source, additional measures are still needed to address the trends of stagnant revenues and increasing costs over the long-term. These measures may include considering new revenue sources such as the adoption of a local use tax on out of state purchases or additional fees for services.

In April 2022, a new Strategic Plan was adopted by the City Council, establishing and prioritizing goals for the next three years.

Beginning in FY2022, the City staff begun reviewing the zoning codes and presenting revisions for Planning & Zoning commission and City Council consideration regarding drive-thru restaurants and residential tree replacement ordinances to ensure Creve Coeur's regulatory framework allows for development desired by the community, meets the changing needs of businesses and supports future economic development.

The City maintains a Defined Benefit (DB) Pension Trust Fund for full-time employees hired before June 1, 2006. Funding is determined annually by an independent actuary. All employees hired after June 1, 2006, participate in the Missouri Local Government Employees Retirement System (LAGERS).

INDEPENDENT AUDIT

State Statutes and the City Charter requires an annual audit of the books, financial records, and transactions that comprise all funds of the City by an independent Certified Public Accountant selected by the City Council. The external auditors met with the City's Audit Committee at the start of the field work and at the conclusion of the fieldwork. The Audit Committee met together and privately with the external auditors and management to ensure review and oversight. The auditors' report on the basic financial statements is included in the financial section of this report.

AWARDS

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 for its annual comprehensive financial report for the fiscal year ended June 30, 2021. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual financial report, whose contents conform to program standards. Such an annual comprehensive financial report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements.

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

ACKNOWLEDGEMENTS

This report would not be possible without the assistance of the entire administrative staff of the City. We want to especially acknowledge the dedicated services of the staff of the Finance Department and Administrative Services Department. These staff members were key contributors in establishing the City's accounting systems. In addition, we would like to thank our auditors, Schowalter & Jabouri, for their help in formulating this report.

Finally, we wish to extend our sincere gratitude to the Mayor, Members of the City Council, and Finance Committee for their leadership and support, without which the preparation of this comprehensive report would not be possible.

Respectfully submitted,

Mark Perkins
City Administrator

Lori Obermoeller
Director of Finance

PRELIMINARY DRAFT
FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

CITY OFFICIALS

MAYOR

Robert Hoffman

CITY COUNCIL

Ward I

Mark Manlin
Heather P. Silverman

Ward II

Tim Carney
Nicole Greer

Ward III

David Z. Hoffman
Sari Neudorf

Ward IV

Joseph Martinich
Dan Tierney

APPOINTED OFFICIALS AND ADMINISTRATIVE STAFF

City Administrator

Mark C. Perkins, ICMA-CM

Assistant City Administrator

Sharon M. Stott, MBA

City Attorney *

Carl Lumley

Prosecuting Attorney *

Stephanie Karr

Alternate Prosecuting Attorney *

Melissa Price Smith

Municipal Judge *

Timothy Engelmeyer

Provisional Municipal Judge *

Mary Bruntrager

City Clerk

Kellie Henke

Chief of Police

Jeffery Hartman

Director of Finance

Lori Obermoeller, CPFO, MBA

Director of Public Works

Jim Heines

Director of Community Development

Jason W. Jaggi, AICP

Chief Building Official

Gregory B. Tate, CBO, MCP

Director of Recreation

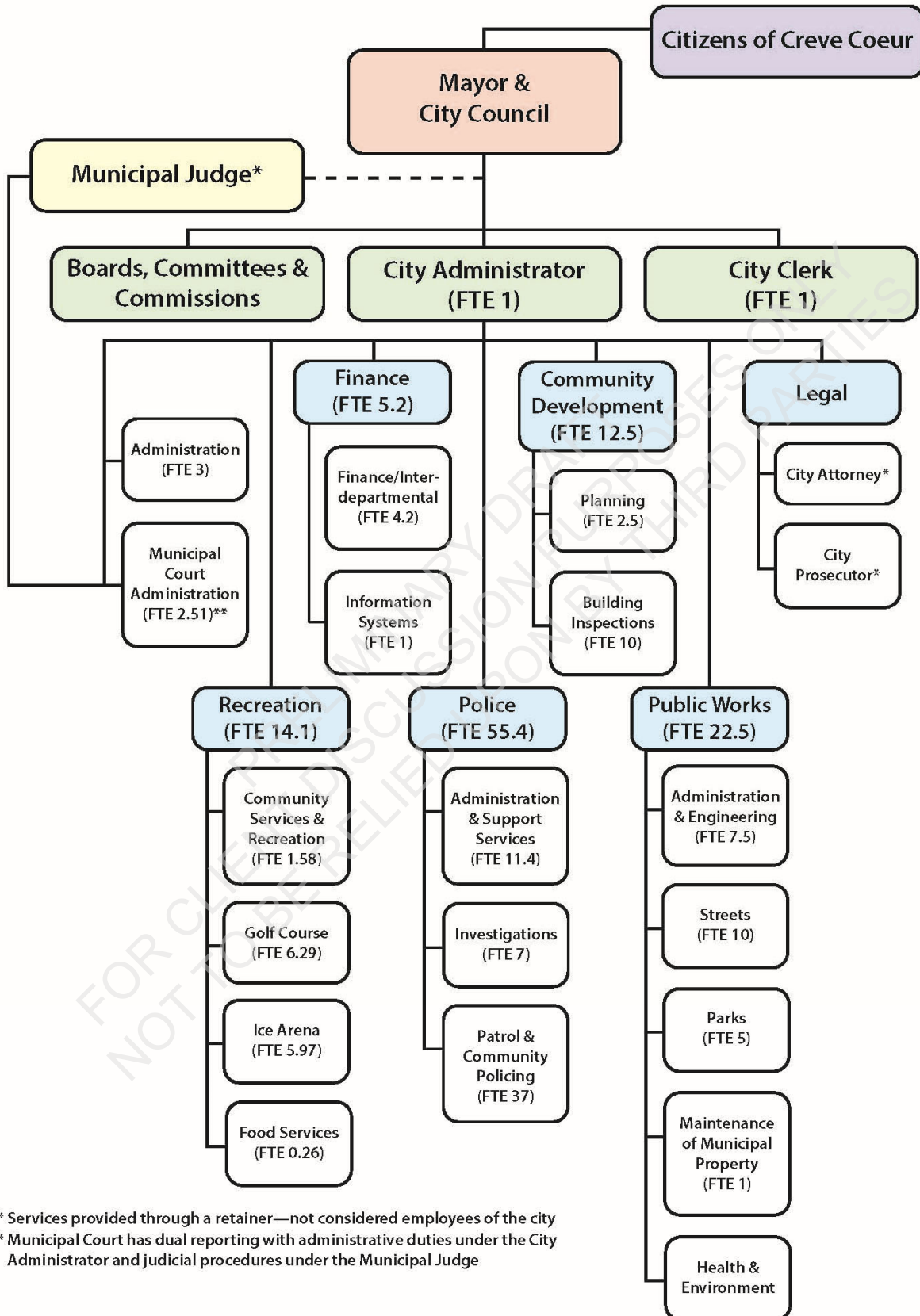
Jason E. Valvero

Assistant Director of Recreation

Tim Brinks

*** Independent contractors**

Organizational Chart



* Services provided through a retainer—not considered employees of the city

** Municipal Court has dual reporting with administrative duties under the City Administrator and judicial procedures under the Municipal Judge



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Creve Coeur
Missouri**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

Financial Section

PRELIMINARY DRAFT
FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Members
of the City Council
City of Creve Coeur, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Creve Coeur, Missouri (the "City"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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, each major fund, and the aggregate remaining fund information of the City of Creve Coeur, Missouri, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Creve Coeur, Missouri and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principles

As discussed in Note 1 to the financial statements, in 2022, the City adopted new accounting guidance, GASB Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Creve Coeur, Missouri's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Creve Coeur, Missouri's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Creve Coeur, Missouri's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplemental information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 supplemental 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.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Creve Coeur, Missouri's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and other information, as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated (DATE), on our consideration of the City of Creve Coeur, Missouri'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Creve Coeur, Missouri's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Creve Coeur, Missouri's internal control over financial reporting and compliance.

St. Louis, Missouri
(DATE)

CITY OF CREVE COEUR, MISSOURI

**MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

As management of the City of Creve Coeur, Missouri (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2022. We encourage readers to consider the information that we have furnished in our letter of transmittal at the front of this report along with the City's financial statements, including the footnotes that follow this Management's Discussion and Analysis (MD&A).

Financial Highlights

- On a government-wide basis the assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources for the most recent fiscal year by \$66,795,294. The City has unrestricted net position totaling \$10,687,847, which can be used to fund the City's functions/programs.
- At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$31,302,697, an increase of \$4,232,629 in comparison with the prior year. Approximately 50.7% of this total amount, \$15,865,397, is available for spending at the City's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$15,865,397 or 112.9% of total General Fund expenditures, a decrease in comparison with the prior year unassigned fund balance.

Overview of the Financial Statements

This MD&A is intended to serve as an introduction to the City's financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplemental information in addition to the basic financial statements.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. Note the government-wide financial statements exclude Fiduciary Fund activities.

The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, parks and recreation, judicial, planning, public

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

works, public safety, and community development. The City operates business-like activities at the Ice Arena and Municipal Golf Course.

Fund Financial Statements

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

Governmental Funds

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

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

The City maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Capital Improvement Fund, Parks & Stormwater Fund and Public Safety Fund, which are considered to be major funds. Data from the other governmental funds is presented in a single column as "Other Governmental Funds – Nonmajor."

The City adopts an annual appropriated budget for all funds. Budgetary comparison statements have been provided for all budgeted funds to demonstrate legal compliance with the respective adopted budget.

Proprietary Funds

The City maintains Enterprise Funds to report the same functions presented as business-type activities in the government-wide financial statements. The City uses Enterprise Funds to account for the operations at its Ice Arena and Municipal Golf Course.

Proprietary Funds provide the same type of information as the government-wide financial statements, only in more detail.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

Fiduciary Funds

Fiduciary Funds are used to account for resources held for the benefit of parties outside the City. 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. The accounting used for Fiduciary Funds is much like that used for Proprietary Funds.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplemental Information

In addition to the basic financial statements and accompanying notes, certain required supplemental information can be found following the notes to financial statements.

Other Supplemental Information

The individual fund statements and other supplemental information are presented immediately following the required supplemental information.

Government-wide Financial Analysis - Financial Analysis of the City as a Whole

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$66,795,294 at the close of the most recent fiscal year.

The largest portion of the City's net position reflects its investment in capital assets (e.g., land, buildings, park facilities, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

The City's condensed statement of net position as compared to the prior year is as follows:

**Statement of Net Position
June 30, 2022 and 2021**

	Governmental Activities		Business-type Activities		Total		Percentage Change
	2022	2021 (restated)	2022	2021	2022	2021	2021-2022
ASSETS							
Current and Other Assets	\$ 36,951,955	\$ 30,524,927	\$ 319,969	\$ 191,429	\$ 37,271,924	\$ 30,716,356	21%
Capital Assets, Net	50,272,747	51,140,343	2,626,350	2,870,763	52,899,097	54,011,106	-2%
Total Assets	87,224,702	81,665,270	2,946,319	3,062,192	90,171,021	84,727,462	6%
DEFERRED OUTFLOWS OF RESOURCES							
Deferred Amounts Related to Pensions and OPEB	1,582,371	4,321,087	-	-	1,582,371	4,321,087	-63%
LIABILITIES							
Long-Term Liabilities	18,387,460	14,914,878	2,151	1,484	18,389,611	14,916,362	23%
Other Liabilities	5,589,477	3,414,192	108,466	96,749	5,697,943	3,510,941	62%
Total Liabilities	23,976,937	18,329,070	110,617	98,233	24,087,554	18,427,303	31%
DEFERRED INFLOWS OF RESOURCES							
Deferred Amounts Related to Pensions and OPEB	870,544	847,992	-	-	870,544	847,992	3%
NET POSITION							
Net Investment in Capital Assets	42,590,084	43,076,540	2,626,350	2,870,763	45,216,434	45,947,303	-2%
Restricted	10,891,013	6,400,650	-	-	10,891,013	6,400,650	70%
Unrestricted	10,478,495	17,332,105	209,352	93,196	10,687,847	17,425,301	-39%
Total Net Position	\$ 63,959,592	\$ 66,809,295	\$ 2,835,702	\$ 2,963,959	\$ 66,795,294	\$ 69,773,254	-4%

The City's net position on an entity-wide basis increased during the current fiscal year ending June 30, 2022. The City's net position has improved 13 of the last 17 years. The long-term liabilities and deferred outflows relate to the debt for the General Obligation Bond for the Police Building and renovation of the existing City Hall, as well as the pension and other post-employment benefit liabilities. Current liabilities increased during the current fiscal year ending June 30, 2022 by \$2,175,285 due mainly from the \$1.9M for unearned revenue as a result of the American Rescue Plan Act (ARPA) Funds which can't be recognized as revenue until they are expensed. Long-Term Liabilities increased \$3,472,582 mainly as a result of the pension liabilities.

The City also recorded prior period adjustments and restated net position as of June 30, 2021 to correct misstatements in capital asset balances. Changes were made to the infrastructure balances to reflect current sidewalks (\$594,715) that should have been capitalized in FY2021, as well as the addition of a police canine (\$24,102). Accumulated depreciation was also adjusted accordingly. The impact of these adjustments on governmental activities was an increase to capital assets being depreciated by \$618,817 and an increase to accumulated depreciation by \$2,130; therefore, the beginning net position increased by \$616,687.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

The City's condensed statement of activities as compared to the prior year is as follows:

**Statements of Activities
For the Fiscal Years Ended June 30, 2022 and 2021**

	Governmental Activities		Business-type Activities		Total		Percentage Change
	2022	2021	2022	2021	2022	2021	2021-2022
Revenues:							
Program Revenues:							
Charges for Services	\$ 3,941,184	\$ 3,603,367	\$ 1,302,574	\$ 1,152,343	\$ 5,243,758	\$ 4,755,710	10%
Operating Grants and Contributions	1,827,628	1,969,591	40,513	37,500	1,868,141	2,007,091	-7%
Capital Grants and Contributions	979,194	-	-	-	979,194	-	0%
General Revenues:							
Taxes	17,133,593	13,987,385	-	-	17,133,593	13,987,385	22%
Investment income (loss)	(1,072,363)	170,224	608	172	(1,071,755)	170,396	-729%
Miscellaneous	549,882	1,468,602	-	12,842	549,882	1,481,444	-63%
Gain on Sale of Capital Assets	-	68,996	-	-	-	68,996	-100%
Total Revenues	23,359,118	21,268,165	1,343,695	1,202,857	24,702,813	22,471,022	10%
Expenses:							
General Government	8,559,310	2,603,544	-	-	8,559,310	2,603,544	229%
Public Safety	7,936,609	2,859,917	-	-	7,936,609	2,859,917	178%
Public Works	8,109,920	6,052,349	-	-	8,109,920	6,052,349	34%
Community Development	1,356,415	419,065	-	-	1,356,415	419,065	224%
Interest on Long-term Debt	246,567	257,302	-	-	246,567	257,302	-4%
Recreation Center			1,471,952	1,454,456	1,471,952	1,454,456	1%
Total Expenses	26,208,821	12,192,177	1,471,952	1,454,456	27,680,773	13,646,633	103%
Change in Net Position	(2,849,703)	9,075,988	(128,257)	(251,599)	(2,977,960)	8,824,389	-134%
Net Position, July 1,	66,809,295	57,116,620	2,963,959	3,215,558	69,773,254	60,332,178	16%
Prior Period Adjustment	-	616,687	-	-	-	616,687	-100%
Net Position, June 30	\$ 63,959,592	\$ 66,809,295	\$ 2,835,702	\$ 2,963,959	\$ 66,795,294	\$ 69,773,254	-4%

Significant Changes in Fund Net Position

Governmental activities experienced a \$2,849,703 loss in net position before transfers mainly as a result of expenses significantly exceeding revenues. However, over \$1M of this loss is from having to record Investment Income at a negative amount due to recording the market value of the investments as of June 30. This booking entry does not accurately reflect what happens with investments since the City holds all investments until maturity and never cashes them in prior to the maturity date. Also, the beginning fund balance was restated \$616,687 as a result of some capital assets that were not properly recorded in FY2021 (as described under Statements of Net Position). Below are some significant changes to Revenues for FY2022:

1. Property and Sales tax revenue increased by \$3,045,696 or 31.4% in FY2022. However, most of the increase was due to the Parks & Stormwater Sales Tax that began April 2022. FY2022 was the first full fiscal year. \$2,078,945 of this increase was due to this new sales tax. Without this new source of income, property and sales tax revenues would have been up \$966,751 or 10%. Sales tax revenues are finally getting back to the same level as they were prior to the pandemic.
2. Utility tax revenues increased \$226,836 or 4.2% primarily due to businesses opening back up after having to shut down due to the pandemic.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

3. Licenses and permits increased \$269,092 or 16.7% with most of this due to another record year for building permits.
4. Fines, forfeitures and charges for services decreased \$114,0951 with fines and forfeitures making up \$99,979 of this increase.
5. Investment income decreased \$1,242,587 or 730% primarily because of marking to market, which is a measure of the fair value of investments as of June 30, 2022, as a result of interest rates continuing to increase.
6. Intergovernmental revenue decreased \$333,752. FY2021 included \$1,226,393 from the CARES Act (Coronavirus Aid, Relief and Economic Security Act) as a result of COVID. While the City received over \$1.8M from the ARPA Funds in FY2022, this money is classified as Unearned Revenue until it is expensed, which is why it is not shown in Intergovernmental revenues. Plus, FY2022 includes \$780,704 more in grant money than FY2021. Without these COVID funds or grants, this revenue source would be up about \$100K.

Expenses increased \$555,793 with most of this increase resulting from the first full year for having projects from the new Parks and Stormwater Fund.

Business-type activities experienced a decrease of \$128,257 as compared to a prior year decrease of \$251,599. This change is mainly due to an increase in revenues.

Financial Analysis of the City's Funds

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

Governmental Funds

The focus of the City's governmental funds is to provide information on inflows and balances of available expendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year 2022, the unassigned fund balance of the General Fund was \$15,865,397 while the total fund balance was \$21,184,630. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 104.4% of total General Fund current expenditures and transfers out of \$15,201,680 while total fund balance represents 139%.

The fund balance in the City's General Fund increased by \$744,425 or 3.6% from the prior year fund balance. However, it would have been \$1,383,895 more if it weren't for the book entry to record investments at market value as of June 30th. The change of the current year's fund balances was primarily due to:

- Operating revenues exceeding expenditures by \$1,303,603, which is \$896,304 less than last year's amount of \$2,199,907. However, without the negative unrealized investment income earnings, the revenues would have been \$487,591 more than the previous year. The main reason for the increase in net changes in fund balance is due to the \$1.8M in ARPA Funds.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

- Expenditures were \$264,114 less than the previous year. The City would have anticipated an increase in expenditures since the City gave a 2% merit bonus (previous year only a 1.5% one-time bonus issued at mid-year) and removed the halt on a lot of expenses, such as training and travel, projects, etc., but instead, expenditures decreased. Most of this decrease was due to the large amount of turnover which left many positions vacant longer than anticipated. The City is still struggling to get these positions filled and has been reviewing and updating many of the salary ranges and benefits in order to attract and retain employees.

Changes in fund balances for the other governmental funds can be described as follows:

- The fund balance for the Capital Improvement Fund increased \$567,144. This was primarily due to a decrease in expenditures due to timing of projects.
- The Parks and Stormwater Fund was created at the end of FY2021, so FY2022 was the first full year. This fund increased \$2,502,785 since it was the first full year and projects are just starting to ramp up.
- Public Safety Sales Tax Fund increased \$324,541 for an ending fund balance of \$2,316,489. This increase was just slightly more than the increase from the previous year.
- Nonmajor funds include the Sewer Lateral Fund, the Debt Service Fund and Police Building Fund. These funds increased \$93,734 from last year.

Proprietary Funds

The City maintains an Enterprise Fund to reflect the operations at its Municipal Golf Course and Ice Arena. For 2022, the Enterprise Fund sustained an operating loss of \$128,257 including depreciation of \$304,814. Operating expenditures without depreciation of \$1,167,138 were \$135,436 less than operating revenues of \$1,302,574. Operating revenues increased at the Ice Arena and Food Service. Golf Course revenues decreased \$61,017.

Overall operating expenses increased by \$69,426 (not including depreciation) mainly due to an increase in personnel costs.

Fiduciary Funds

The City maintains Custodial and Pension Trust Funds for monies received and held for the benefit of others for the following purposes:

- Employees' pension and retirement fund.
- Collection and release of monies in connection with the transportation development district sales tax.

During fiscal year ended June 30, 2022, assets for the employees' pension and retirement fund decreased \$4,059,031 (to \$29,039,367) from fiscal year ended 2021. This is due to a loss on Actuarial Value of Assets.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

Capital Assets

At June 30, 2022, the City has invested \$121,903,775 in a broad range of capital assets, including land, buildings, park facilities, machinery and equipment, and infrastructure which has been depreciated by \$69,004,679. Depreciation expense for the year ended June 30, 2022 amounted to \$4,340,562.

**Capital Assets, Net of Depreciation
June 30, 2022 and 2021**

	Governmental Activities		Business-type Activities		Total	
	2022	2021 (Restated)	2022	2021	2022	2021 (Restated)
	Land	\$ 8,311,027	\$ 8,311,027	\$ 637,500	\$ 637,500	\$ 8,948,527
Right of way	157,602	157,602			157,602	157,602
Buildings and Improvements	12,049,194	12,388,337	1,850,216	2,120,227	13,899,410	14,508,564
Equipment, Furniture, and Fixtures	626,974	509,403	138,633	113,036	765,607	622,439
Vehicles	430,420	676,315	-	-	430,420	676,315
Infrastructure (including Construction in Progress)	28,697,530	29,097,659	-	-	28,697,530	29,097,659
Total	\$ 50,272,747	\$ 51,140,343	\$ 2,626,349	\$ 2,870,763	\$ 52,899,096	\$ 54,011,106

Additional information on the City's capital assets can be found in Note 6 in the notes to the basic financial statements.

Long-term Debt

At June 30, 2022, the City had outstanding long-term debt obligations for governmental activities in the amount of \$9,174,461 compared to \$9,697,450 in 2021.

The City's governmental activities debt is detailed below:

**Outstanding Long-term Debt Obligations
June 30, 2022 and 2021**

	Governmental Activities		Business-type Activities		Total		Percent Change
	2022	2021	2022	2021	2022	2021	
General obligation bonds	\$ 8,570,000	\$ 9,025,000	\$ -	\$ -	\$ 8,570,000	\$ 9,025,000	-5%
Plus - Premium	154,095	164,602	-	-	154,095	164,602	-6%
	8,724,095	9,189,602	-	-	8,724,095	9,189,602	-5%
Compensated absences	450,366	507,848	16,803	14,350	467,169	522,198	-11%
Total	\$ 9,174,461	\$ 9,697,450	\$ 16,803	\$ 14,350	\$ 9,191,264	\$ 9,711,800	-5%

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

Additional information on the City's long-term debt can be found in Note 11 in the notes to the basic financial statements.

General Fund Budgetary Highlights

The General Fund ended the year with a budget basis operating surplus of \$1,303,603, \$896,304 less than FY2021. However, the City did receive \$1,896,930 for ARPA Funds, which would have put the operating surplus much higher, but these funds will not be classified as revenue until they are expensed.

Other financing sources and uses netted a decrease in budgetary fund balance of \$559,178 for FY2022, but \$749,533 of this transfer was to move the FY 2021 sale of Fountain Park to the Parks and Stormwater Fund. These funds can only be used for parks and since the City now has this new Parks and Stormwater Fund, it was more appropriate to transfer the money to this fund. If it hadn't been for the Fountain Park transfer, the other financing sources and uses would have netted an increase of \$190,355 which would have been \$332,279 more than last year. Besides the one-time transfer of the funds for the sale of Fountain Park, the other financing sources consists of transfers to and from other funds and proceeds from sale of capital assets. The final change in fund balance for FY2022 is a net increase of \$744,425.

Overall, the General Fund ended FY2022 with favorable budget variances for expenditures.

Some of the major differences between the original budget and the final budget consist of an increase of \$2,113,023 in revenues over expenditures. Revenues were \$641,752 more than budget, and Expenditures were \$1,471,271 less than budget. The highlights of these major differences were as follows:

- \$997,978 under budget for Personnel costs as a result of vacant position and the amount of time it has been taking to fill positions
- \$246,047 less in capital items mainly due to issues with not receiving vehicles that have been ordered

Economic Factors and Next Year's Budget

The City's governmental funds increased during the fiscal year ending June 30, 2022 by \$4,232,629 or 15.6% mainly due to receiving \$1.9M in ARPA funds, as well as a full year of the new Parks and Stormwater Sales Tax. In addition to all other Sales Tax revenues being up, this was the second record-breaking year for building permits. The City's governmental expenditures were also up, but that was mainly due to the Parks and Stormwater projects taking off.

The City experienced surpluses from fiscal year 2007 through fiscal year 2015 which resulted in increases in net position. These increases, especially in 2008, 2009, and 2010, resulted from one-time increases to revenues such as the utility tax rates, telecom revenues, and photo enforcement as well as a one-time lump sum lawsuit settlement. Also building permit revenues were strong initially, but tailed off in 2009 and 2010 and are now making their way back up. Historically, expenditures have increased faster than revenues. Retail sales taxes and utility taxes decreased substantially in 2020 and again in 2021 as a result of the pandemic but have increased to the level they were at prior to the pandemic (FY19). The adoption of a half-cent parks and stormwater sales tax went into effect in FY2021. While none of these funds will go into the General Fund, there has been some financial relief to the General Fund as park maintenance costs can be funded from a transfer from the Parks and Stormwater Fund.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

Gas and Water utility gross receipts were increased in November 2018 and Electric utility gross receipts were increased in March 2019. However, Telephone Tax Receipts have continuously declined due to the telephone company's definition of what is taxable. Court revenues are trending downward due to a decrease in traffic violations. Departmental expenditures were less in FY2021 as a result of holding off on expenditures due to the uncertainty of the financial impact of the coronavirus and then in FY2022 due to difficulties filling vacant positions. The City is continuously reviewing and updating salary ranges and benefits in order to attract and retain employees, which in turn increases personnel costs. With stagnant revenues, in addition to increasing expenditures, it is anticipated that future operating deficits will occur in the General Fund if the City does not consider future revenue enhancements.

For FY2023, the City is budgeting the following (in thousands):

	Governmental Funds						Enterprise Fund	Fiduciary Fund
	General Fund	Capital Improvements Fund	Park and Stormwater Improvements Fund	Police Building Fund	Lateral Sewer Fund	Public Safety Sales Tax Fund	Dielman Center	Pension Trust Fund
Revenues	\$ 17,874	\$ 3,667	\$ 2,626	\$ 1	\$ 136	\$ 1,068	\$ 1,226	\$ 3,594
Expenditures	16,154	4,982	2,496	-	116	699	1,267	2,257
Transfers in (out)	123	800	(492)	-	-	(431)	-	-
Fund balance (utilization) increase	\$ 1,843	\$ (515)	\$ (362)	\$ 1	\$ 20	\$ (62)	\$ (41)	\$ 1,337

The City budgeted a surplus of \$1,842,626 in FY2023 for the General Fund, with most of this surplus due to \$1.9M from the ARPA Funds. However, for the next five (5) years after FY2023, the City anticipates using reserves to cover the negative net change in fund balance. While the City's reserves will bridge the gap over the next several years, the City will need to continue to consider additional revenue sources in the future.

The business-type activities will require careful review in the future. Golf revenues were budgeted to start going back down slightly after having a record year in FY2021 during the height of the pandemic. However, as of the first quarter of FY2023, they have started going back up. Ice revenues have also picked back up after the restrictions from the pandemic lessened. Based on the 5-year projections, a transfer of funds from the General Fund to the Enterprise Fund is anticipated to begin in FY2026 in order to maintain financial stability. In order to maintain financial stability in the General Fund, transfers to both the Capital Improvement Fund and Business-Type activities need to be closely scrutinized.

COVID-19 Pandemic Response

On March 21, 2020, in response to the international COVID-19 pandemic, the St. Louis County Executive, Dr. Sam Page, issued Executive Order 15, restricting activities in St. Louis County in an effort to limit the spread of the Coronavirus. The initial restrictions went into place on March 28, 2020, and while most restrictions have since been lifted, the requirement to wear face coverings when indoors only exists for a few businesses (mostly medical facilities) but does not exist for any of the City of Creve Coeur facilities. Some meetings are still being conducted through Zoom, but most of them have returned to normal.

For the City of Creve Coeur, these continued restrictions for a few businesses do not pose much of a threat to sales tax revenue or other types of revenue, such as utility revenue and charges for municipal services.

CITY OF CREVE COEUR, MISSOURI

Management's Discussion and Analysis (continued)

While all employees are back to work, the City is still struggling to hire employees to fill many of the vacant positions caused by the disruption in America's labor force as a result of the pandemic. The pandemic caused many workers to quit their jobs, many of whom were in search of an improved work-life balance and flexibility, increased compensation and a strong company culture. It has forced the City to evaluate its pay structures and benefits offered to employees. Some changes, such as moving to a step-plan for the police officers, and giving many positions market equity adjustments, among other changes, have already been made and some are still being evaluated in order to better attract and retain personnel.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Lori Obermoeller
Director of Finance
City of Creve Coeur, Missouri
300 North New Ballas Road
Creve Coeur, Missouri 63141

PRELIMINARY DRAFT
FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

Basic Financial Statements

PRELIMINARY DRAFT
FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF NET POSITION
JUNE 30, 2022**

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, cash equivalents and investments	\$ 28,890,280	\$ 256,964	\$ 29,147,244
Cash, cash equivalents and investments - restricted	3,519,853	-	3,519,853
Receivables (net):			
Governmental agencies	2,538,543	-	2,538,543
Public utility taxes	537,239	-	537,239
Court fines	191,893	-	191,893
Interest	51,844	-	51,844
Other	-	59,000	59,000
Note receivable	1,212,377	-	1,212,377
Inventories	2,720	4,005	6,725
Prepaid items	7,206	-	7,206
Capital assets:			
Land, right of way, and construction in progress	11,000,459	637,500	11,637,959
Other capital assets, net of accumulated depreciation/amortization	39,272,288	1,988,850	41,261,138
Total Assets	87,224,702	2,946,319	90,171,021
Deferred Outflows of Resources			
Deferred amounts related to pensions	1,403,365	-	1,403,365
Deferred amounts related to OPEB	179,006	-	179,006
Total Deferred Outflows of Resources	1,582,371	-	1,582,371
LIABILITIES			
Accounts payable	720,442	46,825	767,267
Accrued interest	82,552	-	82,552
Accrued liabilities	424,319	43,284	467,603
Escrow payables	2,380,027	-	2,380,027
Court bonds payable	16,256	-	16,256
Unearned revenue	1,965,881	18,357	1,984,238
Long-term liabilities:			
Due within one year	876,285	-	876,285
Due in more than one year	8,298,176	2,151	8,300,327
Due in more than one year - net pension liability	6,883,713	-	6,883,713
Due in more than one year - total other post-employment benefits liability	2,329,286	-	2,329,286
Total Liabilities	23,976,937	110,617	24,087,554
Deferred Inflows of Resources			
Deferred amounts related to pensions	346,208	-	346,208
Deferred amounts related to OPEB	524,336	-	524,336
Total Deferred inflows of Resources	870,544	-	870,544
NET POSITION			
Net investment in capital assets	42,590,084	2,626,350	45,216,434
Restricted for:			
Sewer lateral	250,845	-	250,845
Public safety	2,316,489	-	2,316,489
Parks and stormwater	2,988,692	-	2,988,692
Debt service	817,966	-	817,966
Capital projects	2,620,091	-	2,620,091
American Rescue Plan Act	1,896,930	-	1,896,930
Unrestricted	10,478,495	209,352	10,687,847
Total Net Position	\$ 63,959,592	\$ 2,835,702	\$ 66,795,294

See accompanying notes to financial statements

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net Revenues (Expenses) and Changes In Net Position		
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
General government	\$ 8,559,310	\$ 830,858	\$ 9,850	\$ -	\$ (7,718,602)	\$ -	\$ (7,718,602)
Public safety	7,936,609	575,192	-	-	(7,361,417)	-	(7,361,417)
Public works	8,109,920	1,415,494	1,817,778	979,194	(3,897,454)	-	(3,897,454)
Community development	1,356,415	1,119,640	-	-	(236,775)	-	(236,775)
Interest and amortization of deferred charges on long-term debt	246,567	-	-	-	(246,567)	-	(246,567)
Total Governmental Activities	26,208,821	3,941,184	1,827,628	979,194	(19,460,815)	-	(19,460,815)
Business-type Activities							
Recreation center	1,471,952	1,302,574	40,513	-	-	(128,865)	(128,865)
Total Government	\$ 27,680,773	\$ 5,243,758	\$ 1,868,141	\$ 979,194	(19,460,815)	(128,865)	(19,589,680)
General Revenues							
Taxes:							
Property					1,667,113	-	1,667,113
Sales					10,131,706	-	10,131,706
Utility					5,301,872	-	5,301,872
Other					32,902	-	32,902
Investment income (loss)					(1,072,363)	608	(1,071,755)
Miscellaneous					549,882	-	549,882
Total General Revenues					16,611,112	608	16,611,720
CHANGE IN NET POSITION					(2,849,703)	(128,257)	(2,977,960)
Net Position - Beginning of Year, Restated					66,809,295	2,963,959	69,773,254
NET POSITION - END OF YEAR					\$ 63,959,592	\$ 2,835,702	\$ 66,795,294

See accompanying notes to financial statements

CITY OF CREVE COEUR, MISSOURI

**BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022**

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General Fund	Capital Improvement Fund	Parks and Stormwater Fund	Public Safety Fund	Other Governmental Funds		
ASSETS							
Cash, cash equivalents and investments	\$ 20,927,891	\$ 2,517,962	\$ 2,243,600	\$ 2,129,622	\$ 1,071,205	\$	28,890,280
Cash, cash equivalents and investments - restricted	2,390,869	-	-	-	1,128,984		3,519,853
Receivables (net):							
Governmental agencies	1,050,128	380,899	894,887	202,093	10,536		2,538,543
Public utility taxes	537,239	-	-	-	-		537,239
Court fines	191,893	-	-	-	-		191,893
Interest	51,844	-	-	-	-		51,844
Note receivable	1,212,377	-	-	-	-		1,212,377
Inventories	2,720	-	-	-	-		2,720
Prepaid items	7,206	-	-	-	-		7,206
Total Assets	\$ 26,372,167	\$ 2,898,861	\$ 3,138,487	\$ 2,331,715	\$ 2,210,725	\$	36,951,955
LIABILITIES							
Accounts payable	\$ 276,534	\$ 275,132	\$ 146,682	\$ 15,226	\$ 6,868	\$	720,442
Accrued liabilities	417,041	3,638	3,113	-	527		424,319
Escrow payables	2,380,027	-	-	-	-		2,380,027
Court bonds payable	16,256	-	-	-	-		16,256
Unearned revenues	1,955,346	-	-	-	10,535		1,965,881
Total Liabilities	5,045,204	278,770	149,795	15,226	17,930		5,506,925
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues:							
Property taxes	15,591	-	-	-	-		15,591
Court	126,742	-	-	-	-		126,742
Total Deferred Inflows of Resources	142,333	-	-	-	-		142,333
FUND BALANCES							
Nonspendable:							
Inventories	2,720	-	-	-	-		2,720
Prepaid items	7,206	-	-	-	-		7,206
Note receivable	1,212,377	-	-	-	-		1,212,377
Restricted for:							
Sewer lateral	-	-	-	-	250,845		250,845
Bond proceeds	-	-	-	-	1,123,984		1,123,984
Public safety	-	-	-	2,316,489	-		2,316,489
Parks and stormwater	-	-	2,988,692	-	-		2,988,692
Debt service	-	-	-	-	817,966		817,966
Capital projects	-	2,620,091	-	-	-		2,620,091
American Rescue Plan Act	1,896,930	-	-	-	-		1,896,930
Committed for:							
Capital projects	2,200,000	-	-	-	-		2,200,000
Unassigned	15,865,397	-	-	-	-		15,865,397
Total Fund Balances	21,184,630	2,620,091	2,988,692	2,316,489	2,192,795		31,302,697
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 26,372,167	\$ 2,898,861	\$ 3,138,487	\$ 2,331,715	\$ 2,210,725	\$	36,951,955

See accompanying notes to financial statements

CITY OF CREVE COEUR, MISSOURI

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2022**

Total Fund Balance - Governmental Funds \$ 31,302,697

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of the assets is \$112,779,610 and the accumulated depreciation/amortization is \$62,506,863. 50,272,747

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds:

Unavailable revenues	142,333
OPEB related deferred outflows	179,006
OPEB related deferred inflows	(524,336)
Pension related deferred outflows	1,394,366
Pension related deferred outflows - LAGERS	8,999
Pension related deferred inflows - LAGERS	(346,208)

Certain liabilities are not due and payable in the current period from current financial resources, and therefore are not reported in the governmental funds:

Accrued compensated absences	(450,366)
Accrued interest on outstanding debt	(82,552)
Net pension liability	(6,612,758)
Net pension liability - LAGERS	(270,955)
Other post employment benefits liability	(2,329,286)
Bonds payable	(8,570,000)
Unamortized bond premium	(154,095)

Total Net Position - Governmental Activities \$ 63,959,592

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General Fund	Capital Improvement Fund	Parks and Stormwater Fund	Public Safety Fund	Other Governmental Funds	
REVENUES						
General property and sales taxes	\$ 6,122,405	\$ 2,195,653	\$ 2,564,852	\$ 1,091,699	\$ 779,721	\$ 12,754,330
Public utility licenses	5,623,250	-	-	-	-	5,623,250
Other taxes	-	-	-	-	136,188	136,188
Licenses and permits	1,879,503	-	-	-	-	1,879,503
Municipal facilities	53,981	-	-	-	-	53,981
Intergovernmental	1,971,103	498,694	480,500	-	-	2,950,297
Fines, forfeitures, and charges for services	530,227	-	-	-	-	530,227
Investment income (loss)	(1,094,334)	6,166	4,466	5,425	5,914	(1,072,363)
Miscellaneous	269,615	219,526	-	-	-	489,141
Total Revenues	15,355,750	2,920,039	3,049,818	1,097,124	921,823	23,344,554
EXPENDITURES						
Current:						
General government	3,595,640	-	-	-	-	3,595,640
Public safety	6,166,924	-	-	541,990	5,000	6,713,914
Public works	2,993,730	93,634	42,002	-	106,465	3,235,831
Community development	1,183,382	-	-	-	-	1,183,382
Capital outlay	112,471	2,662,361	874,564	20,598	-	3,669,994
Debt service:						
Principal	-	-	-	-	455,000	455,000
Interest	-	-	-	-	261,306	261,306
Other	-	-	-	-	318	318
Total Expenditures	14,052,147	2,755,995	916,566	562,588	828,089	19,115,385
REVENUES OVER (UNDER) EXPENDITURES	1,303,603	164,044	2,133,252	534,536	93,734	4,229,169
OTHER FINANCING SOURCES (USES)						
Transfers in	589,995	400,000	749,533	-	-	1,739,528
Transfers out	(1,149,533)	-	(380,000)	(209,995)	-	(1,739,528)
Sale of capital assets	360	3,100	-	-	-	3,460
Total Other Financing Sources (Uses)	(559,178)	403,100	369,533	(209,995)	-	3,460
NET CHANGES IN FUND BALANCES	744,425	567,144	2,502,785	324,541	93,734	4,232,629
FUND BALANCES - BEGINNING OF YEAR	20,440,205	2,052,947	485,907	1,991,948	2,099,061	27,070,068
FUND BALANCES - END OF YEAR	\$ 21,184,630	\$ 2,620,091	\$ 2,988,692	\$ 2,316,489	\$ 2,192,795	\$ 31,302,697

See accompanying notes to financial statements

CITY OF CREVE COEUR, MISSOURI

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

Net Changes in Fund Balances - Governmental Funds	\$	4,232,629
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation/amortization (\$4,035,749) exceeded capital outlays over the capitalization threshold (\$3,168,153) in the current period.		(867,596)
The net effect of various transactions involving capital assets:		
Proceeds from disposal of capital assets		(3,460)
Gain on disposal of capital assets		3,460
Revenues in the statement of activities that do not provide current financial resources are not reported in the governmental funds financial statements:		
Increase in unavailable revenues		14,564
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 position, 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 liability in the statement of net position. Also, the governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Repayment of bond principal	455,000	
Amortization of bond premium	10,507	
	<u>465,507</u>	465,507
Under the modified accrual basis of accounting used in the governmental funds financial statements, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available. The net changes of these items are:		
Accrued compensated absences		57,482
Accrued interest on bonds		4,550
Other post employment benefits		89,925
Pension expense		(6,269,950)
Pension expense - LAGERS		<u>(576,814)</u>
Change in Net Position of Governmental Activities	\$	<u><u>(2,849,703)</u></u>

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF NET POSITION - ENTERPRISE FUND
JUNE 30, 2022**

ASSETS

Current Assets

Cash and cash equivalents	\$	256,964
Accounts receivable		59,000
Inventories		4,005
Total Current Assets		<u>319,969</u>

Capital Assets

Land		637,500
Other capital assets, net of accumulated depreciation		1,988,850
Total Capital Assets		<u>2,626,350</u>
Total Assets		<u>2,946,319</u>

LIABILITIES

Current Liabilities

Accounts payable		46,825
Accrued liabilities		43,284
Unearned revenues		18,357
Total Current Liabilities		<u>108,466</u>

Noncurrent Liabilities

Compensated absences		2,151
Total Liabilities		<u>110,617</u>

NET POSITION

Net investment in capital assets		2,626,350
Unrestricted		209,352
Total Net Position	\$	<u>2,835,702</u>

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF REVENUES, EXPENSES, AND CHANGE
IN NET POSITION - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2022**

OPERATING REVENUES	
Food service	\$ 53,377
Golf course	496,195
Ice arena	753,002
Total Operating Revenues	<u>1,302,574</u>
OPERATING EXPENSES	
Food service	49,115
Golf course	569,329
Ice arena	548,694
Depreciation	304,814
Total Operating Expenses	<u>1,471,952</u>
OPERATING LOSS	<u>(169,378)</u>
NONOPERATING REVENUE	
Investment income	608
Capital contributions	40,513
Total Nonoperating Revenue	<u>41,121</u>
CHANGE IN NET POSITION	<u>(128,257)</u>
NET POSITION, BEGINNING OF YEAR	<u>2,963,959</u>
NET POSITION, END OF YEAR	<u>\$ 2,835,702</u>

See accompanying notes to financial statements

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF CASH FLOWS - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2022**

CASH FLOWS PROVIDED BY OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,257,374
Payments to suppliers	(487,777)
Payments to employees	(668,559)
Net Cash Provided By Operating Activities	<u>101,038</u>
CASH FLOWS USED IN CAPITAL AND RELATED FINANCIAL ACTIVITIES	
Payments for capital acquisitions	(19,888)
CASH FLOWS PROVIDED BY INVESTING ACTIVITIES	
Interest received on investments	608
NET INCREASE IN CASH AND CASH EQUIVALENTS	
	81,758
CASH AND CASH EQUIVALENTS, JULY 1	
	175,206
CASH AND CASH EQUIVALENTS, JUNE 30	
	<u>\$ 256,964</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating loss	\$ (169,378)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation/amortization	304,814
(Increase) decrease in:	
Service receivable	(45,200)
Inventories	(1,582)
Increase (decrease) in:	
Accounts payable	11,861
Accrued liabilities	(267)
Unearned revenues	123
Compensated absences	667
Total Adjustments	<u>270,416</u>
Net Cash Provided By Operating Activities	<u>\$ 101,038</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

During fiscal year 2022, the Enterprise Fund received \$40,513 in contributed capital from governmental activities.

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2022**

	Pension Trust Fund	Custodial Fund
ASSETS		
Cash and cash equivalents	\$ -	\$ 455,119
Investments:		
Money market funds	251,632	-
Equity mutual funds	5,869,267	-
Exchange traded funds	14,781,023	-
Fixed income - managed bond account	8,137,445	-
Sales tax receivable	-	4,937
Total Assets	29,039,367	460,056
LIABILITIES		
Due to others	-	460,056
Total Liabilities	-	460,056
NET POSITION		
Restricted for pension benefits	29,039,367	-
Restricted for other governments	-	-
Total Net Position	\$ 29,039,367	\$ -

PRELIMINARY DRAFT
FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2022**

	Pension Trust Fund	Custodial Fund
ADDITIONS		
Investment income:		
Interest and dividends earned	\$ 865,596	\$ -
Net depreciation in fair value of investments	(4,153,242)	-
Total Investment income (loss)	(3,287,646)	-
Less - Investment management and custodial fees	59,700	-
Net Investment income (loss)	(3,347,346)	-
Employee contributions	82,726	-
Employer contributions	1,287,117	-
Total Additions	(1,977,503)	-
DEDUCTIONS		
Benefit payments	2,057,704	-
Administrative expenses	23,824	-
Total Deductions	2,081,528	-
CHANGE IN NET POSITION	(4,059,031)	-
NET POSITION		
BEGINNING OF YEAR	33,098,398	-
END OF YEAR	\$ 29,039,367	\$ -

See accompanying notes to financial statements

CITY OF CREVE COEUR, MISSOURI

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied by the City of Creve Coeur Missouri (the "City") in the preparation of the accompanying combined financial statements are summarized below:

A. Reporting Entity

The financial statements of the City include the financial activities of the City and any component units, entities which are financially accountable to the City. The City does not currently have any component units.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., statement of net position and statement of activities) report information on all the nonfiduciary activities of the primary government. 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 and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and a major individual Enterprise Fund are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be measurable

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

and available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due (i.e., matured).

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

Capital Improvement Fund – This fund is used to account for financial resources to be used for the acquisition, construction, or improvements of major capital facilities and infrastructure (other than those financed by proprietary funds and trust funds).

Parks and Stormwater Fund – This fund is used to account for a ½ cent sales tax dedicated to only parks and stormwater control. The funds will be used for capital improvements per the City's parks master plan and stormwater plan, and maintenance of the City's parks and stormwater facilities.

Public Safety Fund – This fund is used to account for ½ percent sales tax to be used for improving police and public safety.

The City reports the following major proprietary fund:

Recreational Fund – This fund is used to account for the operations of the City's food service, public golf course, and ice arena.

Additionally, the City reports the following fiduciary fund types:

Pension Trust Fund – This fund is used to account for assets held in a trustee capacity for the City's eligible employees.

Custodial Fund – This fund is used to account for the collection and release of monies in connection with transportation development district sales tax. The City's custodial fund is the Transportation Development District fund. This fund is custodial in nature (assets equal liabilities) and uses the economic resources measurement focus.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as 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. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 operation. The principal operating revenues of the Enterprise Fund are charges to customers for sales and services. Operating expenses for the Enterprise Fund include the costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Fund Balance Classification and Policies

The fund balance amounts are reported in the following applicable categories listed from the most restrictive to the least restrictive:

Nonspendable - The portion of fund balance that is not in a spendable form or is required to be maintained intact.

Restricted - The portion of fund balance that is subject to external restrictions and constrained to specific purposes imposed by agreement, through constitutional provisions, or by enabling legislation.

Committed - The portion of fund balance with constraints or limitations by formal action (ordinance) of the City Council, the highest level of decision-making authority.

Assigned - The portion of fund balance that the City intends to use for a specific purpose as determined by the Mayor and City Council officials to which the Mayor and City Council have designated authority. At this time, no city official is empowered to assign fund balance without City Council approval.

Unassigned - Amounts that are available for any purpose; these positive amounts are reported only in the General Fund.

The fund balance of the City's General Fund has been accumulated to provide stability and flexibility to respond to unexpected adversity and/or opportunities. The target is to maintain a rolling beginning unassigned fund balance of not less than 33.33% (4 months) of average annual operating expenditures for the prior two fiscal years.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

When both restricted and unrestricted resources are available, the City will spend the most restricted amounts before the least restricted. The order in the use of funds therefore would be restricted, committed, assigned, and unassigned.

E. Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. At June 30, 2022, \$250,845 was restricted by enabling legislation for residential lateral sewer repairs, \$2,316,489 was restricted for public safety, \$2,988,692 was restricted for parks and stormwater, \$817,966 was restricted for debt service, \$2,200,000 was restricted for capital projects, and \$1,896,930 was restricted for the American Rescue Plan Act. All remaining net position is reported as unrestricted. The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

F. Interfund Activity

Interfund transfers (if applicable) are reported as other financing sources/uses in governmental funds. Interfund receivables and payables are eliminated in the statement of net position to reduce the "grossing up" effect on assets and liabilities within the governmental activities column.

G. Cash, Cash Equivalents, and Investments

The City considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents. State statutes authorize the City to invest in obligations of the U.S. Treasury, federal agencies, commercial paper, collateralized public deposits (certificates of deposit), banker's acceptances, local government investment pools, and repurchase agreements. Pension Funds may invest in mutual funds.

Investments are stated at fair value. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

H. Restricted Assets

The following assets are classified as restricted on the balance sheet and the statement of net position:

- Certain proceeds from general obligation bonds whose use is limited by applicable bond covenant and restrictions.
- Court bonds and escrow assets which are payable to third parties.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

I. Allowance for Doubtful Accounts

Court fines are shown net of an allowance for uncollectible accounts of \$126,742.

J. Inventories

Inventories are recorded at cost, which approximates market on the first-in, first-out basis. Governmental fund type inventory is recorded as an expenditure when it is consumed rather than when purchased.

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items. Prepaid items are recorded as expenditures when consumed rather than when purchased. Prepaid items are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

L. Capital Assets

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, side-walks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the enterprise fund in the fund financial statements. Capital assets are defined by the City as assets with an initial cost of more than \$5,000 for governmental activities and \$750 for business-type activities and/or the enterprise fund and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Depreciation is being computed on the straight-line method, using asset lives as follows:

<u>Assets</u>	<u>Years</u>
Infrastructure	20 - 30
Buildings and improvements	15 - 40
Equipment, furniture, and fixtures	3 - 15
Vehicles	3 - 10

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element

represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City has one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenues, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

In the government-wide financial statements, components of pension expense that are recognized over a period of time are classified as either deferred outflows of resources (using plan assets that are applicable to a future period) or deferred inflows of resources (acquiring plan assets that are applicable to a future reporting period). Employer contributions subsequent to the measurement date of the net pension liability are required to be reported as deferred outflows of resources.

N. Pensions

The City records a net pension (asset) liability in the government-wide financial statements for defined benefit plans. The (asset) liability is calculated as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Details of the City's defined benefit plans are provided in Note 9.

O. Vacation and Sick Leave

Under terms of the City's personnel policy, employees are granted vacations based on length of service. Vacations accrue on January 1 of each year. Upon termination, the employee is paid for unused vacation. Sick leave is accumulated based upon length of service and is available only to provide compensation during periods of illness. No portion of sick leave is payable to the employee upon termination. Vested or accumulated vacation leave accrued at year-end is expected to be used by the employee during the following fiscal year.

P. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types 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 cost, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Q. Interfund Transactions

Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers. Such transfers are reported as other financing sources (uses) in the governmental fund types and transfers in the proprietary fund type.

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

R. Use of Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and the accompanying notes. Actual results could differ from those estimates.

S. Implementation of New Guidance

During the year ended June 30, 2022, the City implemented GASB Statement No. 87, *Leases*. There is no impact on beginning fund balance or net position as a result of the implementation.

T. Prior Period Adjustments

The City recorded prior period adjustments and restated net position as of June 30, 2021. These adjustments were made to correct misstatements in capital asset balances that were identified as a result of strengthened internal control procedures over capital asset record maintenance. Changes were made to the infrastructure balances to update records to current inventory of infrastructure and to equipment, furniture, and fixtures, to reflect updates to current inventory of capital assets. Accumulated depreciation was also adjusted as necessary. The impact of these adjustments on governmental activities was to increase capital assets being depreciated by \$618,817, increase accumulated depreciation by \$2,130, and increase beginning net position by \$616,687.

2. CASH, CASH EQUIVALENTS, AND INVESTMENTS

A. Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned, or the City will not be able to recover collateral securities in the possession of an outside party. The City's bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

As of June 30, 2022, the City's bank balances were entirely secured or collateralized with securities held by the City or by its agent in the City's name.

The City participates in the Missouri Securities Investment Program (MOSIP). MOSIP is an external investment pool in which the City's monies are pooled with other entities' monies to purchase investments that are permitted by state statutes. The City's monies are used to purchase a pro-rata share of the pool. A board of directors provides governance and oversight of MOSIP's operations. The Board seeks to maintain a stable net position value of \$1 per share.

The deposits held at June 30, 2022 are as follows:

	Amount
Primary Government:	
Demand deposits	\$ 3,473,394
Money markets	3,157,738
Certificates of deposit	17,282,561
Cash on hand	1,625
Total Primary Government	23,915,318
Custodial Fund:	
Demand deposits	455,119
Total Custodial Fund	455,119
Total Deposits	\$ 24,370,437

B. Investments

As of June 30, 2022, the City had the following investments:

Investments	Fair Value	Maturities				Credit Risk
		No Maturity	Less Than One Year	1 - 5 Years	6 - 10 Years	
Primary Government						
Federal agency bonds	\$ 8,751,760	\$ -	\$ -	\$ 8,751,760	\$ -	AA
External investment pool	21	-	21	-	-	AAA
Total Primary Government	8,751,781	-	21	8,751,760	-	
Pension Trust Fund						
Money market mutual funds	251,630	251,630	-	-	-	AAA
Equity mutual funds	5,869,267	5,869,267	-	-	-	N/A
Exchange traded funds	14,781,023	14,781,023	-	-	-	N/A
Fixed income individual bond accounts	8,137,445	-	-	-	8,137,445	A
Total Pension Trust Fund	29,039,365	20,901,920	-	-	8,137,445	
Total Investments	\$ 37,791,146	\$ 20,901,920	\$ 21	\$ 8,751,760	\$ 8,137,445	

The City has the following recurring fair value measurements as of June 30, 2022:

- Money market mutual funds, equity mutual funds, exchange traded funds, and federal agency bonds are valued using quoted market prices (Level 1 inputs).
- Fixed income individual bond accounts are valued using quoted market prices (Level 1 inputs) and a matrix pricing model (Level 2 inputs).

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

- External investment pool is valued at the net asset value of shares reported on the active market for which the individual investments are traded (Level 2 inputs).

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy states that they minimize credit risk by prequalifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City will do business and diversifying the portfolio to reduce potential losses on individual securities.

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City's policy states that they minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and investing primarily in shorter term securities.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's policy states that they minimize concentration of credit risk by diversifying the investment portfolio.

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 the investments or collateral securities that are in the possession of an outside party. In accordance with its policy, the City addresses custodial risk by prequalifying institutions with which the City places investments, diversifying the investment portfolio, and maintaining a standard of quality for investments.

3. NOTE RECEIVABLE

In October 2008, the City approved the Olive/Graeser Transportation Development District (TDD). The City elected to purchase the TDD's 2010 Series A revenue development note totaling \$1,260,000 on January 31, 2012. The note will be outstanding until the earlier of repayment or October 1, 2050. The note bears interest at a rate of Prime plus 200 basis points, not to exceed 10%. For the year ended June 30, 2022, the interest rate was 5.55%. The note and accrued interest will be repaid by a 1% TDD sales tax on all retail sales made in the TDD, but only after paying certain fees and expenses owed to the trustee or paying agent. The sales tax revenue within the TDD available for debt service will not be at a level needed to pay the interest accruing on the note during the foreseeable future. Very little, if any, principal is anticipated being repaid on the note during the next twelve months or in the near-term until there is growth of additional retailers within the TDD or sales growth by existing retailers. The note receivable balance was \$1,212,377,212,377 at June 30, 2022, which included accrued interest.

Note receivable activity was as follows for the year ended June 30, 2022:

	Balance June 30, 2021	Additions	Payments Received	Balance June 30, 2022
2010 Series A revenue development note	\$ 1,212,377	\$ -	\$ -	\$ 1,212,377

4. INTERFUND TRANSFERS

Interfund transfers were made to: 1) transfer unrestricted revenues collected in the General Fund to finance capital improvements in other funds in accordance with budgetary authorization; 2) fund a portion of the police salary adjustment costs paid from the General Fund; and 3) transfer funds collected in the Parks and Stormwater Fund to the General Fund to finance maintenance and operations.

For the year ended June 30, 2022, in accordance with the adopted budget, the General Fund transferred \$400,000 to the Capital Improvement Fund and \$749,533 to the Parks and Stormwater Fund and received transfers of \$209,995 from the Public Safety Fund and \$380,000 from the Parks and Stormwater Fund.

5. REAL ESTATE TAXES

Real estate taxes are levied in October of each year on the assessed value as of the prior January 1 for all real property located in the City. Property taxes attach as an enforceable lien on property as of January 1 and are due upon receipt of billing and become delinquent after December 31.

Property tax revenue is recognized to the extent it is collected within the current period or expected to be collected within 60 days after year-end is unavailable on the fund financial statements and recognized as revenue in the government-wide financial statements.

All property tax assessment, billing, and collection functions are handled by the St. Louis County government. Taxes collected are remitted to the City by the St. Louis County Collector (the County Collector) in the month subsequent to the actual collection date. Taxes held by the County Collector, if any, are included in municipal taxes receivable in the accompanying fund financial statements.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

6. CAPITAL ASSETS

Capital asset activity was as follows for the year ended June 30, 2022:

	Balance June 30, 2021 (Restated)	Additions and Transfers	Deletions and Transfers	Balance June 30, 2022
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 8,311,027	\$ -	\$ -	\$ 8,311,027
Right of way	157,602	-	-	157,602
Construction in progress	1,204,403	1,616,149	288,722	2,531,830
Total capital assets not being depreciated	9,673,032	1,616,149	288,722	11,000,459
Capital assets being depreciated:				
Infrastructure	73,543,249	1,322,199	-	74,865,448
Buildings and improvements	21,286,776	255,968	-	21,542,744
Equipment, furniture, and fixtures	2,539,064	262,559	155,975	2,645,648
Vehicles	2,725,311	-	-	2,725,311
Total capital assets being depreciated	100,094,400	1,840,726	155,975	101,779,151
Less - Accumulated depreciation for:				
Infrastructure	45,649,992	3,049,756	-	48,699,748
Buildings and improvements	8,898,438	595,112	-	9,493,550
Equipment, furniture, and fixtures	2,029,662	144,987	155,975	2,018,674
Vehicles	2,048,997	245,894	-	2,294,891
Total accumulated depreciation	58,627,089	4,035,749	155,975	62,506,863
Total capital assets being depreciated, net	41,467,311	(2,195,023)	-	39,272,288
Governmental Activities Capital Assets, Net	\$ 51,140,343	\$ (578,874)	\$ 288,722	\$ 50,272,747

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022
Business-type Activities				
Capital assets not being depreciated:				
Land	\$ 637,500	\$ -	\$ -	\$ 637,500
Total capital assets not being depreciated	637,500	-	-	637,500
Capital assets being depreciated:				
Buildings and improvements	7,903,481	-	-	7,903,481
Equipment, furniture, and fixtures	577,594	60,399	54,809	583,184
Total capital assets being depreciated	8,481,075	60,399	54,809	8,486,665
Less - Accumulated depreciation for:				
Buildings and improvements	5,783,254	270,011	-	6,053,265
Equipment, furniture, and fixtures	464,558	34,802	54,809	444,551
Total accumulated depreciation	6,247,812	304,813	54,809	6,497,816
Total capital assets being depreciated, net	2,233,263	(244,414)	-	1,988,849
Business-type Activities Capital Assets, Net	\$ 2,870,763	\$ (244,414)	\$ -	\$ 2,626,349

Depreciation expense was charged to functions/programs of the primary government as follows for the year ended June 30, 2022:

Governmental Activities	
Public works, including depreciation of infrastructure assets	\$ 3,280,911
Public safety	378,046
General government	376,792
Total	\$ 4,035,749
Business-type Activities	
Recreation center	\$ 304,813

7. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Plan assets are held in trust for the exclusive benefit of participants and their beneficiaries.

8. DEFINED CONTRIBUTION PLANS

The City has a defined contribution retirement plan funded through the International City Management Association Retirement Corporation (ICMA). The plan was established by ordinance of the City Council on June 11, 2001. All full-time employees (who were active participants on June 30, 2001 who elected to take the 1.7% option) are eligible to participate in the plan after 12 months of service. Pursuant to the plan's provisions, the City is obligated to contribute 3% of each eligible employee's covered wages. Participants are fully vested after 5 years of continuous service. The City's contributions (3%) to the plan for the year ended June 30, 2022 amounted to approximately \$57,000.

9. PENSION PLANS

The City maintains two pension plans for its employees. The Retirement Plan for Employees of the City of Creve Coeur hired before June 1, 2006 and LAGERS. The aggregate employer recognized pension expense for the year ended June 30, 2022 was \$1,540,046.

Retirement Plan for Employees of the City of Creve Coeur Hired Before June 1, 2006 (Pension Trust Fund)

Plan Description and Provisions

The City sponsors and administers a single-employer, defined benefit pension plan (the Plan). The Plan provides retirement and death benefits to plan members and beneficiaries in accordance with the ordinance establishing the Plan. The Plan may be amended under the provisions of the original ordinance. The Plan does not issue a separate financial report. The pension obligation is typically liquidated by the General Fund or the respective fund from which the employee is paid.

Board of Trustees Composition - "Board of Trustees" means the committee comprised of one City Council member (to be nominated by the Mayor and ratified by the City Council), one City Finance Committee member (to be designated by the Finance Committee), two Plan Participants (to be elected by vote of Participants), three residents of the City (to be nominated by the Mayor and ratified by the City Council and one or more of such residents may be members of the City Finance Committee), the City Administrator (ex officio), and the City Finance Director (ex officio).

Each member of the Board of Trustees, other than the City Administrator and Finance Director, shall serve for a term of three years, up to a maximum of three consecutive terms. In the event of the resignation or removal of a member, the new member's term shall be established to complete the unexpired term of the former member. In no event shall any member of the Board of Trustees serve for more than nine consecutive years.

Basis of Accounting - The financial statements of the Pension Trust Fund are prepared using the accrual basis of accounting. City contributions are recognized in the period in which the contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits are recognized when due and payable in accordance with the terms of the Plan. All plan investments are reported at fair value. Administrative costs of the Plan are financed by investment income by the Pension Trust Fund.

All of the City's full-time eligible employees, hired before June 1, 2006, become a participant on the July 1 following attainment of age 21 and 2 years of credited service.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

The payroll for employees covered by the Plan for the year ended June 30, 2022 was \$2,367,957. Current membership in the Plan is comprised of the following:

Group	June 30, 2022	June 30, 2021
Retirees and beneficiaries currently receiving benefits	89	86
Vested terminated employees	19	18
Active employees:		
Fully vested	27	31
	<hr/>	<hr/>
	135	135
	<hr/> <hr/>	<hr/> <hr/>

The City contributes an amount equal to the actuarially determined requirement, designed to meet the full annual current costs of the Plan.

A summary of the Plan's provisions follows (participants should refer to the Plan's summary plan description for a complete summary of Plan provisions):

Tax Status - The Plan is not subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Operating Expenses - Benefits paid and administrative expenses are approved by the Board of Trustees.

Normal Retirement Date

The first day of the month coincident with or next following attainment of age 55 if the Participant is a uniformed police officer. The first day of the month coinciding with or next following attainment of age 65 if the Participant is not a uniformed police officer.

Unreduced Early Retirement Date

The first day of the month coinciding with or next following the date on which the sum of age and Credited Service equals 85, but in no case later than Normal Retirement Date.

Amount of Normal Retirement Benefit

The normal retirement benefit is equal to Final Average Compensation times 1.7% times Credited Service not to exceed 30 years. If a participant elected not to participate in the City's defined contribution plan, then the multiplier would be 2.0%.

Final Average Monthly Earnings

A Participant's monthly rate of compensation, averaged over the 60 consecutive months out of the last 120 months preceding retirement or Interruption of Service, if earlier, which give the highest monthly rate. Compensation shall include base pay, but exclude bonuses, commissions, overtime pay, expense allowances, and similar items.

Early Retirement Eligibility

Age 50 with at least 20 years of Credited Service.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Early Retirement Benefit

The actuarial equivalent of a benefit calculated in the same manner as the Normal Retirement Benefit with Final Average Monthly Earnings and Credited Service determined as of Early Retirement Date.

Late Retirement Benefit

If a member remains employed after his Normal Retirement Date, he will receive a monthly benefit equal to the benefit computed using service and pay as of his late retirement date. Benefits commence on the first day of the month following actual retirement.

Form of Payment

The benefit is payable for 120 months guaranteed and for the member's lifetime thereafter.

Vested Termination

Members who terminate employment are eligible for a monthly benefit calculated in the same manner as the Normal Retirement Benefit, multiplied by the applicable vesting percentage:

<u>Sum of Attained Age and Years of Credited Service</u>	<u>Vesting Percentage</u>
50	50%
51	60
52	70
53	80
54	90
55 and after	100

However, if a participant has at least 8 years of Credited Service, then they are fully vested.

Vested Deferred Retirement Benefit

Payable at Normal Retirement Date to any fully or partially vested Participant who terminates prior to eligibility for Normal or Early Retirement.

Pre-Retirement Death Benefit

The Surviving Spouse of a Participant who is actively employed and has satisfied Early or Normal Retirement eligibility requirements is entitled to a Death Benefit determined as if the Participant had retired on his date of death, selected a Joint & 2/3 Survivor Annuity and died the next day.

The Surviving Spouse of any other actively employed vested participant is entitled to a Death Benefit determined as follows:

- i) assume the Participant separated from service on date of death
- ii) survived to the earliest possible retirement eligibility date
- iii) retired with a Joint and 2/3 Survivor Annuity, and
- iv) dies the next day

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Employee Contributions

Participants are required to contribute 4% of salary. Starting the beginning of the first full month on or after an active participant attains 30 years of credited service, required employee contributions will stop. Contributions accumulate at an interest rate of 5%.

Refund of Contributions

If a participant terminates employment without a vested benefit, then the participant will receive a refund of contributions with interest. If the sum of benefit payments received by a retiree or beneficiary is less than the sum of contributions with interest, then the difference may be paid to their beneficiary as an additional death benefit.

Retiree COLA

Effective January 1, 2002, each retiree (and beneficiary) was given a cost-of-living adjustment. The increase in benefit was equal to 1.75% multiplied by the number of full years since the individual's (or for a beneficiary, the original Participant's) retirement date.

Net Pension Liability

The City's net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022.

The funded status of the City's Defined Benefit Pension Plan as of June 30, 2022, the most recent actuarial valuation date, is as follows:

Net Pension Liability

Total Pension Liability	\$	35,652,124
Plan Fiduciary Net Position		29,039,366
Net Pension Liability	\$	<u>6,612,758</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		81.45%
Covered Payroll	\$	2,367,957
Net Pension Liability as a Percentage of Covered Payroll		279.26%

Rate of Return

For the year ended June 30, 2022, the rate of return on pension investments, net of pension plan investment expenses was 6.00%.

Investments

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Plan's Board of Trustees. It is the policy of the Plan to pursue an investment strategy that reduces

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

risk through the prudent diversification of the portfolio across a broad selection of asset classes. In addition, the policy details a target and a minimum and maximum range that investment managers are to invest in each class as shown below:

Asset Class	Target	Allocable Range	
		Minimum Allocation	Maximum Allocation
Cash equivalents	6%	1	11
Fixed income	30%	25	35
Equities	64%	59	69
Total All Asset Classes	<u>100%</u>		

Equities Allocation	Allocable Range	
	Minimum Allocation	Maximum Allocation
Large cap	36%	50%
Mid cap	6%	10%
Small cap	9%	19%
International	20%	32%
REITS	3%	7%
Commodities	2%	6%

Discount Rate

The discount rate used to measure the total pension liability was 6.00 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 6.75 percent, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher.

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
Total Pension Liability	\$ 39,501,248	\$ 35,652,124	\$ 32,380,341
Fiduciary Net Position	29,039,366	29,039,366	29,039,366
Net Pension Liability	<u>\$ 10,461,882</u>	<u>\$ 6,612,758</u>	<u>\$ 3,340,975</u>

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at June 30, 2021	\$ 35,171,396	\$ 33,098,397	\$ 2,072,999
Changes for the year:			
Service Cost	324,322	-	324,322
Interest Cost	2,068,911	-	2,068,911
Effect of economic/demographic gains or losses	89,780	-	89,780
Effect of assumption changes or inputs	55,419	-	55,419
Benefit payments	(2,057,704)	(2,057,704)	-
Contributions - City	-	1,287,117	(1,287,117)
Contributions - Employees	-	82,726	(82,726)
Net Investment Income	-	(3,327,696)	3,327,696
Expenses	-	(43,474)	43,474
Net Changes	480,728	(4,059,031)	4,539,759
Balances at June 30, 2022	\$ 35,652,124	\$ 29,039,366	\$ 6,612,758

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2022, the City recognized government-wide pension expense of \$1,307,953. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension		
Expense in Future Periods:		
Differences between expected and actual experience	\$ 8,162	\$ -
Changes of assumptions	5,038	-
Net difference between projected and actual earnings	1,381,166	-
Total Deferred Amounts Related to Pensions	\$ 1,394,366	\$ -

Net deferred outflows (inflows) of resources related to pensions will be recognized in pension expense as follows:

Years Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2023	\$ 231,033
2024	166,568
2025	(61,630)
2026	1,058,395
Total	\$ 1,394,366

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Missouri Local Government Employees Retirement System (LAGERS)

Plan Description

The City participates in the Missouri Local Government Employees Retirement System (LAGERS) which provides certain retirement, disability and death benefits to plan members and beneficiaries. LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS 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 is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org. The pension obligation is typically liquidated by the general fund, or the respective fund from which the employee is paid.

Benefits Provided

LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police) and receive a reduced allowance.

	<u>2022 Valuation</u>
Benefit Multiplier:	1.50% for life plus 0.50% to age 65
Final Average Salary:	5 years
Member Contributions:	4.00%

Benefit terms provide for annual post retirement adjustments to each member's retirement allowance subsequent to the member's retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4 percent per year.

Employees Covered By Benefit Terms

At June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	1
Inactive employees entitled to but not yet receiving benefits	21
Active employees	60
	<u>82</u>

Contributions

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

unfunded accrued liability. Full-time employees of the employer contribute 4 percent of their gross pay to the pension plan. Employer contribution rates are 7.7 percent (General) and 7.2 percent (Police) of annual covered payroll.

Net Pension Liability

The employer’s net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2022.

Actuarial Assumptions

The total pension liability in the February 28, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent wage inflation; 2.25 percent price inflation
Salary Increase	2.75 percent to 6.75 percent including wage inflation
Investment rate of return	7.00 percent, net of investment expenses

The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of Police, Fire and Public Safety groups.

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above described tables.

The actuarial assumptions used in the February 28, 2022 valuation were based on the results of an actuarial experience study for the period March 1, 2010, through February 28, 2015.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>
Equity	35.00%
Fixed Income	31.00%
Real Assets	36.00%
Strategic Assets	8.00%
Alpha Portfolio	15.00%
Cash/Leverage	25.00%

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Discount Rate

The discount rate used to measure the total pension liability is 7.00 percent for General and 7.00 percent for Police. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at June 30, 2021	\$ 3,402,958	\$ 3,054,739	\$ 348,219
Changes for the year:			
Service cost	416,846	-	416,846
Interest cost	251,352	-	251,352
Differences between expected and actual experience	(303,116)	-	(303,116)
Contributions - city	-	289,017	(289,017)
Contributions - employees	-	154,701	(154,701)
Net investment income	-	5,155	(5,155)
Benefit payments, including refunds	(34,800)	(34,800)	-
Administrative expense	-	(7,850)	7,850
Other (net transfer)	-	1,323	(1,323)
Net changes	330,282	407,546	(77,264)
Balances at June 30, 2022	\$ 3,733,240	\$ 3,462,285	\$ 270,955

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.00 percent for General and 7.00 percent for Police, as well as what the employer's Net Pension Liability would be using a discount rate that is 1 percentage point lower (6.00 percent for General and 6.00 percent for Police) or one percentage point higher (8.00 percent for General and 8.00 percent for Police) than the current discount rate.

	General			Police		
	1% Decrease (6.00%)	Current Single Discount Rate (7.00%)	1% Increase (8.00%)	1% Decrease (6.00%)	Current Single Discount Rate (7.00%)	1% Increase (8.00%)
Total Pension Liability	\$ 2,399,456	\$ 2,019,029	\$ 1,706,244	\$ 2,174,436	\$ 1,714,211	\$ 1,356,370
Plan Fiduciary Net Position	1,821,114	1,821,114	182,114	1,641,171	1,641,171	1,641,171
Net Pension Liability	\$ 578,342	\$ 197,915	\$ 1,524,130	\$ 533,265	\$ 73,040	\$ (284,801)

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2022, the City recognized government-wide pension expense of \$232,093. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension		
Expense in Future Periods:		
Differences between expected and actual experience	\$ -	\$ 309,089
Changes of assumptions	8,999	-
Net difference between projected and actual earnings on pension plan investments	-	37,119
	<hr/>	<hr/>
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	8,999	346,208
	<hr/>	<hr/>
Pension Contributions Made Subsequent to the Measurement Date	-	-
	<hr/>	<hr/>
Total Deferred Amounts Related to Pensions	<u>\$ 8,999</u>	<u>\$ 346,208</u>

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Net Deferred Inflows of Resources
2023	\$ (55,952)
2024	(58,560)
2025	(78,976)
2026	7,213
2027	(37,289)
Thereafter	(113,645)
Total	<u>\$ (337,209)</u>

10. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The City of Creve Coeur Other Postemployment Benefit ("OPEB") plan (the "Plan") provides OPEB for certain eligible employees who retire from the City. The Plan is a single-employer defined benefit OPEB Plan that is administered by the City. The benefits and benefit levels are governed by City policy. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". The plan does not issue a stand-alone financial report.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

The Plan, stated in the City's Personnel Policy, was established by City Ordinance, which assigns the authority to establish and amend plan benefit provisions to the City. The contribution requirements of the City and plan members are established and may be amended by the City.

Benefits Provided

The Plan provides healthcare benefits to employees defined as City retirees who have attained age 50 plus 20 years of service until attainment of Medicare Eligibility Age. Employees hired before August 31, 2001 must contribute the employee portion of the monthly premium. Employees hired after August 31, 2001 must contribute the entire monthly premium. Individual-only medical and prescription drug benefits are available to retirees in the St. Louis Area Insurance Trust's (SLAIT) self-insured pool. The individual pays the monthly group health insurance premium. Retirees may elect to cover spouses and eligible dependent children. Surviving spouses can continue coverage after the retiree's death. Since retirees pay the premium for each year, the City's share of any premium cost is determined on the basis of a blended rate or implicit rate subsidy calculation.

For those employees participating in the City of Creve Coeur Retirement Plan, employees who are eligible for Normal or Early retirement are eligible for OPEB benefits. Normal retirement age is the earlier of age 65 (55 for Uniformed participants) or age plus service equal to 85 points ("Rule of 85"). Early retirement is age 50 with 20 years of service.

For those employees participating in LAGERS, employees who are eligible for Normal or Early retirement are eligible for OPEB benefits. General employees are eligible for Normal retirement at age 60 with 5 years of service or Early retirement at age 55 with 5 years of service. Police employees are eligible for Normal retirement at age 55 with 5 years of service or Early retirement at age 50 with 5 years of service.

Retiree medical contributions effective for July 1, 2021, are as follows:

	Hired prior to July 1, 2001	Hired after July 1, 2001
Retiree	\$ 91.81	\$ 612.28
Retiree + Spouse*	\$ 226.56	\$ 1,285.84
Retiree + Children	\$ 202.06	\$ 1,163.39
Family*	\$ 324.52	\$ 1,775.67

* Effective January 1, 2021, spouse medical premiums are increased by \$200 for each spouse that could attain coverage through their own employer's medical plan.

Employees Covered by Benefit Terms

At June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits	12
Spouses of inactive employees currently receiving benefits	5
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	98
Total	<u>115</u>

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Total OPEB Liability

The City's total OPEB liability of \$2,329,286 was measured as of June 30, 2022 and was determined by an actuarial valuation as of June 30, 2022.

Actuarial assumptions and other inputs

The total OPEB liability in the June 30, 2022 actuarial valuation was determined by a simplified actuarial valuation as of June 30, 2022, using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	4.00%
Discount rate	3.54% (formerly 2.16%)
Healthcare cost trend rates	Medical cost trend rate of 5.3% for 2022, gradually decreasing to an ultimate rate of 3.8% for 2072 and beyond.
Actuarial cost method	Entry age normal based on level percentage of projected salary.
Amortization method	N/A

The discount rate was based on the index rate for 20-year tax-exempt general obligation bonds.

Mortality rates were based on the Pub-2010 Mortality for Employees and Healthy Annuitants, with generational projection per Scale MP-2021.

Changes in the Total OPEB Liability

	Total OPEB Liability
Total OPEB Liability at June 30, 2021	\$ 2,796,210
Change for the year:	
Service cost	79,160
Interest on total OPEB liability	60,168
Effect of plan changes	(249,807)
Effect of assumptions changes or inputs	(175,824)
Benefit payments	(180,621)
Net change in total OPEB liability	(466,924)
Total OPEB Liability at June 30, 2022	<u>\$ 2,329,286</u>

Impact of Changes of Benefit Terms

Effective January 1, 2021, spouse medical premiums are increased by \$200 for each spouse that could attain coverage through their own employer's medical plan.

Impact of Plan Experience

The Plan has not had a formal actuarial experience study performed.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Impact of Changes of Assumptions

The only changes in assumption were the discount rate, which is based on the index rate for 20 year tax exempt general obligation bonds, and the inflation rate. The discount rate increased from 2.16% as of June 30, 2021 to 3.54% as of June 30, 2022. The inflation rate increased from 2.40% as of June 30, 2021 to 2.40% as of June 30, 2022.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current discount rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB liability	\$ 2,456,576	\$ 2,329,286	\$ 2,208,816

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend	1% Increase
Total OPEB liability	\$ 2,180,989	\$ 2,329,286	\$ 2,494,888

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the City recognized OPEB income of \$90,696. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (349,390)
Changes of assumptions	179,006	(174,946)
Total	<u>\$ 179,006</u>	<u>\$ (524,336)</u>

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future periods as follows:

Year Ending June 30,	Net Deferred Inflows of Resources
2023	\$ (48,632)
2024	(48,632)
2025	(48,632)
2026	(41,845)
2027	(49,950)
Thereafter	(107,639)
Total	<u>\$ (345,330)</u>

11. LONG-TERM DEBT

The following is a summary of changes in long-term liabilities for the year ended June 30, 2022:

	Balance June 30, 2021	Additions	Reductions	Balance June 30, 2022	Amounts Due Within One Year
Governmental Activities:					
General Obligation Bonds:					
Series 2017	\$ 9,025,000	\$ -	\$ 455,000	\$ 8,570,000	\$ 470,000
Add: Unamortized bond premium	164,602	-	10,507	154,095	-
General Obligation Bonds, net	9,189,602	-	465,507	8,724,095	470,000
Compensated absences	507,848	429,476	486,958	450,366	406,285
Total Governmental Activities	<u>\$ 9,697,450</u>	<u>\$ 429,476</u>	<u>\$ 952,465</u>	<u>\$ 9,174,461</u>	<u>\$ 876,285</u>
Business-Type Activities:					
Compensated absences	\$ 14,350	\$ 16,335	\$ 13,882	\$ 16,803	\$ 14,652
Total Business-Type Activities	<u>\$ 14,350</u>	<u>\$ 16,335</u>	<u>\$ 13,882</u>	<u>\$ 16,803</u>	<u>\$ 14,652</u>

The general obligation bonds payable are liquidated by the Debt Service Fund. The compensated absences are generally liquidated by the General Fund for governmental activities and the Enterprise Fund for business-type activities.

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 position, were issued to finance a new police station on the current government center property and to make certain renovations to the existing building. The general obligation bonds are to be repaid from future property tax levies. The bonds bear interest at rates ranging from 2.00% to 3.125% and mature through 2037.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

The annual debt service requirements to maturity of bonded debt outstanding as of June 30, 2022, are as follows:

<u>Years Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 470,000	\$ 247,656	\$ 717,656
2024	480,000	233,556	713,556
2025	490,000	223,956	713,956
2026	505,000	209,256	714,256
2027	515,000	197,894	712,894
2028-2032	2,825,000	760,694	3,585,694
2033-2037	3,285,000	309,400	3,594,400
	<u>\$ 8,570,000</u>	<u>\$ 2,182,412</u>	<u>\$ 10,752,412</u>

Legal Debt Margin

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

Assessed valuation - 2021 tax year		<u>\$ 1,174,669,078</u>
Debt limit - 10% of assessed valuation		\$ 117,466,908
Amount of debt applicable to debt limit:		
Total general obligation bonded debt	\$ 8,750,000	
Less: Amount available in debt service fund	<u>(817,966)</u>	
Bonded indebtedness applicable to debt limit		<u>7,932,034</u>
Legal Debt Margin		<u>\$ 109,534,874</u>

12. INSURANCE PROGRAMS

The City, along with various other local governments, participates in an insurance trust for workers' compensation, general liability matters, and health insurance (St. Louis Area Insurance Trust - SLAIT). The purpose of this trust is to distribute the cost of self-insurance over similar entities. The trust requires an annual premium payment to cover estimated claims payable and reserves for claims from each entity. The members of the trust have no legal interest in the assets, liabilities, or fund balances of the insurance trust; however, the City retains a contingent liability to fund its pro rata share of any deficit incurred by the trust should the trust cease operations at some future date. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years. The trust has contracted with an insurance agent to handle all administrative matters, including processing of claims filed.

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

13. JOINT VENTURE

The City, in cooperation with two other municipalities, created a joint police and emergency dispatching service which was organized in 2010. The administration of the joint dispatching venture is overseen by a board of directors, comprised of the City Administrator from each of the participating municipalities. This joint venture was established to share operating costs of a central dispatching center, thereby saving overall expenses incurred by each participating municipality. In addition, the joint effort is expected to improve service and increase the likelihood of obtaining grant funds.

This joint venture has not currently enhanced or hindered the City's financial operations. The City is jointly liable for their representative share of current and potential liabilities. A separately issued financial report can be obtained for this joint venture by contacting the City's finance department.

Summary of financial highlights follows:

	June 30,	
	2022	2021
ASSETS		
Cash and cash equivalents	\$ 531,072	\$ 504,690
Net pension asset	102,648	194,392
Capital assets, net of accumulated depreciation	44,392	46,503
Total Assets	678,112	745,585
DEFERRED OUTFLOWS RELATED TO PENSIONS	234,572	190,573
LIABILITIES		
Accounts payable	4,053	25,681
Payroll liabilities	19,141	53,970
Noncurrent liabilities:		
Due within one year	40,754	54,256
Total Liabilities	63,948	133,907
DEFERRED INFLOWS RELATED TO PENSIONS	162,888	255,005
NET POSITION		
Net investment in capital assets	44,392	46,503
Restricted for pension	174,332	129,960
Unrestricted	467,124	370,783
Total Net Position	\$ 685,848	\$ 547,246

CITY OF CREVE COEUR, MISSOURI

Notes to Financial Statements (continued)

	For The Years Ended June 30,	
	2022	2021
OPERATING REVENUES		
Dispatch fees	\$ 1,537,176	\$ 1,369,691
Miscellaneous revenue	56,966	26,546
Total Operating Revenue	1,594,142	1,396,237
OPERATING EXPENSES		
Personnel	1,166,228	1,050,288
Contractual	165,956	163,343
Depreciation	2,110	3,772
Reserve reimbursement	76,570	108,250
Material and supplies	12,763	9,166
Other	32,213	36,936
Total Operating Expenses	1,455,840	1,371,755
OPERATING INCOME	138,302	24,482
NONOPERATING REVENUES		
Investment income	300	338
CHANGE IN NET POSITION	138,602	24,820
NET POSITION, JULY 1	547,246	522,426
NET POSITION, JUNE 30	\$ 685,848	\$ 547,246

For the year ended June 30, 2022, the City paid \$529,728 for dispatching assessments.

14. CONTINGENCIES AND COMMITMENTS

The City has various voluntary deferred compensation plans for the benefit of the City Administrator and Department Managers. Such plans provide for direct contributions by the employee with additional current contributions by the City annually based upon salary. The amount that the City is required to contribute may increase in future years. The City is required to contribute to the plans only during the term of the City Administrator's and Department Managers' employment.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorney, the resolution of these matters will not have material adverse effect on the financial condition of the City.

Coronavirus Pandemic

In March of 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a "public health emergency of international concern", which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in financial markets. The outbreak could have a continued material adverse impact on economic and market conditions and trigger a period of global economic slowdown. The rapid development and fluidity of the situation precludes any prediction as to the

ultimate material adverse impact, if any, on the City's future financial operating performance and financial condition.

15. FUTURE 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 Governmental Accounting Standards Board (GASB) is responsible for establishing generally accepted accounting principles (GAAP) for state and local governments.

In May 2020, the GASB approved Statement No. 96, "Subscription-Based Information Technology Arrangements". The objective of this Statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITA's) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022.

In April 2022, the GASB approved Statement No. 99, "Omnibus 2022". This is an omnibus standard which includes clarifications and considerations for several topics. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. Some provisions were effective upon issuance, the requirements related to leases and SBITAs are effective for fiscal years beginning after June 15, 2022, and the requirements related to financial guarantees are effective for fiscal years beginning after June 15, 2023.

In June 2022, the GASB approved Statement No. 100, "Accounting Changes and Error Corrections". The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023.

In June 2022, the GASB approved Statement No. 101 "Compensated Absences". The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023.

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

16. SUBSEQUENT EVENT

Subsequent to June 30, 2022, the City authorized the defeasance of \$575,000 of the Series 2017 General Obligation Bonds.

Required Supplemental Information

FOR CLIENT DISCUSSION PURPOSES ONLY
PRELIMINARY DRAFT
NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES				
General Property and Sales Taxes				
General property taxes:				
Real property - current year	\$ 745,557	\$ 745,557	\$ 751,204	\$ 5,647
Sales tax	4,458,610	4,458,610	5,371,201	912,591
Total General Property and Sales Taxes	5,204,167	5,204,167	6,122,405	918,238
Public Utility Licenses				
Electric	3,104,913	3,104,913	3,365,735	260,822
Gas	578,903	578,903	650,352	71,449
Telephone	940,000	940,000	774,903	(165,097)
Water	487,176	487,176	510,881	23,705
Cable television franchise fees	291,878	291,878	283,999	(7,879)
Right of way and fiber optic franchise fees	35,514	35,514	37,380	1,866
Total Public Utility Licenses	5,438,384	5,438,384	5,623,250	184,866
Licenses and Permits				
Occupation and merchants' licenses	188,355	188,355	211,993	23,638
Liquor licenses	32,325	32,325	35,850	3,525
Vending machine licenses	2,670	2,670	715	(1,955)
Emergency alarm licenses	125	125	(25)	(150)
Building permits	631,000	631,000	1,267,007	636,007
Occupancy permits	166,743	166,743	110,225	(56,518)
Sign permits	2,714	2,714	6,350	3,636
Street excavation fees	23,586	23,586	24,405	819
Dog park license fees	11,525	11,525	11,424	(101)
Farmer's market	3,700	3,700	845	(2,855)
Miscellaneous zoning and other fees	96,077	96,077	210,714	114,637
Total Licenses and Permits	1,158,820	1,158,820	1,879,503	720,683
Municipal Facilities				
Community center:				
Multi-purpose rental	6,800	6,800	-	(6,800)
Meeting room rental	2,000	2,000	-	(2,000)
Gymnasium rental	7,500	7,500	12,030	4,530
Recreational programs	6,000	6,000	26,332	20,332
Miscellaneous revenue	6,000	6,000	15,619	9,619
Total Municipal Facilities	28,300	28,300	53,981	25,681

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

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES (continued)				
Intergovernmental				
Grant income	25,300	25,300	120,423	95,123
New car sales tax	249,543	249,543	260,827	11,284
Cigarette tax	36,289	36,289	32,902	(3,387)
Gasoline and motor fuel tax	450,237	450,237	523,058	72,821
Road and bridge tax	1,049,308	1,049,308	1,033,893	(15,415)
Total Intergovernmental	1,810,677	1,810,677	1,971,103	160,426
Fines, Forfeitures, and Charges for Services				
Municipal court fines	38,800	38,800	28,359	(10,441)
Traffic violations fines	500,000	500,000	423,072	(76,928)
Police service contracts	78,796	78,796	78,796	-
Total Fines, Forfeitures, And Charges For Services	617,596	617,596	530,227	(87,369)
Investment Income (Loss)	330,000	330,000	(1,094,334)	(1,424,334)
Miscellaneous	126,054	126,054	269,615	143,561
Total Revenues	14,713,998	14,713,998	15,355,750	641,752
EXPENDITURES				
General Government				
Legislative:				
Personnel services	159,461	159,461	139,240	(20,221)
Operating	73,623	73,623	46,053	(27,570)
Total Legislative	233,084	233,084	185,293	(47,791)
Administrative:				
Personnel services	714,508	714,508	709,813	(4,695)
Operating	333,077	333,077	307,212	(25,865)
Capital outlay	1,050	1,050	696	(354)
Total Administrative	1,048,635	1,048,635	1,017,721	(30,914)

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

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
EXPENDITURES (continued)				
General Government (continued)				
Community services:				
Personnel services	94,384	94,384	90,648	(3,736)
Operating	62,879	62,879	47,962	(14,917)
Capital outlay	600	600	-	(600)
Total Community Services	157,863	157,863	138,610	(19,253)
Maintenance of Municipal Property:				
Personnel services	120,927	120,927	85,215	(35,712)
Operating	177,960	177,960	147,132	(30,828)
Capital outlay	9,000	9,000	4,674	(4,326)
Total Maintenance of Municipal Property	307,887	307,887	237,021	(70,866)
Finance:				
Personnel services	1,580,183	1,580,183	1,489,420	(90,763)
Operating	575,419	575,419	532,945	(42,474)
Total Finance	2,155,602	2,155,602	2,022,365	(133,237)
Total General Government	3,903,071	3,903,071	3,601,010	(302,061)
Public Safety				
Administrative:				
Personnel services	1,031,693	1,031,693	743,359	(288,334)
Operating	676,299	676,299	653,271	(23,028)
Capital outlay	3,750	3,750	2,468	(1,282)
Total Administrative	1,711,742	1,711,742	1,399,098	(312,644)
Investigations:				
Personnel services	939,579	939,579	707,180	(232,399)
Operating	42,050	42,050	35,211	(6,839)
Capital outlay	740	740	-	(740)
Total Investigations	982,369	982,369	742,391	(239,978)

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

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
EXPENDITURES (continued)				
Public Safety (continued)				
Patrol:				
Personnel services	3,772,783	3,772,783	3,799,929	27,146
Operating	201,950	201,950	227,974	26,024
Capital outlay	320,720	320,720	89,824	(230,896)
Total Patrol	4,295,453	4,295,453	4,117,727	(177,726)
Total Public Safety	6,989,564	6,989,564	6,259,216	(730,348)
Public Works				
Administrative:				
Personnel services	424,001	478,903	383,793	(95,110)
Operating	71,620	77,620	66,320	(11,300)
Capital outlay	-	-	-	-
Total Administrative	495,621	556,523	450,113	(106,410)
Street:				
Personnel services	725,725	725,725	565,335	(160,390)
Operating	748,530	748,530	735,475	(13,055)
Capital outlay	13,500	13,500	10,822	(2,678)
Total Street	1,487,755	1,487,755	1,311,632	(176,123)
Health and welfare:				
Operating	802,120	802,120	803,384	1,264
Parks:				
Personnel services	255,374	255,374	253,660	(1,714)
Operating	214,366	214,366	185,763	(28,603)
Capital outlay	8,750	8,750	3,654	(5,096)
Total Parks	478,490	478,490	443,077	(35,413)
Total Public Works	3,263,986	3,324,888	3,008,206	(316,682)
Community Development				
Administrative:				
Personnel services	367,690	312,788	289,277	(23,511)
Operating	42,945	42,945	17,072	(25,873)
Capital outlay	75	75	-	(75)
Total Administrative	410,710	355,808	306,349	(49,459)

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

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
EXPENDITURES (continued)				
Community Development (continued)				
Building:				
Personnel services	907,254	907,254	838,715	(68,539)
Operating	42,483	42,483	38,318	(4,165)
Capital outlay	350	350	333	(17)
Total Building	<u>950,087</u>	<u>950,087</u>	<u>877,366</u>	<u>(72,721)</u>
Total Community Development	<u>1,360,797</u>	<u>1,305,895</u>	<u>1,183,715</u>	<u>(122,180)</u>
Total Expenditures	<u>15,517,418</u>	<u>15,523,418</u>	<u>14,052,147</u>	<u>(1,471,271)</u>
REVENUES (UNDER) OVER EXPENDITURES	<u>(803,420)</u>	<u>(809,420)</u>	<u>1,303,603</u>	<u>2,113,023</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	589,995	589,995	589,995	-
Transfers out	(733,391)	(733,391)	(1,149,533)	(416,142)
Sale of capital assets	55,500	55,500	360	(55,140)
Total Other Financing Sources (Uses)	<u>(87,896)</u>	<u>(87,896)</u>	<u>(559,178)</u>	<u>(471,282)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (891,316)</u>	<u>\$ (897,316)</u>	<u>744,425</u>	<u>\$ 1,641,741</u>
FUND BALANCE, BEGINNING OF YEAR			<u>20,440,205</u>	
FUND BALANCE, END OF YEAR			<u>\$ 21,184,630</u>	

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

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - PUBLIC SAFETY FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES				
General property and sales taxes	\$ 899,308	\$ 899,308	\$ 1,091,699	\$ 192,391
Investment income	2,000	2,000	5,425	3,425
Total Revenues	901,308	901,308	1,097,124	195,816
EXPENDITURES				
Public safety	552,033	560,507	541,990	(18,517)
Capital outlay	49,548	49,548	20,598	(28,950)
Total Expenditures	601,581	610,055	562,588	(47,467)
REVENUES OVER EXPENDITURES	299,727	291,253	534,536	243,283
OTHER FINANCING USES				
Transfers out	(209,995)	(209,995)	(209,995)	-
NET CHANGE IN FUND BALANCE	\$ 89,732	\$ 81,258	324,541	\$ 243,283
FUND BALANCE - BEGINNING OF YEAR			1,991,948	
FUND BALANCE - END OF YEAR			\$ 2,316,489	

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

CITY OF CREVE COEUR, MISSOURI

**NOTES TO BUDGETARY COMPARISON INFORMATION
FOR THE YEAR ENDED JUNE 30, 2022**

Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. Prior to July 1, the City Administrator submits to the City Council a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearing meetings are held to obtain taxpayer comments.
- c. Prior to July 1, the budget is adopted by the City Council.
- d. Budgets are adopted on a basis generally consistent with accounting principles generally accepted in the United States of America. Expenditures may not legally exceed budgeted appropriations at the department level. Other financing source, related capital outlay of capital leases in the year the City enters into the lease agreement, and depreciation expense for the Enterprise Fund are not budgeted.
- e. Current year budget includes supplemental appropriations. A motion from the City Council is required to transfer budgeted amounts between funds, or to transfer substantial budgeted amounts between departments within any fund or for any revisions that would alter the total expenditures of any fund. Management can transfer budgeted amounts within departments, except salary expenditures, without City Council approval.

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CITY OF CREVE COEUR, MISSOURI

**RETIREMENT PLAN FOR EMPLOYEES OF THE CITY -
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
LAST TEN YEARS⁽³⁾**

	Year Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	
Total Pension Liability										
Service cost	\$ 324,322	\$ 267,260	\$ 272,815	\$ 291,592	\$ 255,915	\$ 409,425	\$ 424,445	\$ 371,341	\$ 447,610	
Interest on total pension liability	2,068,911	2,118,808	2,132,606	2,124,982	2,089,956	2,059,464	1,994,674	1,918,318	1,827,698	
Effect of plan changes	-	(2,229)	(120,161)	-	-	-	-	-	-	
Effect of economic/demographic gains or losses	89,780	(200,891)	(344,009)	(208,439)	187,078	(279,359)	21,701	64,357	3,949	
Effect of assumption changes or inputs	55,419	2,846,555	-	-	793,015	-	-	1,832,668	-	
Benefit payments	(2,057,704)	(1,929,682)	(2,343,780)	(1,817,650)	(1,657,854)	(1,544,910)	(1,457,024)	(1,392,017)	(1,508,007)	
Net change in total pension liability	480,728	3,099,821	(402,529)	390,485	1,668,110	644,620	983,796	2,794,666	771,250	
Total pension liability - beginning	35,171,396	32,071,575	32,474,104	32,083,619	30,415,509	29,770,889	28,787,093	25,992,427	25,221,177	
Total Pension Liability - Ending (A)	\$ 35,652,124	\$ 35,171,396	\$ 32,071,575	\$ 32,474,104	\$ 32,083,619	\$ 30,415,509	\$ 29,770,889	\$ 28,787,093	\$ 25,992,427	
Plan Fiduciary Net Position										
Contributions - employer	\$ 1,287,117	\$ 1,271,253	\$ 1,303,058	\$ 1,307,755	\$ 1,188,826	\$ 1,200,992	\$ 1,270,402	\$ 1,254,457	\$ 1,444,717	
Contributions - member	82,726	89,838	96,152	86,614	99,041	107,272	112,251	93,099	74,183	
Net investment income	(3,327,696)	7,359,276	630,154	1,464,646	1,893,838	2,499,524	251,339	426,117	3,245,642	
Benefit payments, including refunds of member contributions	(2,057,704)	(1,929,682)	(2,343,780)	(1,817,650)	(1,657,854)	(1,544,910)	(1,457,024)	(1,392,017)	(1,508,007)	
Expenses	(43,474)	(65,777)	(31,015)	(52,266)	(44,133)	-	-	-	-	
Net change in plan fiduciary net position	(4,059,031)	6,724,908	(345,431)	989,099	1,479,718	2,262,878	176,968	381,656	3,256,535	
Plan fiduciary net position - beginning	33,098,397	26,373,489	26,718,920	25,729,821	24,250,103	21,987,225	21,810,257	21,428,601	18,172,066	
Plan Fiduciary Net Position - Ending (B)	\$ 29,039,366	\$ 33,098,397	\$ 26,373,489	\$ 26,718,920	\$ 25,729,821	\$ 24,250,103	\$ 21,987,225	\$ 21,810,257	\$ 21,428,601	
Net Pension Liability - Ending (A) - (B)	\$ 6,612,758	\$ 2,072,999	\$ 5,698,086	\$ 5,755,184	\$ 6,353,798	\$ 6,165,406	\$ 7,783,664	\$ 6,976,836	\$ 4,563,826	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.45%	94.11%	82.23%	82.28%	80.20%	79.73%	73.85%	75.76%	82.44%	
Covered Valuation Payroll	\$ 2,367,957	\$ 2,510,196	\$ 2,532,924	\$ 2,611,428	\$ 3,224,888	\$ 3,557,984	\$ 3,816,272	\$ 3,866,480	\$ 3,822,287	
Net Pension Liability as a Percentage of Covered Valuation Payroll	279.26%	82.58%	224.96%	220.38%	197.02%	173.28%	203.96%	180.44%	119.40%	

Notes to Schedule:

- Benefit changes - None.
- Changes of assumptions -
2022 - None
2021 - The inflation rate changed from 2.50% to 2.30% and the mortality scale was changed to the Pub-2010 General Amount-Weighted Morality tables for Employees, Healthy Retirees, Disabled Retirees and Contingent Survivors, male and female rates with generational projection from 2010 using Scale MP-2020 (improvement scale updates published annually).
2018 - 2020 - None.
2017 - The Municipal Bond Rate assumption changed from 2.71% to 3.13%.
2016 - The Municipal Bond Rate assumption changed from 3.73% to 2.71%.
2015 - a) Mortality improvement projection scale was updated from a static projection using Scale AA 10 years after valuation date to a fully generational projection using Scale BB; b) The interest rate assumption was changed from 7.47% to 7.0%.
- This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**RETIREMENT PLAN FOR EMPLOYEES OF THE CITY -
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST TEN YEARS**

	Year Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 977,511	\$ 1,230,482	\$ 1,252,981	\$ 1,262,474	\$ 1,159,936	\$ 1,139,751	\$ 1,220,627	\$ 910,670	\$ 1,088,415	\$ 1,204,193
Contributions made in relation to the actuarial determined contribution	1,287,117	1,271,253	1,303,058	1,307,755	1,188,826	1,200,992	1,270,404	1,254,457	1,444,717	1,261,350
Contribution (excess) deficiency	\$ (309,606)	\$ (40,771)	\$ (50,077)	\$ (45,281)	\$ (28,890)	\$ (61,241)	\$ (49,777)	\$ (343,787)	\$ (356,302)	\$ (57,157)
Covered payroll	\$ 2,367,957	\$ 2,510,196	\$ 2,532,924	\$ 2,611,428	\$ 3,224,888	\$ 3,557,984	\$ 3,816,272	\$ 3,866,480	\$ 3,822,287	\$ 4,073,539
Contribution as a percentage of payroll	54.36%	50.64%	51.44%	50.08%	36.86%	33.75%	33.29%	32.44%	37.80%	30.96%

Notes to Schedule:

Methods and assumptions used to determine contribution rates for the most recent year include:

Valuation date	June 30 of each year
Actuarial cost method	Entry age normal
Amortization method	Level percent. Closed, 14 year term for UAL as of 07/01/2015. Open, 15 year period for any UAL arising after 07/01/2015.
Asset valuation method	Three-year smoothed value, with difference between actual investment return and expected investment return recognized in equal installments over a three-year period
General inflation	2.35%
Salary increases	4.00%
Investment rate of return	6.00%
Mortality	Pub-2010 General Amount-Weighted Mortality tables for Employees, Healthy Retirees, Disabled Retirees and Contingent Survivors, male and female rates with generational projection from 2010 using Scale MP-2021 (improvement scale updates published annually).

Summary of changes from July 1, 2022 valuation:

2022 - The inflation rate changed from 2.30% to 2.35%.

2021 - The inflation rate changed from 2.50% to 2.30% and the mortality scale was changed to the Pub-2010 General Amount-Weighted Mortality tables for Employees, Healthy Retirees, Disabled Retirees and Contingent Survivors, male and female rates with generational projection from 2010 using Scale MP-2020 (improvement scale updates published annually).

Summary of changes from July 1, 2018 valuation:

Two year average of administration expenses were included in the calculation of the Actuarially Determined Contribution.

Summary of changes from July 1, 2017 valuation:

The interest rate assumption was changed from 7% to 6.75%

Summary of changes from July 1, 2016 valuation:

None

Summary of changes from July 1, 2015 valuation:

The summary scale assumption was changed from 5% to 4% per annum.

Summary of changes from the July 1, 2014 valuation:

Mortality improvement projection scale was updated from a static projection using Scale AA 10 years after the valuation date to a fully generational projection using Scale BB.

The interest rate assumption was changed from 7.5% to 7.0%

The contribution policy was changed. The amortization of Unfunded Actuarial Liability component of the City's cost was changed from an open 15-year amortization to a closed 10-year amortization of the UAL at July 1, 2015.

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**RETIREMENT PLAN FOR EMPLOYEES OF THE CITY -
SCHEDULE OF INVESTMENT RETURNS
LAST TEN YEARS**

The following table shows the investment rate of return on assets for the City's retirement plan for employees over the past ten years.

	Year Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Investment return net of all expenses	-10.20%	28.20%	2.30%	5.50%	7.69%	11.43%	1.15%	1.99%	17.86%	12.87%

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CITY OF CREVE COEUR, MISSOURI

**MISSOURI LOCAL GOVERNMENT EMPLOYEES' RETIREMENT SYSTEM (LAGERS)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
LAST TEN YEARS⁽¹⁾**

	Year Ended June 30,				
	2022	2021	2020	2019	2018
Total Pension Liability					
Service cost	\$ 416,846	\$ 432,456	\$ 397,225	\$ 363,540	\$ 118,482
Interest on the total pension liability	251,352	217,328	168,429	131,257	4,140
Changes of benefit terms	-	-	-	-	1,656,786
Difference between expected and actual experience	(303,116)	(66,310)	110,666	10,716	(122,622)
Changes of assumptions	-	(45,175)	36,479	22,412	-
Benefit payments, including refunds of employee contributions	(34,800)	(19,034)	(6,909)	(5,913)	(995)
Net Changes in Total Pension Liability	330,282	519,265	705,890	522,012	1,655,791
Total Pension Liability - Beginning	3,402,958	2,883,693	2,177,803	1,655,791	-
Total Pension Liability - Ending (A)	\$ 3,733,240	\$ 3,402,958	\$ 2,883,693	\$ 2,177,803	\$ 1,655,791
Plan Fiduciary Net Position					
Contributions - employer	\$ 289,017	\$ 303,592	\$ 326,192	\$ 308,706	\$ 265,666
Contributions - member	154,701	192,809	198,409	151,798	660,010
Net investment income	5,155	592,175	22,533	72,503	53,966
Benefit payments, including refunds of member contributions	(34,800)	(19,034)	(6,909)	(5,913)	(995)
Administrative expense	(7,850)	(6,792)	(9,287)	(7,739)	(4,869)
Other (net transfer)	1,323	(1,194)	(12,995)	(9,110)	(8,783)
Net Change in Plan Fiduciary Net Position	407,546	1,061,556	517,943	510,245	964,995
Plan Fiduciary Net Position - Beginning	3,054,739	1,993,183	1,475,240	964,995	-
Plan Fiduciary Net Position - Ending (B)	\$ 3,462,285	\$ 3,054,739	\$ 1,993,183	\$ 1,475,240	\$ 964,995
Net Pension Liability - Ending (A) - (B)	\$ 270,955	\$ 348,219	\$ 890,510	\$ 702,563	\$ 690,796
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	92.74%	89.77%	69.12%	67.74%	58.28%
Covered Payroll	\$ 3,967,089	\$ 4,254,336	\$ 4,189,259	\$ 3,808,285	\$ 3,627,761
Net Pension Liability as a Percentage of Covered Payroll	6.83%	8.19%	21.26%	18.45%	19.04%

Note to Schedule:

(1) This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF CREVE COEUR, MISSOURI

**MISSOURI LOCAL GOVERNMENT EMPLOYEES' RETIREMENT SYSTEM (LAGERS) -
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST TEN YEARS⁽¹⁾**

The following exhibit is history of contributions to the LAGERS plan.

	Year Ended				
	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Actuarially determined contribution	\$ 293,767	\$ 303,204	\$ 326,671	\$ 308,706	\$ 265,666
Contributions made in relation to the actuarial determined contribution	293,767	303,204	326,672	308,706	265,666
Contribution deficiency	\$ -	\$ -	\$ (1)	\$ -	\$ -
Covered payroll	\$ 3,932,027	\$ 4,106,734	\$ 4,163,586	\$ 3,794,952	\$ 3,272,453
Contribution as a percentage of covered payroll	7.47%	7.38%	7.85%	8.13%	8.12%

Notes to Schedule:

Methods and assumptions used to determine contribution rates for the most recent year include:

Valuation date	February 28/29 of each year; the roll-forward of total pension liability from February 28, 2022, to June 30, 2022, reflects expected service cost and interest reduced by actual benefit payments.
Actuarial cost method	Entry age normal cost and modified terminal funding
Amortization method	Level percentage of payroll, closed.
Remaining amortization period	Multiple bases from 13 to 27.
Asset valuation method	5-year smoothed market; 20% corridor.
General inflation	2.75% wage inflation; 2.25% price inflation.
Salary increases	2.75% to 6.75% including wage inflation.
Investment rate of return	7.00%, net of investment expenses.
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	

The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of Police, Fire and Public Safety groups.

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above described tables.

Other information: None.

(1) This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**POST-EMPLOYMENT MEDICAL AND PRESCRIPTION PLAN
FOR EMPLOYEES OF THE CITY – SCHEDULE OF CHANGES IN OTHER
POST-EMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
LAST TEN YEARS⁽¹⁾**

	Year Ended June 30,				
	2022	2021	2020	2019	2018
Total OPEB liability					
Service cost	\$ 79,160	\$ 82,938	\$ 60,001	\$ 61,557	\$ 60,575
Interest costs	60,168	66,788	105,533	114,882	109,156
Effect of plan changes	-	(197,042)	-	-	-
Effect of economic/demographic gains or losses	(249,807)	-	-	-	-
Changes in assumptions or other inputs	(175,824)	7,688	13,902	67,457	(55,529)
Benefit payments	(180,621)	(205,533)	(185,050)	(205,833)	(185,866)
Net change in total OPEB liability	(466,924)	(245,161)	(5,614)	38,063	(71,664)
Total OPEB Liability, beginning of year	2,796,210	3,041,371	3,046,985	3,008,922	3,080,586
Total OPEB Liability, end of year	\$ 2,329,286	\$ 2,796,210	\$ 3,041,371	\$ 3,046,985	\$ 3,008,922
Covered-employee payroll	\$ 6,776,517	\$ 7,007,624	\$ 7,758,346	\$ 7,058,245	\$ 7,011,239
Total OPEB liability as a percentage of covered employee payroll	34.4%	39.9%	39.2%	43.2%	42.9%

Notes to Required Supplementary Information:

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

Impact of Changes of Benefit Terms

Effective January 1, 2021, spouse medical premiums are increased by \$200 for each spouse that could attain coverage through their own employer's medical plan.

Impact of Plan Experience

The Plan has not had a formal actuarial experience study performed.

Impact of Change of Assumptions

The only change in assumptions is the discount rate which is based on the 20 year Bond GO Index. As of June 30, 2022, the discount rate was 3.54% (formerly 2.16% as of June 30, 2021).

Note:

- (1) This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Other Supplemental Information

FOR CLIENT DISCUSSION PURPOSES ONLY
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MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital Improvement Fund - This fund is used to account for financial resources to be used for the acquisition, construction, or improvements of major capital facilities and infrastructure (other than those financed by proprietary funds and trust funds).

Parks and Stormwater Fund - This fund is used to account for a ½ cent sales tax dedicated to only parks and stormwater control. The funds will be used for capital improvements per the City's parks master plan and stormwater plan, and maintenance of the City's parks and stormwater facilities.

SPECIAL REVENUE FUND

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts of major capital projects) that are legally restricted to expenditures for specific purposes.

Public Safety Fund - This fund is used to account for a ½ percent sales tax to be used for improving police and public safety.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND

Lateral Sewer Fund - This fund is used to account for special assessments to be utilized for maintenance of lateral sewer lines within the City.

CAPITAL PROJECTS FUND

Police Building Fund - In 2016 the citizens of Creve Coeur approved Proposition P, which authorized the levying of a property tax to provide funding for the construction of a new facility for the police department and associated improvements at the current government center. This fund is responsible for accounting for all revenues and expenditures associated with the construction of the police facility and related improvements of the government center.

DEBT SERVICE FUND

Debt Service Funds are used to account for the accumulation of resources for and the payment of long-term debt, principal, interest and related costs on long-term debt.

Debt Service Fund - This fund is used to account for the accumulation of resources for, and the payment of, general obligation and certificates of participation long-term debt principal, interest and related costs.

CITY OF CREVE COEUR, MISSOURI

**COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022**

	Special Revenue Fund	Capital Projects Fund		
	Lateral Sewer Fund	Police Building Fund	Debt Service Fund	Total
ASSETS				
Cash, cash equivalents, and investments	\$ 253,240	\$ -	\$ 817,965	\$ 1,071,205
Cash, cash equivalents and investments - restricted	-	1,128,984	-	1,128,984
Receivables (net):				
Governmental agencies	-	-	10,536	10,536
Total Assets	\$ 253,240	\$ 1,128,984	\$ 828,501	\$ 2,210,725
LIABILITIES				
Accounts payable	\$ 1,868	\$ 5,000	\$ -	\$ 6,868
Accrued liabilities	527	-	-	527
Unearned revenues	-	-	10,535	10,535
Total Liabilities	2,395	5,000	10,535	17,930
FUND BALANCES				
Restricted for:				
Sewer lateral	250,845	-	-	250,845
Bond proceeds	-	1,123,984	-	1,123,984
Debt service	-	-	817,966	817,966
Total Fund Balances	250,845	1,123,984	817,966	2,192,795
Total Liabilities and Fund Balances	\$ 253,240	\$ 1,128,984	\$ 828,501	\$ 2,210,725

CITY OF CREVE COEUR, MISSOURI

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	Lateral Sewer Fund	Police Building Fund	Debt Service Fund	Total
REVENUES				
General property and sales taxes	\$ -	\$ -	\$ 779,721	\$ 779,721
Other taxes	136,188	-	-	136,188
Investment income	647	3,185	2,082	5,914
Total Revenues	136,835	3,185	781,803	921,823
EXPENDITURES				
Current:				
Public safety	-	5,000	-	5,000
Public works	106,465	-	-	106,465
Debt service:				
Principal	-	-	455,000	455,000
Interest	-	-	261,306	261,306
Other	-	-	318	318
Total Expenditures	106,465	5,000	716,624	828,089
NET CHANGES IN FUND BALANCES	30,370	(1,815)	65,179	93,734
FUND BALANCES - BEGINNING OF YEAR	220,475	1,125,799	752,787	2,099,061
FUND BALANCES - END OF YEAR	\$ 250,845	\$ 1,123,984	\$ 817,966	\$ 2,192,795

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - CAPITAL IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES				
General property and sales taxes	\$ 1,911,932	\$ 1,911,932	\$ 2,195,653	\$ 283,721
Intergovernmental	839,000	839,000	498,694	(340,306)
Investment income	4,000	4,000	6,166	2,166
Miscellaneous	-	-	219,526	219,526
Total Revenues	2,754,932	2,754,932	2,920,039	165,107
EXPENDITURES				
Public works	93,082	93,082	93,634	552
Capital outlay	4,319,100	5,104,445	2,662,361	(2,442,084)
Total Expenditures	4,412,182	5,197,527	2,755,995	(2,441,532)
REVENUES (UNDER) OVER EXPENDITURES	(1,657,250)	(2,442,595)	164,044	2,606,639
Other Financing Sources				
Transfers in	650,000	650,000	400,000	(250,000)
Sale of capital assets	10,000	10,000	3,100	(6,900)
Total Other Financing Sources	660,000	660,000	403,100	(256,900)
NET CHANGE IN FUND BALANCE	\$ (997,250)	\$ (1,782,595)	567,144	\$ 2,349,739
FUND BALANCE - BEGINNING OF YEAR			2,052,947	
FUND BALANCE - END OF YEAR			\$ 2,620,091	

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - PARKS AND STORMWATER CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES				
Sales taxes	\$ 1,900,000	\$ 1,900,000	\$ 2,564,852	\$ 664,852
Intergovernmental	595,500	595,500	480,500	(115,000)
Investment income	100	100	4,466	4,366
Total Revenues	2,495,600	2,495,600	3,049,818	554,218
EXPENDITURES				
Current:				
Public works	104,364	104,364	42,002	(62,362)
Capital outlay	2,010,000	2,010,000	874,564	(1,135,436)
Total Expenditures	2,114,364	2,114,364	916,566	(1,197,798)
REVENUES OVER EXPENDITURES	381,236	381,236	2,133,252	1,752,016
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	749,533	749,533
Transfers out	(380,000)	(380,000)	(380,000)	-
Total Other Financing Sources (Uses)	(380,000)	(380,000)	369,533	749,533
NET CHANGE IN FUND BALANCE	\$ 1,236	\$ 1,236	2,502,785	\$ 2,501,549
FUND BALANCE - BEGINNING OF YEAR			485,907	
FUND BALANCE - END OF YEAR			\$ 2,988,692	

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - LATERAL SEWER SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES				
Other taxes	\$ 132,000	\$ 132,000	\$ 136,188	\$ 4,188
Investment income	200	200	647	447
Total Revenues	<u>132,200</u>	<u>132,200</u>	<u>136,835</u>	<u>4,635</u>
EXPENDITURES				
Public works	<u>115,378</u>	<u>115,378</u>	<u>106,465</u>	<u>(8,913)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 16,822</u>	<u>\$ 16,822</u>	<u>30,370</u>	<u>\$ 13,548</u>
FUND BALANCE - BEGINNING OF YEAR			<u>220,475</u>	
FUND BALANCE - END OF YEAR			<u>\$ 250,845</u>	

FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - POLICE BUILDING FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ 2,000	\$ 2,000	\$ 3,185	\$ 1,185
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>3,185</u>	<u>1,185</u>
EXPENDITURES				
Public safety	-	-	5,000	5,000
Capital outlay	50,000	50,000	-	(50,000)
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>5,000</u>	<u>(45,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (48,000)</u>	<u>\$ (48,000)</u>	<u>(1,815)</u>	<u>\$ 46,185</u>
FUND BALANCE - BEGINNING OF YEAR			<u>1,125,799</u>	
FUND BALANCE - END OF YEAR			<u>\$ 1,123,984</u>	

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CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
REVENUES				
General property taxes	\$ 657,232	\$ 657,232	\$ 779,721	\$ 122,489
Investment income	750	750	2,082	1,332
Total Revenues	<u>657,982</u>	<u>657,982</u>	<u>781,803</u>	<u>123,821</u>
EXPENDITURES				
Debt service:				
Principal	455,000	455,000	455,000	-
Interest	261,306	261,306	261,306	-
Other	320	320	318	(2)
Total Expenditures	<u>716,626</u>	<u>716,626</u>	<u>716,624</u>	<u>(2)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (58,644)</u>	<u>\$ (58,644)</u>	<u>65,179</u>	<u>\$ 123,823</u>
FUND BALANCE - BEGINNING OF YEAR			<u>752,787</u>	
FUND BALANCE - END OF YEAR			<u>\$ 817,966</u>	

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CITY OF CREVE COEUR, MISSOURI

ENTERPRISE FUND

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the City Council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City Council has decided that periodic determination of net income is appropriate for accountability purposes.

Recreational Fund - This fund is used to account for the operations of the City's food service, public golf course, and ice arena.

FOR CLIENT DISCUSSION PURPOSES ONLY
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CITY OF CREVE COEUR, MISSOURI

**COMPARATIVE STATEMENT OF NET POSITION - ENTERPRISE FUND
JUNE 30, 2022 AND 2021**

	2022	2021
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 256,964	\$ 175,206
Accounts receivable	59,000	13,800
Inventories	4,005	2,423
Total Current Assets	319,969	191,429
Capital Assets		
Land	637,500	637,500
Other capital assets, net of accumulated depreciation	1,988,850	2,233,263
Total Capital Assets	2,626,350	2,870,763
Total Assets	2,946,319	3,062,192
LIABILITIES		
Current Liabilities		
Accounts payable	46,825	34,964
Accrued liabilities	43,284	43,551
Unearned revenues	18,357	18,234
Total Current Liabilities	108,466	96,749
Noncurrent Liabilities		
Compensated absences	2,151	1,484
Total Liabilities	110,617	98,233
NET POSITION		
Net investment in capital assets	2,626,350	2,870,763
Unrestricted	209,352	93,196
Total Net Position	\$ 2,835,702	\$ 2,963,959

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**COMBINING SCHEDULE OF REVENUES AND EXPENSES -
ENTERPRISE FUND - RECREATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Food Service Department	Golf Course Department	Ice Arena Department	Totals
OPERATING REVENUES				
Greens fees	\$ -	\$ 367,898	\$ -	\$ 367,898
Cart rental and merchandise sales	-	103,291	-	103,291
Food	13,684	-	-	13,684
Beverages	39,693	-	-	39,693
Admissions	-	-	52,526	52,526
Hockey league rental	-	-	174,656	174,656
Skate rental and sharpening	-	-	9,880	9,880
Skating lessons	-	-	55,396	55,396
Figure skating contracts	-	-	41,645	41,645
Ice activities	-	-	382,264	382,264
Miscellaneous	-	25,006	36,635	61,641
Total Operating Revenues	53,377	496,195	753,002	1,302,574
OPERATING EXPENSES				
Personnel services	5,870	356,902	306,187	668,959
Operating expenses	43,245	212,427	242,507	498,179
Depreciation	-	21,427	283,387	304,814
Total Operating Expenses	49,115	590,756	832,081	1,471,952
OPERATING INCOME (LOSS)	4,262	(94,561)	(79,079)	(169,378)
NONOPERATING REVENUE				
Investment income	-	304	304	608
Capital contributions	-	-	40,513	40,513
Total Nonoperating Revenue	-	304	40,817	41,121
CHANGE IN NET POSITION	\$ 4,262	\$ (94,257)	\$ (38,262)	(128,257)
NET POSITION, BEGINNING OF YEAR				2,963,959
NET POSITION, END OF YEAR				\$ 2,835,702

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES AND EXPENSES - ENTERPRISE FUND -
RECREATIONAL FUND - BUDGET AND ACTUAL - FOOD SERVICE DEPARTMENT
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
OPERATING REVENUES				
Food	\$ 9,500	\$ 9,500	\$ 13,684	\$ 4,184
Beverages	40,000	40,000	39,693	(307)
Total Operating Revenues	49,500	49,500	53,377	3,877
OPERATING EXPENSES				
Personnel services	5,750	5,750	5,870	120
Operating expenses	30,453	30,453	43,245	12,792
Total Operating Expenses	36,203	36,203	49,115	12,912
OPERATING INCOME	\$ 13,297	\$ 13,297	\$ 4,262	\$ (9,035)

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CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES AND EXPENSES - ENTERPRISE FUND -
RECREATIONAL FUND - BUDGET AND ACTUAL - GOLF COURSE DEPARTMENT
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
OPERATING REVENUES				
Greens fees	\$ 325,000	\$ 325,000	\$ 367,898	\$ 42,898
Cart rental and merchandise sales	95,600	95,600	103,291	7,691
Miscellaneous	21,304	21,304	25,006	3,702
Total Operating Revenues	441,904	441,904	496,195	54,291
OPERATING EXPENSES				
Personnel services	349,906	349,906	356,902	6,996
Operating expenses	232,846	234,364	212,427	(21,937)
Depreciation	-	-	21,427	21,427
Total Operating Expenses	582,752	584,270	590,756	6,486
OPERATING LOSS	(140,848)	(142,366)	(94,561)	47,805
NONOPERATING REVENUE				
Investment income	50	50	304	254
Total Nonoperating Revenue	50	50	304	254
CHANGE IN NET POSITION	\$ (140,798)	\$ (142,316)	\$ (94,257)	\$ 48,059

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF REVENUES AND EXPENSES - ENTERPRISE FUND -
RECREATIONAL FUND - BUDGET AND ACTUAL - ICE ARENA DEPARTMENT
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
OPERATING REVENUES				
Admissions	\$ 24,000	\$ 24,000	\$ 52,526	\$ 28,526
Hockey league rental	145,000	145,000	174,656	29,656
Skate rental and sharpening	5,900	5,900	9,880	3,980
Skating lessons	21,000	21,000	55,396	34,396
Figure skating contracts	32,000	32,000	41,645	9,645
Ice activities	330,400	330,400	382,264	51,864
Miscellaneous	27,455	27,455	36,635	9,180
Total Operating Revenues	585,755	585,755	753,002	167,247
OPERATING EXPENSES				
Personnel services	310,918	310,918	306,187	(4,731)
Operating expenses	238,614	253,203	242,507	(10,696)
Depreciation	-	-	283,387	283,387
Total Operating Expenses	549,532	564,121	832,081	267,960
OPERATING INCOME (LOSS)	36,223	21,634	(79,079)	(100,713)
NONOPERATING REVENUE				
Investment income	50	50	304	254
Capital contributions	-	-	40,513	40,513
Total Nonoperating Revenue	50	50	40,817	40,767
CHANGE IN NET POSITION	\$ 36,273	\$ 21,684	\$ (38,262)	\$ (59,946)

See accompanying independent auditors' report

CITY OF CREVE COEUR, MISSOURI

FIDUCIARY FUND

Trust Funds are used to account for assets held by the City in a trustee capacity.

Pension Trust Fund - This fund is used to account for assets held in a trustee capacity for the City's eligible employees.

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CITY OF CREVE COEUR, MISSOURI

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
BUDGET AND ACTUAL - PENSION TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
ADDITIONS				
Investment income:				
Interest and dividends earned	\$ 500,000	\$ 500,000	\$ 865,596	\$ 365,596
Net appreciation (depreciation) in fair value of investments	1,000,000	1,000,000	(4,153,242)	(5,153,242)
Total Investment income (loss)	1,500,000	1,500,000	(3,287,646)	(4,787,646)
Less - Investment management and custodial fees	67,600	67,600	59,700	(7,900)
Net Investment income (loss)	1,432,400	1,432,400	(3,347,346)	(4,779,746)
Employee contributions	85,924	85,924	82,726	(3,198)
Employer contributions	1,305,083	1,305,083	1,287,117	(17,966)
Total Additions	2,823,407	2,823,407	(1,977,503)	(4,800,910)
DEDUCTIONS				
Benefit payments	2,166,768	2,166,768	2,057,704	(109,064)
Administrative expenses	22,690	22,690	23,824	1,134
Total Deductions	2,189,458	2,189,458	2,081,528	(107,930)
CHANGE IN NET POSITION	\$ 633,949	\$ 633,949	(4,059,031)	\$ (4,692,980)
NET POSITION RESTRICTED FOR PENSION BENEFITS, BEGINNING OF YEAR			<u>33,098,398</u>	
NET POSITION RESTRICTED FOR PENSION BENEFITS, END OF YEAR			<u>\$ 29,039,367</u>	

See accompanying independent auditors' report

Statistical Information

FOR CLIENT DISCUSSION PURPOSES ONLY
PRELIMINARY DRAFT
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CITY OF CREVE COEUR, MISSOURI

This part of the City's annual comprehensive 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

Financial Trends 82 - 86

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

Revenue Capacity 87 - 93

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity 94 - 96

These schedules 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.

Demographic and Economic Information 97 - 100

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

Operating Information 101 - 102

These schedules 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.

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

FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

**NET POSITION BY COMPONENT
LAST TEN YEARS**

	June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental Activities										
Net investment in										
capital assets	\$ 42,590,084	\$ 42,459,853	\$ 43,331,409	\$ 44,165,291	\$ 45,380,008	\$ 47,597,255	\$ 48,271,627	\$ 49,331,801	\$ 49,753,109	\$ 46,543,616
Restricted for:										
Capital projects	2,620,091	2,949,533	-	-	-	-	-	-	-	-
Debt service	817,966	752,787	586,711	362,136	258,532	-	-	-	-	815,870
Sewer lateral	250,845	220,475	181,539	143,340	101,117	56,916	37,125	100,682	186,500	269,110
Public safety	2,316,489	1,991,948	1,737,028	1,444,141	632,659	-	-	-	-	-
Parks and stormwater	2,988,692	485,907	-	-	-	-	-	-	-	-
American Rescue Plan Act	1,896,930	-	-	-	-	-	-	-	-	-
Unrestricted	10,478,495	17,332,106	10,903,770	9,335,127	7,356,220	11,504,290	12,424,865	11,778,200	11,796,147	18,836,038
Total Governmental Activities	\$ 63,959,592	\$ 66,192,609	\$ 56,740,457	\$ 55,450,035	\$ 53,728,536	\$ 59,158,461	\$ 60,733,617	\$ 61,210,683	\$ 61,735,756	\$ 66,464,634
Business -type Activities										
Net investment in										
capital assets	\$ 2,626,350	\$ 2,870,763	\$ 2,787,456	\$ 3,054,445	\$ 3,343,764	\$ 3,420,324	\$ 3,436,167	\$ 3,198,238	\$ 3,405,635	\$ 3,586,842
Unrestricted	209,352	93,196	31,226	144,619	125,838	144,963	31,819	22,131	(1,354,864)	(1,343,514)
Total Business-type Activities	\$ 2,835,702	\$ 2,963,959	\$ 2,818,682	\$ 3,199,064	\$ 3,469,602	\$ 3,565,287	\$ 3,467,986	\$ 3,220,369	\$ 2,050,771	\$ 2,243,328
Primary Government										
Net investment in										
capital assets	\$ 45,216,434	\$ 45,330,616	\$ 46,118,865	\$ 47,219,736	\$ 48,723,772	\$ 51,017,579	\$ 51,707,794	\$ 52,530,039	\$ 53,158,744	\$ 50,130,458
Restricted	10,891,013	6,400,650	2,505,278	1,949,617	992,308	56,916	37,125	100,682	186,500	1,084,980
Unrestricted	10,687,847	17,425,302	10,934,996	9,479,746	7,482,058	11,649,253	12,456,684	11,800,331	10,441,283	17,492,524
Total Primary Government	\$ 66,795,294	\$ 69,156,568	\$ 59,559,139	\$ 58,649,099	\$ 57,198,138	\$ 62,723,748	\$ 64,201,603	\$ 64,431,052	\$ 63,786,527	\$ 68,707,962

Source: Basic financial statements

2014 amount was restated for implementation of GASB 68 and 71.

CITY OF CREVE COEUR, MISSOURI

**CHANGES IN NET POSITION
LAST TEN YEARS**

	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
EXPENSES										
Governmental Activities										
General government	\$ 8,559,310	\$ 2,603,544	\$ 3,352,344	\$ 3,694,436	\$ 4,414,064	\$ 3,847,788	\$ 3,816,798	\$ 3,459,805	\$ 2,937,063	\$ 3,499,759
Public safety	7,936,609	2,839,917	7,475,356	7,588,435	8,062,364	7,294,707	7,161,156	6,666,101	6,379,688	6,301,073
Public works	8,109,920	6,052,349	6,748,030	6,931,109	7,801,003	6,565,453	6,320,068	6,697,351	7,051,789	6,653,270
Community development	1,356,415	419,065	1,426,912	1,512,723	1,593,856	1,435,456	1,417,196	1,253,125	1,155,390	1,084,653
Interest on long-term debt	246,567	257,302	268,199	278,349	288,622	193,508	-	-	444,455	212,633
Total Governmental Activities Expenses	26,208,821	12,172,177	19,270,841	20,005,052	22,159,909	19,336,912	18,715,218	18,076,382	17,968,385	17,751,388
Business-type Activities										
Recreation center	1,471,952	1,454,456	1,349,854	1,391,738	1,355,119	1,363,639	1,321,202	1,153,885	1,195,321	1,220,074
Total Primary Government Expenses	27,680,773	13,626,633	20,620,695	21,396,790	23,515,028	20,700,551	20,036,420	19,230,267	19,163,706	18,971,462
PROGRAM REVENUES										
Governmental Activities										
Charges for services:										
General government	830,858	670,547	433,288	486,480	456,423	437,159	406,135	435,310	229,190	228,375
Public safety	575,192	684,588	601,375	707,226	553,993	624,012	1,000,796	1,245,559	1,409,666	1,909,495
Public works	1,415,494	1,256,629	801,760	716,104	887,973	766,469	820,924	936,999	728,615	668,547
Community development	1,119,640	991,603	33,918	34,214	32,723	28,583	38,037	21,767	14,358	4,290
Operating grants and contributions	1,827,628	1,949,591	1,706,806	1,773,361	1,789,780	1,753,857	1,799,905	1,730,412	1,743,862	1,684,292
Capital grants and contributions	979,194	-	437,297	381,551	611,433	662,851	537,672	618,735	575,952	555,484
Total Governmental Activities Program Revenues	6,748,006	5,552,958	4,014,444	4,098,936	4,332,325	4,272,931	4,603,469	4,988,782	4,701,643	5,050,483
Business -type Activities										
Charges for services:										
Recreation center	1,302,574	1,152,343	967,322	1,121,200	1,054,880	1,228,705	1,068,062	995,236	1,002,575	953,409
Operating grants and contributions	40,513	37,500	-	-	-	-	-	-	-	-
Total Business-type Activities Program Revenues	1,343,087	1,189,843	967,322	1,121,200	1,054,880	1,228,705	1,068,062	995,236	1,002,575	953,409
Total Primary Government Program Revenues	8,091,093	6,742,801	4,981,766	5,220,136	5,387,205	5,501,636	5,671,531	5,984,018	5,704,218	6,003,892
NET REVENUE (EXPENSES)										
Governmental Activities	(19,460,815)	(6,619,219)	(15,256,397)	(15,906,116)	(17,827,584)	(15,063,981)	(14,111,749)	(13,087,600)	(13,266,742)	(12,700,905)
Business-type Activities	(128,865)	(264,613)	(382,532)	(270,538)	(300,239)	(134,934)	(253,140)	(158,649)	(192,746)	(266,665)
Total Primary Government, Net Expenses	(19,589,680)	(6,883,832)	(15,638,929)	(16,176,654)	(18,127,823)	(15,198,915)	(14,364,889)	(13,246,249)	(13,459,488)	(12,967,570)

CITY OF CREVE COEUR, MISSOURI
CHANGES IN NET POSITION (CONTINUED)
LAST TEN YEARS

	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION										
Governmental Activities										
Property tax	1,667,113	1,722,300	1,821,136	1,664,257	1,395,387	563,490	539,318	547,335	553,347	549,157
Sales tax	10,131,706	7,155,079	7,842,205	8,328,955	7,715,670	7,107,947	7,166,389	7,024,743	6,876,143	6,601,450
Utility tax	5,301,872	5,074,729	5,699,666	5,905,257	6,023,630	5,630,711	5,964,434	5,586,528	5,775,034	5,822,439
Other tax	32,902	35,277	37,628	36,382	40,798	47,316	53,056	46,900	45,982	48,726
Gain (loss) on sale of capital assets	-	68,996	39,367	-	22,917	50,307	-	-	(3,139)	17,595
Investment income	(1,072,363)	170,224	798,585	735,686	256,808	165,081	288,161	222,964	287,644	189,012
Miscellaneous	549,882	1,468,603	308,232	957,078	208,221	156,093	123,550	462,040	617,230	684,191
Transfers	-	-	-	-	(204,215)	(232,120)	(500,225)	(1,327,983)	(300,000)	(30,000)
Total Governmental Activities General Revenues And Other Changes In Net Position	16,611,112	15,695,208	16,546,819	17,627,615	15,459,216	13,488,825	13,634,683	12,562,527	13,852,241	13,882,570
Business-type Activities										
Investment income	608	172	2,150	-	39	115	532	264	189	434
Insurance proceeds	-	12,842	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	204,215	232,120	500,225	1,327,983	-	30,000
Total Business-type Activities General Revenues and Other Changes In Net Position	608	13,014	2,150	-	204,254	232,235	500,757	1,328,247	189	30,434
Total Primary Government General Revenues and Other Changes In Net Position	16,611,720	15,708,222	16,548,969	17,627,615	15,663,470	13,721,060	14,135,440	13,890,774	13,852,430	13,913,004
CHANGE IN NET POSITION										
Governmental Activities	(2,175,285)	9,075,989	1,290,422	1,721,499	(2,368,368)	(1,575,156)	(477,066)	(525,073)	585,499	1,181,665
Business-type Activities	(128,257)	(251,599)	(380,382)	(270,538)	(95,985)	97,301	247,617	1,169,598	(192,557)	(236,231)
Total Primary Government	\$ (2,303,542)	\$ 8,824,390	\$ 910,040	\$ 1,450,961	\$ (2,464,353)	\$ (1,477,855)	\$ (229,449)	\$ 644,525	\$ 392,942	\$ 945,434

Source: Basic financial statements

CITY OF CREVE COEUR, MISSOURI

**FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS**

	June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund										
Nondisposable	\$ 1,222,303	\$ 1,239,137	\$ 1,229,736	\$ 1,258,658	\$ 1,511,272	\$ 1,276,446	\$ 1,289,083	\$ 1,303,057	\$ 2,735,319	\$ 2,675,889
Restricted	1,896,930	-	-	-	-	-	-	-	-	-
Committed	2,200,000	2,949,533	2,949,533	-	-	-	-	-	-	-
Assigned	-	-	-	-	337,816	483,280	288,970	217,744	399,530	34,224
Unassigned	15,865,397	16,251,536	14,055,321	16,286,427	13,890,502	14,278,724	14,544,490	13,810,928	12,634,732	14,714,129
Total General Fund	\$ 21,184,630	\$ 20,440,206	\$ 18,234,590	\$ 17,545,085	\$ 15,739,590	\$ 16,038,450	\$ 16,122,543	\$ 15,331,729	\$ 15,769,581	\$ 17,424,242
All Other Governmental Funds										
Restricted	\$ 10,118,067	\$ 6,629,863	\$ 3,701,574	\$ 4,877,968	\$ 9,731,920	\$ 10,522,350	\$ 37,125	\$ 100,682	\$ 186,650	\$ 1,084,980
Committed	-	-	2,118,358	1,998,714	1,887,040	1,702,929	2,188,311	1,643,035	1,096,020	1,452,541
Total All Other Governmental Funds	\$ 10,118,067	\$ 6,629,863	\$ 5,819,932	\$ 6,876,682	\$ 11,618,960	\$ 12,225,279	\$ 2,225,436	\$ 1,743,717	\$ 1,282,670	\$ 2,537,521

Source: Basic financial statements

CITY OF CREVE COEUR, MISSOURI

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS**

	For The Fiscal Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
REVENUES										
General property and sales taxes	\$ 12,754,330	\$ 9,708,634	\$ 9,526,980	\$ 9,854,378	\$ 9,109,694	\$ 7,673,835	\$ 7,707,270	\$ 7,573,959	\$ 7,435,114	\$ 7,154,658
Public utility licenses	5,623,250	5,396,414	5,699,665	5,905,256	6,023,630	5,630,712	5,964,434	5,586,528	5,860,067	5,871,668
Other taxes	136,188	135,967	137,879	136,425	134,540	134,821	131,711	85,162	86,574	86,320
Licenses and permits	1,879,503	1,610,411	1,157,838	1,142,844	1,169,663	1,018,615	1,060,723	1,248,177	933,612	870,856
Municipal facilities	53,981	17,535	34,997	72,462	81,432	93,113	96,981	99,202	84,274	78,991
Intergovernmental	2,950,297	1,981,661	2,181,781	2,134,189	2,413,260	2,462,358	2,300,743	2,237,648	1,871,204	2,288,502
Fines, forfeitures, and charges for services	530,227	644,322	563,021	667,939	534,376	600,744	1,000,843	1,184,979	1,603,730	1,881,137
Investment income	(1,072,363)	170,224	798,585	735,686	257,277	165,081	288,161	222,965	287,644	189,012
Miscellaneous	849,141	1,502,885	421,909	1,055,370	252,257	165,204	220,023	449,949	445,475	540,110
Total Revenues	23,704,554	21,168,053	20,522,655	21,704,549	19,976,129	17,944,483	18,770,889	18,688,569	18,607,694	18,961,254
EXPENDITURES										
General government	3,595,640	2,773,517	2,964,942	2,936,220	2,937,923	3,159,421	3,262,373	3,156,302	3,126,107	3,331,747
Public safety	6,713,914	7,109,639	7,496,345	7,302,121	7,517,294	6,899,238	6,515,068	6,350,570	6,163,104	6,103,441
Public works	3,235,831	3,282,366	3,389,371	3,362,777	3,271,193	3,388,121	3,479,473	3,998,481	3,955,462	3,739,868
Community development	1,183,382	1,476,340	1,527,547	1,505,714	1,411,244	1,399,051	1,334,521	1,221,667	1,150,934	1,079,326
Capital outlay	3,669,994	3,186,988	4,838,056	8,877,393	5,234,058	3,990,650	2,960,201	2,695,378	2,672,906	2,608,613
Debt service:										
Principal	455,000	440,000	430,000	420,000	320,000	-	-	-	4,010,000	810,000
Interest	261,306	270,106	283,006	291,406	244,986	-	-	-	240,897	183,569
Bond issue costs and other	318	636	-	250	636	151,631	-	-	-	-
Total Expenditures	19,115,385	18,539,592	20,929,267	24,695,881	20,937,334	18,988,112	17,551,636	17,422,398	21,319,410	17,856,564
REVENUES OVER (UNDER) EXPENDITURES	4,589,169	2,628,461	(406,612)	(2,991,332)	(961,205)	(1,043,629)	1,219,253	1,266,171	(2,711,716)	1,104,690
OTHER FINANCING SOURCES (USES)										
Transfers in	1,739,528	596,366	629,802	531,167	1,200,000	400,000	400,000	400,000	3,150,000	400,000
Transfers out	(1,739,528)	(596,366)	(629,802)	(531,167)	(1,200,000)	(400,000)	(400,000)	(1,727,983)	(3,450,000)	(430,000)
Sale of capital assets	3,460	77,810	39,367	54,549	56,026	115,998	53,280	85,157	102,054	17,595
Issuance of bonds	-	-	-	-	-	10,635,000	-	-	-	-
Bond premium	-	-	-	-	-	208,381	-	-	-	-
Total Other Financing Sources (Uses)	3,460	77,810	39,367	54,549	56,026	10,959,379	53,280	(1,242,826)	(197,946)	(12,405)
NET CHANGE IN FUND BALANCES	\$ 4,592,629	\$ 2,706,271	\$ (367,245)	\$ (2,936,783)	\$ (905,179)	\$ 9,915,750	\$ 1,272,533	\$ 23,345	\$ (2,909,662)	\$ 1,092,285
Debt services as a percentage of noncapital expenditures	4.5%	4.5%	4.2%	4.2%	3.1%	0.0%	0.0%	0.0%	22.0%	6.3%
Fines and forfeitures as a percentage of general operating revenues (1)	2.2%	3.3%	2.9%	5.1%	4.0%	4.6%	7.4%	8.9%	11.6%	13.7%

Source: Basic financial statements

(1) Beginning in 2013 Missouri House Bill (HB) 103 requires cities to report the percentage of fines and forfeitures for traffic violations to the annual general operating revenue.

CITY OF CREVE COEUR, MISSOURI

**PROGRAM REVENUES BY FUNCTIONS/PROGRAMS
LAST TEN YEARS**

	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
FUNCTIONS/PROGRAMS										
Governmental Activities										
General government	\$ 840,708	\$ 674,552	\$ 433,288	\$ 486,480	\$ 456,423	\$ 437,159	\$ 406,135	\$ 435,310	\$ 229,190	\$ 235,215
Public safety	575,192	684,588	1,055,125	746,070	615,270	686,920	1,071,479	1,329,100	1,573,505	1,989,910
Public works	4,212,466	3,200,654	2,492,113	2,792,622	3,226,475	3,118,603	3,080,129	3,192,034	2,884,590	2,821,068
Community development	1,119,640	993,164	33,918	73,764	34,157	30,249	45,726	32,338	14,358	4,290
Total Governmental Activities	6,748,006	5,552,958	4,014,444	4,098,936	4,332,325	4,272,931	4,603,469	4,988,782	4,701,643	5,050,483
Business-type Activities										
Recreation center	1,343,087	1,189,843	967,322	1,121,200	1,054,880	1,228,705	1,068,062	995,236	1,002,575	953,409
Total Primary Government	\$ 8,091,093	\$ 6,742,801	\$ 4,981,766	\$ 5,220,136	\$ 5,387,205	\$ 5,501,636	\$ 5,671,531	\$ 5,984,018	\$ 5,704,218	\$ 6,003,892

Source: Basic financial statements

CITY OF CREVE COEUR, MISSOURI

**TAX REVENUE BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN YEARS**

Fiscal Year	Property	Sales	Franchise And Public Service (1)	Sewer Lateral	Total
2022	\$ 1,530,925	\$ 11,223,406	\$ 4,828,371	\$ 136,188	\$ 17,718,890
2021	1,586,333	8,240,746	4,593,033	135,967	14,556,079
2020	1,684,774	7,842,206	5,699,665	137,879	15,364,524
2019	1,525,424	8,328,954	5,905,256	136,425	15,896,059
2018	1,394,024	7,715,670	6,023,630	134,540	15,267,864
2017	565,888	7,107,947	5,630,712	134,821	13,439,368
2016	540,881	7,166,389	5,964,434	131,711	13,803,415
2015	549,217	7,024,742	5,586,528	85,162	13,245,649
2014	558,971	6,876,143	5,860,067	86,574	13,381,755
2013	553,208	6,601,450	5,871,668	86,320	13,112,646

Source: Governmental revenues and supplemental information

(1) Franchise fees are included beginning fiscal year 2016. In prior years, franchise fees were included in miscellaneous revenue.

CITY OF CREVE COEUR, MISSOURI

**ASSESSED AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN YEARS**

Fiscal Year	Calendar Year	Real Property	Personal Property	Railroads And Utilities	Total Assessed Value	Total Direct Tax Rate *	Estimated Actual Value	Assessed Value As A Percentage Of Actual Value
2022	2021	\$ 1,004,028,350	\$ 159,926,260	\$ 10,714,468	\$ 1,174,669,078	\$ 0.155	\$ 5,021,698,487	23.4 %
2021	2020	1,002,505,260	147,927,770	10,432,432	1,160,865,462	0.157	4,891,026,881	23.7
2020	2019	984,836,820	152,195,430	9,747,807	1,146,780,057	0.157	4,841,257,311	23.7
2019	2018	874,487,810	150,073,580	8,428,855	1,032,990,245	0.165	4,343,736,577	23.8
2018	2017	881,952,780	139,885,830	9,750,787	1,031,589,397	0.145	4,315,659,767	23.9
2017	2016	822,297,210	138,314,730	9,469,166	970,081,106	0.068	4,045,195,714	24.0
2016	2015	813,636,250	124,026,720	9,870,668	947,533,638	0.071	3,912,975,119	24.2
2015	2014	760,034,050	122,154,990	9,028,873	891,217,913	0.072	3,695,388,826	24.1
2014	2013	759,807,910	124,352,250	8,768,479	892,928,639	0.072	3,713,371,407	24.0
2013	2012	787,780,570	128,951,800	8,522,313	925,254,683	0.070	3,815,929,320	24.2

Source: St. Louis County Website Dec 31 Roll

*Commencing in 2003, Missouri State Law required the City to calculate a separate tax rate for residential real estate, agricultural real estate, commercial real estate, and personal property. The tax rate stated above for each year after 2003 reflects a re-blended rate for the various types of taxable property.

CITY OF CREVE COEUR, MISSOURI

**PROPERTY TAX RATES - DIRECT AND ALL OVERLAPPING GOVERNMENTS
LAST TEN YEARS**

	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
City of Creve Coeur*										
Operating	0.0730	0.0750	0.0750	0.0830	0.0630	0.0680	0.0690	0.0720	0.0720	0.0700
Debt Service	0.0820	0.0820	0.0820	0.0820	0.0820	-	-	-	-	-
Overlapping governments:										
State of Missouri	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
County general	0.1650	0.1760	0.1760	0.1950	0.1950	0.2060	0.2060	0.2090	0.0200	0.2000
County health/hospital	0.1110	0.1180	0.1180	0.1310	0.1310	0.1380	0.1380	0.1400	0.1400	0.1400
County park maintenance	0.0400	0.0420	0.0420	0.0460	0.0460	0.0490	0.0490	0.0500	0.0500	0.0500
County bond retirement	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0280	0.0280
County road and bridge	0.0830	0.0880	0.0880	0.0980	0.0980	1.0300	0.1030	0.1050	0.1050	0.1050
St. Louis Community College	0.2787	0.1987	0.1986	0.2129	0.2112	0.2185	0.2176	0.2200	0.2200	0.2200
Special School District	1.0158	1.1077	1.1077	1.1980	1.1912	1.2409	1.2348	1.2609	1.2400	1.0123
Metro Zoo Park and Museum	0.2455	0.2532	0.2549	0.2724	0.2694	0.2795	0.2777	0.2797	0.2797	0.2684
Dev. Disability-Productive	0.0710	0.0750	0.0750	0.0840	0.0840	0.0880	0.0880	0.0900	0.0890	0.0840
St. Louis County Library	0.2060	0.2350	0.2120	0.2340	0.2340	0.2460	0.2460	0.2500	0.2500	0.1730
Parkway School District	3.6390	3.8330	3.7661	4.0640	3.9857	4.2163	4.4617	4.0743	4.0743	3.9361
Ladue School District	3.6100	3.5497	3.5425	3.8237	3.8107	3.9195	3.5339	3.7000	3.6300	3.3600
Pattonville School District	4.2858	4.4662	4.4662	4.8800	4.8800	4.8800	4.8800	4.8800	4.5213	4.5213
Metro Sewer District	0.1041	0.1078	0.1077	0.1170	0.1159	0.1196	0.0876	0.0879	0.0874	0.0635
Metro Sewer District Extension	0.1041	0.1078	0.1077	0.1170	0.1159	0.1196	0.0195	0.0197	0.0196	0.0186
University City Storm Water	-	-	-	-	-	-	0.0930	0.0930	0.0930	0.0850
Deer Creek Sewer District	0.0660	0.0690	-	-	-	-	0.0830	0.0860	0.0860	0.0840
West Overland Fire Protection District	1.7510	1.8340	0.1813	2.0830	2.0970	2.0170	2.0170	2.0170	2.0170	2.0170
Creve Coeur Fire Protection District	0.9750	1.0280	1.0000	1.0920	1.1260	1.1790	1.1550	1.1875	0.9040	0.8960

Source: St. Louis County website. Tax-Rates-Summary. (Rates stated per \$100 assessed valuation)

*Rate for residential property.
STL County Rate Book 2020
City-Fire-Sewer District Tax Code 108AE

CITY OF CREVE COEUR, MISSOURI

**PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2022			2013		
	Total Assessed Valuation	Rank	Percentage Of Total City Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage Of Total City Taxable Assessed Value
Bayer Research/Monsanto Company	\$ 69,625,830	1	6.00 %	\$ 51,581,950	1	5.73 %
RNSI City Place Owner LLC	39,977,410	2	3.44	-	-	-
Emerson Rd LLC (formerly I & G Direct Real Estate 18, LP)	26,316,030	3	2.27	-	-	-
Danforth Plant Center	12,803,670	4	1.10	-	-	-
Missouri American Water/St. Louis Co Water	11,750,170	5	1.01	-	-	-
MRES CP6 Holdings LP	10,542,820	6	0.91	7,577,670	7	0.84
Asbury Automotive St. Louis, LLC	10,229,200	7	0.88	7,771,030	6	0.86
Waterfront Creve Coeur MO LLC (Formerly Cross Creek Multifamily Apartments LP)	10,029,510	8	0.86	-	-	-
Plaza Motors	8,461,720	9	0.73	-	-	-
AVBH VICINO LLC	6,950,670	10	0.60	-	-	-
Cornerstone LLC	-	-	-	30,375,400	2	3.38
I & G Direct Real Estate 18 LP	-	-	-	18,689,280	3	2.08
Joe H. Scott Sr./Scott Properties	-	-	-	9,973,020	4	1.11
St. Josephs Convent of Mercy	-	-	-	8,132,160	5	0.90
Ameren UE	-	-	-	7,190,545	8	0.80
Ryan LLC	-	-	-	7,144,250	9	0.79
Cross Creek Multifamily Apartments LP	-	-	-	5,852,120	10	0.65
Total	\$ 206,687,030		17.80 %	\$ 154,287,425		17.14 %

Source: St. Louis County website

CITY OF CREVE COEUR, MISSOURI

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

Fiscal Year	Tax Levy Year	Net Tax Levy (1)	Current Tax Collections	Percent Collected As Current	Delinquent Tax Collections (Settlements)	Total Tax Collections (2)	Total Collections As Percent Of Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes As Percent Of Levy
2022	2021	\$ 1,568,653	\$ 1,555,240	99.1 %	\$ (1,072)	\$ 1,554,168	99.1 %	\$ 25,104	1.60 %
2021	2020	1,711,040	607,620	35.5	(1,124,824)	1,732,444	101.3	5,737	0.34
2020	2019	1,692,331	1,700,129	100.5	9,984	1,710,113	101.1	1,271	0.08
2019	2018	1,585,844	1,570,353	99.0	(21,971)	1,548,382	97.6	10,661	0.67
2018	2017	1,452,839	1,443,206	99.3	(28,976)	1,414,230	97.3	10,570	0.73
2017	2016	593,291	587,102	99.0	(12,721)	574,381	96.8	6,704	1.13
2016	2015	581,463	578,325	99.5	(29,207)	549,118	94.4	9,576	1.65
2015	2014	575,834	560,882	97.4	(4,079)	556,803	96.7	12,709	2.21
2014	2013	573,273	566,355	98.8	1,040	567,395	99.0	13,495	2.35
2013	2012	572,217	566,605	99.0	(5,255)	561,350	98.1	19,119	3.34

Source: St. Louis County Department of Revenue Collection Division

- (1) Originally adjusted for strike offs and additions by St. Louis County Board of Equalization after adjustments.
Effective Tax Levy Year 2017 includes tax levy associated with Creve Coeur Prop P for the Police Building construction.
- (2) Data for delinquent tax collection, excluding penalties and interest, is not available by levy year.

CITY OF CREVE COEUR, MISSOURI

**SALES TAX RATES, DIRECT AND OVERLAPPING
LAST TEN YEARS**

For The Years Ended June 30	City Direct Rate	St. Louis County	State Of Missouri	Direct And Overlapping	Taxable Sales (1)
2022	1.250 %	3.513 %	4.225 %	8.988 %	\$ 482,238,294
2021	1.250	3.513	4.225	8.988	426,494,688
2020	0.750	3.513	4.225	8.488	458,547,068
2019	0.750	3.513	4.225	8.488	475,718,191
2018	0.750	3.388	4.225	8.363	449,133,947
2017	0.750	2.888	4.225	7.863	492,360,659
2016	0.750	2.888	4.225	7.863	496,501,301
2015	0.750	2.888	4.225	7.863	480,735,102
2014	0.750	2.888	4.225	7.863	473,215,450
2013	0.750	2.700	4.225	7.675	465,241,962

(1) Taxable sales reported by the Missouri Department of Revenue. State law prohibits the disclosure of specific taxpayer information

Note: The City participates in the county-wide sales tax sharing pool, which is generally distributed based on population.

Note: The City's direct rate is made up of the following:

- 0.500% Capital improvements sales tax
- 0.250% Local option sales tax effective January 2011
- 0.500% Park and stormwater sales tax effective April 2021

St. Louis County

- 0.500% Public Safety Prop P effective October 2017
- 0.125% Sales Tax (Zoo) effective November 2018

CITY OF CREVE COEUR, MISSOURI

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS**

Year	Governmental Activities			Total Primary Government	Percentage Of Personal Income (1)	Per Capita(1)
	General Obligation Bonds (2)	Lease Obligations	Special Obligation Bonds (2)			
2022	\$ 8,724,095	\$ -	\$ -	\$ 8,724,095	0.63%	\$ 468
2021	9,189,602	-	-	9,189,602	0.64%	493
2020	9,640,109	-	-	9,640,109	0.91%	541
2019	10,080,616	-	-	10,080,616	0.95%	565
2018	10,511,123	-	-	10,511,123	1.00%	589
2017	10,841,630	-	-	10,841,630	1.03%	608
2016	-	-	-	-	-	-
2015	-	-	-	-	-	-
2014	-	-	-	-	-	-
2013	-	-	4,036,082	4,036,082	0.36%	226

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

(1) See Demographics and Economic Statistics Table

(2) Face amount of bonds plus unamortized premium

CITY OF CREVE COEUR, MISSOURI

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022**

Name of Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share Of Overlapping Debt
St. Louis County	\$ 64,395,000	4.11 %	\$ 2,646,635
Parkway School District	227,965,000	13.32	30,364,938
Ladue School District	229,010,000	19.72	45,160,772
Pattonville School District	73,790,000	3.58	2,641,682
Monarch Fire District	9,975,000	4.30	428,925
West Overland Fire District	2,490,000	9.20	229,080
Creve Coeur Fire District	15,575,000	61.91	9,642,483
Subtotal	<u>623,200,000</u>		<u>91,114,515</u>
City of Creve Coeur	<u>8,724,095</u>	100.00	<u>8,724,095</u>
Total Direct And Overlapping Debt	<u><u>\$ 631,924,095</u></u>		<u><u>\$ 99,838,610</u></u>

Source: Information was obtained by contacting the taxing jurisdiction and the St. Louis County Collector's office. The percentage applicable to the City is based on the jurisdiction's assessed value within the boundaries of the City.

CITY OF CREVE COEUR, MISSOURI

**LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS**

	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Debt limit	\$ 117,466,908	\$ 116,086,546	\$ 114,678,006	\$ 103,299,025	\$ 103,158,940	\$ 97,008,111	\$ 94,753,364	\$ 89,121,791	\$ 89,292,864	\$ 92,525,488
Net debt applicable to limit	8,724,095	9,189,602	9,640,109	10,080,616	10,511,123	10,841,630	-	-	-	-
Less: Amount available in debt service fund	(817,966)	(752,787)	(586,711)	(362,136)	(258,532)	-	-	-	-	-
Total net debt applicable to limit	7,906,129	8,436,815	9,053,398	9,718,480	10,252,591	10,841,630	-	-	-	-
Legal Debt Margin	\$ 109,560,779	\$ 107,649,731	\$ 105,624,608	\$ 93,580,545	\$ 92,906,349	\$ 86,166,481	\$ 94,753,364	\$ 89,121,791	\$ 89,292,864	\$ 92,525,488
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	6.73%	7.27%	7.89%	9.41%	9.94%	11.18%	0.00%	0.00%	0.00%	0.00%

Note: Bonded indebtedness is limited by Sections 95.111 and 95.120 of the Missouri Revised Statutes (1986) to 10% of the assessed value of taxable tangible property.

CITY OF CREVE COEUR, MISSOURI

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

Year	Population (1)	Median Household Income (1)	Total Personal Income (1)	Per Capita Income (1)	Unemployment Rate (2)
2022	18,660	\$ 95,699	\$ 1,375,503,240	\$ 73,714	2.3
2021	18,622	96,319	1,425,812,052	76,566	5.3
2020	17,833	88,350	1,055,624,435	59,195	9.0
2019	17,833	88,350	1,055,624,435	59,195	3.2
2018	17,833	88,350	1,055,624,435	59,195	3.2
2017	17,833	88,350	1,055,624,435	59,195	3.6
2016	17,833	88,350	1,055,624,435	59,195	4.5
2015	17,833	88,350	1,055,624,435	59,195	5.0
2014	17,833	88,350	1,055,624,435	59,195	6.1
2013	17,833	98,093	1,106,644,648	62,056	6.7

(1) Source: 2010 and 2019 Census and U.S. Bureau of Census

(2) Source: Missouri Department of Economic Development for St. Louis County

CITY OF CREVE COEUR, MISSOURI

**PROPERTY VALUE AND CONSTRUCTION
LAST TEN YEARS**

Year	Calendar Year	Total Estimated Actual Value (1)	New Construction (2)				Alterations and Additions		Building Demolitions
			Commercial		Residential		Number Of Permits	Estimated Cost Of Construction	Number Of Permits
			Number Of Permits	Estimated Cost Of Construction	Number Of Permits	Estimated Cost Of Construction			
2022	2021	\$ 5,021,698,487	5	\$ 60,658,387	12	\$ 7,328,690	649	\$ 82,053,411	19
2021	2020	4,891,026,881	4	62,070,016	6	4,919,000	1,131	111,664,327	10
2020	2019	4,841,257,311	3	20,935,395	17	11,641,106	1,302	68,892,357	24
2019	2018	4,343,736,577	4	10,697,000	19	12,839,490	1,333	71,746,160	44
2018	2017	4,315,659,767	6	31,341,876	18	8,763,246	1,350	73,837,539	23
2017	2016	4,045,195,714	1	5,366,000	32	16,073,170	1,191	68,495,046	29
2016	2015	3,912,975,119	7	30,974,548	48	22,179,779	1,102	48,216,828	23
2015	2014	3,695,388,826	5	52,602,986	55	27,205,217	1,060	56,975,739	26
2014	2013	3,718,748,397	2	18,389,042	14	6,381,607	1042	48,245,467	26
2013	2012	3,831,999,850	3	13,277,456	9	6,925,444	930	57,907,117	11

(1) Source: St. Louis County Assessor

(2) Source: The City's Building Department

PRELIMINARY DRAFT FOR CLIENT DISCUSSION PURPOSES ONLY NOT TO BE RELIED UPON BY THIRD PARTIES

CITY OF CREVE COEUR, MISSOURI

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2022			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Mercy Hospital St. Louis	6,222	1	11.69 %	6,737	1	14.97 %
Bayer Corp Science LP formerly Monsanto	3,800	2	7.14	3,700	2	8.22
SSM Healthcare Corporation	969	3	1.82	450	4	1.00
Barnes West	788	4	1.48	-	-	-
Refinitiv US LLC	391	5	0.73	-	-	-
Plaza Motor Company	339	6	0.64	400	5	0.89
Armanino	284	7	0.53	-	-	-
Midwest Series of Lockton Companies LLC	283	8	0.53	172	16	0.38
The Climate Corporation	250	9	0.47	-	-	-
Daugherty Systems, Inc.	225	10	0.42	275	7	0.61
Parc Provence Management LLC	210	11	0.39	-	-	-
Bension Hill	200	12	0.38	-	-	-
Enterprise Bank & Trust	192	13	0.36	-	-	-
Excel Home Care Inc	175	14	0.33	-	-	-
Western Diesel Srvs	175	15	0.33	-	-	-
CSI Leasing	162	16	0.30	-	-	-
Commerce Bank	161	17	0.30	200	11	0.44
Bunzel Distribution USA Inc	139	18	0.26	153	20	0.34
Hicuity Health Inc	94	19	0.18	-	-	-
Clearent LLC	73	20	0.14	-	-	-
Busey Bank	-	-	-	300	6	0.67
Reuters Information Technology, Inc.	-	-	-	1,000	3	2.22
Tubular Steel Inc.	-	-	-	253	8	0.56
Rocktenn	-	-	-	173	15	0.38
Ceridian Corporation	-	-	-	218	10	0.48
Corizon, Inc	-	-	-	165	17	0.37
Arch Coal	-	-	-	235	9	0.52
HBE Corporation	-	-	-	200	12	0.44
Brown, Smith, Wallace	-	-	-	180	13	0.40
Rabo Agrifinance Inc	-	-	-	180	14	0.40
Isle of Capri Casinos	-	-	-	160	18	0.36
Knowledge Lake, Inc	-	-	-	155	19	0.34
Total	15,132		28.42 %	15,306		33.99 %

Source: Business License database

CITY OF CREVE COEUR, MISSOURI

**FULL-TIME CITY EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS**

FUNCTIONS/PROGRAMS	June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General government:										
Legislative services	1.0	1.0	1.0	1.0	1.7	2.0	1.0	1.0	1.0	1.0
Legal services	-	-	-	1.0	-	-	-	-	-	-
Administrative services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Municipal court	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0	3.0	3.0
Finance	4.0	4.0	5.0	4.0	5.0	5.0	5.0	5.0	5.0	4.0
Information services	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0
Community services	1.2	1.2	0.7	0.7	0.7	0.7	0.7	0.7	1.0	0.6
Maintenance of municipal property	1.0	2.5	2.5	1.7	1.7	2.0	1.7	1.7	1.0	1.5
Police:										
Officers	49.0	49.0	49.0	50.0	50.0	50.0	50.0	50.0	50.0	49.0
Civilians	5.0	4.0	3.0	3.0	4.3	4.3	4.0	4.0	4.0	4.0
Public works:										
Administration	3.3	3.5	3.5	4.0	5.0	5.0	5.0	4.0	4.0	4.0
Street maintenance	9.0	9.0	9.0	10.0	11.0	11.0	11.0	11.0	11.0	11.0
Parks maintenance	4.0	3.5	3.5	3.3	3.3	3.3	3.3	3.3	4.0	4.0
Community development	13.5	13.5	13.5	13.0	13.0	13.0	13.0	12.0	11.0	10.5
Capital Improvement - Administration	1.0	1.0	1.0	1.0	-	-	-	-	-	-
Ice arena	3.0	3.0	2.5	2.5	2.5	2.5	2.5	2.5	2.0	2.2
Golf course	3.8	3.8	3.8	3.8	3.8	3.8	3.8	3.8	3.0	3.2
Sewer lateral	0.2	-	-	-	-	-	-	-	-	-
Parks and stormwater - Administration	1.0	-	-	-	-	-	-	-	-	-
Total	107.0	106.0	105.0	106.0	109.0	109.6	109.0	107.0	105.0	104.0

Source: The City's Annual Budget Document

Schedule only includes full-time City personnel positions.

CITY OF CREVE COEUR, MISSOURI

**OPERATING INDICATORS BY FUNCTIONS/PROGRAMS
LAST TEN YEARS**

	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
FUNCTIONS/PROGRAMS										
Police-Patrol										
Arrests	501	364	790	889	790	655	991	1,442	1,388	1,318
Traffic citations	2,651	3,688	4,431	4,414	4,202	3,899	6,821	9,826	10,701	9,862
Crime reports	1,001	906	920	1,016	1,035	999	973	954	1,361	1,071
Accident reports	1,031	778	1,122	1,429	1,474	1,412	1,489	1,353	1,254	1,383
Warrants	148	152	83	170	115	101	173	148	165	209
Public Works										
Road repair-tons of mix	72	81	143	1,011	194	182	182	238	264	324
Linear feet of storm pipe cleared	60	60	100	-	50	-	-	-	90	120
Traffic control signs serviced	578	153	365	190	129	185	201	109	178	158
Leaves collected-cubic yards	12,511	14,568	15,107	15,450	13,663	14,590	14,244	14,820	20,452	17,500
Weed violations issued	65	58	47	52	93	54	38	25	32	47
Acres mowed and maintained	1,820	1,820	1,820	1,820	1,820	1,820	1,820	1,820	1,820	1,820
Trees and shrubs planted	406	321	458	313	78	28	9	47	350	300
Planning and Building										
Site development/concept plans	26	25	22	9	9	17	11	16	29	24
Rezoning applications	-	1	-	1	3	-	-	-	2	4
Text amendments	3	3	2	7	4	2	4	3	3	9
Building permits issued	1,426	1,422	1,322	1,356	1,374	1,224	1,154	1,120	1,046	972
Building inspections completed	7,496	8,500	6,027	7,716	6,163	6,251	5,482	5,614	5,093	4,794
Finance and Administration										
Merchant licenses issued	1,283	1,056	1,016	1,176	1,008	939	971	1,031	1,030	1,023
Payroll checks issued	3,395	3,538	3,596	3,581	3,776	3,729	3,762	3,679	3,639	3,753
Accounts payable processed	4,518	5,749	4,581	4,218	4,293	4,938	4,469	4,573	4,470	4,288
Website page views	259,844	248,057	238,673	365,800	362,696	432,380	451,242	395,649	362,508	412,754
Requests for public records	86	76	58	120	133	105	91	110	98	110

Source: The City's Internal Department Reports

CITY OF CREVE COEUR, MISSOURI

**CAPITAL ASSETS STATISTICS BY FUNCTIONS/PROGRAMS
LAST TEN YEARS**

FUNCTIONS/PROGRAMS	For The Years Ended June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Marked patrol units	13	13	14	17	11	11	16	16	16	15
Sectors	5	5	5	5	5	5	5	5	5	5
Public Works										
Miles of streets	79	79	79	162	157	157	157	157	154	149
Street lights and signals	123	123	123	121	121	121	121	121	121	110
Parks and Recreation										
Number of parks	6	6	6	7	7	7	7	7	7	7
Acres of parks	94	94	94	95	95	95	95	95	95	95
Tennis courts	7	8	8	8	8	8	8	8	8	8
Pickleball courts	2	-	-	-	-	-	-	-	-	-
Ice arena	1	1	1	1	1	1	1	1	1	1
Golf course	1	1	1	1	1	1	1	1	1	1

Source: The City's capital assets inventory report

CITY OF CREVE COEUR, MISSOURI
REPORT ON INTERNAL CONTROL RELATED
MATTERS AND ADVISORY COMMENTS

JUNE 30, 2022

FOR CLIENT DISCUSSION PURPOSES ONLY
PRELIMINARY DRAFT
NOT TO BE RELIED UPON BY THIRD PARTIES

The Honorable Mayor, Members
of the City Council and Management
City of Creve Coeur, Missouri

In planning and performing our audit of the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Creve Coeur, Missouri (the "City") as of and for the year ended June 30, 2022, in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a deficiency in internal control that we consider to be a material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

Our comments concerning internal control and other significant matters are presented as follows:

- I. Deficiency Considered to be a Material Weakness
- II. Status of Prior Year Deficiency Considered to be a Material Weakness
- III. Status of Prior Year Other Matters

This communication is intended solely for the information and use of management, the Honorable Mayor, the Members of the City Council, and others within the City, and is not intended to be, and should not be used by anyone other than these specified parties.

We will be pleased to further discuss these matters with you and want to express our sincere appreciation to the staff for the cooperation and assistance received during the audit engagement and for the opportunity to serve the City of Creve Coeur, Missouri.

Yours very truly,

St. Louis, Missouri
(DATE)

I. DEFICIENCY CONSIDERED TO BE MATERIAL WEAKNESS

Prior Period Adjustment

The City recorded prior period adjustments and restated net position as of June 30, 2021. These adjustments were made to correct misstatements in capital asset balances that were identified as a result of strengthened internal control procedures over capital asset record maintenance. Changes were made to the infrastructure balances to update records to current inventory of infrastructure and to equipment, furniture, and fixtures, to reflect updates to current inventory of capital assets. Accumulated depreciation was also adjusted as necessary. The impact of these adjustments on governmental activities was to increase capital assets being depreciated by \$618,817, increase accumulated depreciation by \$2,130, and increase beginning net position by \$616,687.

II. STATUS OF PRIOR YEAR DEFICIENCY CONSIDERED TO BE MATERIAL WEAKNESS

Prior Period Adjustment

In the prior year, we noted the City recorded prior period adjustments and restated net position as of June 30, 2020.

Status: See I. Deficiency Considered to be Material Weakness for the current year comment.

III. STATUS OF PRIOR YEAR OTHER MATTERS

Year-End Procedures

In the prior year, we encouraged management to ensure that established year end procedures provide for proper review and timely correction.

Status: This comment will not be repeated.

New Accounting Guidance for Leases

In the prior year, we recommended that the City begin to evaluate all current leases and contracts to determine if they meet the Government Accounting Standards Board (GASB) 87 definition of a lease and develop a plan for the implementation.

Status: GASB 87 was implemented during the year ended June 30, 2022; therefore, this comment will not be repeated.

CITY OF CREVE COEUR, MISSOURI

**REPORT TO THE AUDIT COMMITTEE
AND THE HONORABLE MAYOR
AND THE CITY COUNCIL**

JUNE 30, 2022

PRELIMINARY DRAFT
FOR CLIENT DISCUSSION PURPOSES ONLY
NOT TO BE RELIED UPON BY THIRD PARTIES

To The Members of the Audit Committee,
The Honorable Mayor, and
The Members of the City Council
City of Creve Coeur, Missouri

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Creve Coeur, Missouri (the "City") for the year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated March 30, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. During the current year, the City adopted Statement of Government Accounting Standards (GASB Statement) No. 87, Leases. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements are:

- Management's estimate for useful lives of capital assets.
- The City provides an allowance for uncollectible accounts equal to the estimated collection losses that will be incurred in collection of its court fines receivable. The estimated losses are 50% of the total court fines receivable which are based on historical collection experience coupled with a review of the current status of the existing receivables.
- Management records a net pension liability and an OPEB liability in the government-wide financial statements based on amounts actuarially determined in accordance with the parameters of applicable GASB statements.

Significant Audit Matters (continued)

Qualitative Aspects of Accounting Practices (continued)

We evaluated the key factors and assumptions used to develop the estimates above in determining that they are reasonable in relation to the financial statement taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. We assisted the City in preparing year-end modified and full accrual journal entries and the financial statements and related notes. All adjusting journal entries prepared by us have been reviewed, approved, and recorded by management in the books and records.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated (DATE).

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Significant Audit Matters (continued)

Other Audit Findings or Issues (continued)

As discussed in Note 14 of the financial statements, in March 2020, the World Health Organization declared COVID-19 to constitute a “public health emergency of international concern.” Given the uncertainty of the situation, the duration of any business disruption and related financial impact cannot be reasonably estimated at this time. Our opinion is not modified with respect to this matter.

Other Matters

We applied certain limited procedures to the management’s discussion and analysis and required supplemental information, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the other supplemental information, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, except the budgetary comparison schedules are prepared on a budget basis as described in the notes to the budgetary comparison information. We also performed procedures and made certain inquiries of management to determine that the method of preparation has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the other supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the introductory and statistical sections, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the audit committee, the Honorable Mayor and the Members of the City Council and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

St. Louis, Missouri
(DATE)

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To The Members of the Audit Committee,
The Honorable Mayor, and
The Members of the City Council
City of Creve Coeur, Missouri

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Creve Coeur, Missouri (the "City") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated (DATE).

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a deficiency in internal control, described in the accompanying schedule of findings and responses as item 2022-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the finding identified in our audit and described in the accompanying schedule of findings and responses. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

St. Louis, Missouri
(DATE)

CITY OF CREVE COEUR, MISSOURI

**SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2022**

FINANCIAL STATEMENT FINDING

2022-001 Finding Type: Material Weakness

Condition: The City recorded prior period adjustments and restated net position as of June 30, 2021. These adjustments were made to correct misstatements in capital asset balances that were identified as a result of strengthened internal control procedures over capital asset record maintenance. Changes were made to the infrastructure balances to update records to current inventory of infrastructure and to equipment, furniture, and fixtures, to reflect updates to current inventory of capital assets. Accumulated depreciation was also adjusted as necessary. The impact of these adjustments on governmental activities was to increase capital assets being depreciated by \$618,817, increase accumulated depreciation by \$2,130, and increase beginning net position by \$616,687.

Criteria: Proper internal controls should be in place over the City's capital asset records to timely ensure accuracy and completeness of information.

Cause: As a result of strengthened internal control procedures over capital asset records, adjustments were identified.

Effect: Because of weaknesses in prior years' internal controls over capital asset records, adjustments were noted in the current year.

Recommendation: We recommend that the City continue to implement its enhancements to internal control procedures over capital asset records to timely ensure accuracy and completeness of information.

Views of Responsible Officials and Planned Corrective Action: The City recognizes the importance of having strong internal controls in place, which is why additional procedures were implemented during the year ended June 30, 2022. These enhanced internal control procedures lead to the identification of prior years' issues. The City will continue to perform these procedures in the future on a timely basis.

FOLLOW UP ON PRIOR YEAR FINANCIAL STATEMENT FINDING

2021-001 Condition: In the prior year, we noted the City recorded prior period adjustments and restated net position as of June 30, 2020.

Current Year Status: See 2022-001 for current year matter.