

# **CITY OF BERKELEY, MISSOURI**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED  
JUNE 30, 2017**

# **CITY OF BERKELEY, MISSOURI**

**Comprehensive Annual Financial Report  
For The Fiscal Year Ended June 30, 2017**

Prepared by the Finance Department

# CITY OF BERKELEY, MISSOURI

## FINANCIAL REPORT

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# CITY OF BERKELEY, MISSOURI

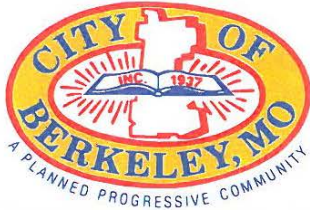
## FINANCIAL REPORT

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**INTRODUCTORY SECTION**

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December 28, 2017

The Comprehensive Annual Financial Report (CAFR) of the City of Berkeley, Missouri (the City) for the fiscal year ended June 30, 2017, is hereby submitted. This CAFR was prepared in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America (GAAS) by an independent firm of licensed Certified Public Accountants.

This CAFR is the City management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this CAFR. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient, reliable information for the preparation of the City's financial statements in conformance with GAAP.

This internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived and 2) the valuation of costs and benefits require estimates and judgments by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements were audited by Hochschild, Bloom & Company LLP, a firm of licensed Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2017, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall Financial Statement presentation. The Independent Auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended June 30, 2017, are fairly presented in conformity with GAAP. The Independent Auditor's Report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of management's discussion and analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the Independent Auditor's Report.

The City's Finance Department prepared this report. Responsibility for both the accuracy of presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included.

## **PROFILE OF THE CITY**

The City is a community of approximately 9,000 residents located five (5) miles northwest of the western city limits of the City of St. Louis, Missouri. The City is located on the eastern edge of Lambert-St. Louis International Airport and is bisected by Highway I-170. The City extends just south of Highway I-70 and extends northward nearly to Highway I-270. The City covers 4.92 square miles and is bordered by the City of Hazelwood on the north; the Cities of Ferguson, Kinloch, and Cool Valley to the east; Bel Ridge and St. John to the south; and Woodson Terrace and Lambert-St. Louis International Airport to the west. The North Hanley stop of the Metro-Link light rail mass transit system is located in the City.

The City was incorporated in 1937 as a charter city under Missouri statute. The City now operates as a Home Rule Charter City, with a Council/Manager form of government. The charter was approved by the citizens of the City in 1957 and amended in 1960, 1963, 1972, and 1986.

Under the Home Rule Charter, the City has seven (7) City Council Members. Five (5) are elected from the City's five (5) wards and the Mayor and one (1) Councilperson-at-large are elected by the entire City. Under the Charter, the Mayor is referred to as a Councilman and all further references to the City Council include the Mayor. All elected officials serve four (4) year terms.

The City Manager is appointed by the City Council and serves at the pleasure of the elected body. The City Manager is responsible for directing, supervising, and monitoring all City departments, personnel, and operations. The City Manager is charged with managing the City in a fiscally prudent and proficient manner on a day-to-day basis and reports directly to the City Council.

The City is comprised of nine (9) departments: (i) Administration, (ii) City Clerk, (iii) Finance, (iv) Municipal Court, (v) Information Technology, (vi) Police Protection, (vii) Fire Protection, (viii) Public Works, and (ix) Parks and Recreation. Department Directors report directly to the City Manager, while supervisors report to their respective department heads.

The City Council directly controls the appointed positions of the City Manager, Municipal Judge, and City Clerk. The City Attorney is appointed by the City Manager, with the approval of the City Council. All other employees serve under a performance based personnel system established by the City Charter. The City Manager, the Chief Administrative Officer of the City,



serves at the pleasure of the Mayor and City Council and is directed to carry out all matters of policy decided by the City Council. The City Clerk is the City's chief record keeper and, in addition to recording all minutes of Council proceedings and preparing City Council agenda, notifications, etc., will perform such other duties as required by the City. The City Attorney is the City's chief legal counsel, also serving at the pleasure of the elected body. The City Attorney is responsible for providing legal guidance to the Mayor, City Council, and City Manager.

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriations to the Finance Director. These requests are then used as a starting point for developing a proposed budget. The Finance Director presents this proposed budget to the City Manager for review. The City Council is required to hold a public hearing on the proposed budget and to adopt a final budget. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. This comparison is presented as part of the financial statements for the governmental funds.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

**Local economy.** The economic condition and outlook of the City continues to remain fairly stable. The City's housing stock, geographic location, and variety of services have kept real estate marketable. Commercial vacancies are still modest and while the potential for further retail and industrial development continues to appear to be favorable within the next five (5) years.

The City's tax structure relies primarily on all sales taxes and utility taxes. Utility tax receipts, property taxes, and sales tax receipts are expected to remain stable in the coming year.

**Long-term financial planning.** The City continues to evaluate the City's transportation system. Several projects are in the planning stages. Partial funding for these is anticipated to come from grant funding.

**Relevant financial policies.** The City maintains budgetary controls to ensure legal provisions included in the annual budget are approved by the City Council. The City seeks to stabilize operating revenues and expenditures while maintaining the level of service to its citizens.

**Major initiatives.** The City will be considering other projects, such as realignment of major streets, future commercial development, community center project, and renovation of other City facilities.

The City has implemented a risk management program. As part of this comprehensive plan, various control techniques, including employee accident prevention training, safety meetings, and departmental first aid training, have been implemented to minimize accident-related losses.

**Pension.** The City sponsors a single-employer defined benefit pension plan for its full-time police officers and firemen. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution that the City must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. The City has been unable to fully fund its annual required contribution to the pension plan as deter-

mined by the actuary for the last eleven (11) years. As a result of this shortfall, the City has a net pension liability for the year ending June 30, 2017.

The City also provides pension benefits for its non-uniformed employees. These benefits are provided through Missouri Local Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. The City paid 100% of the required contribution, as determined by LAGERS.

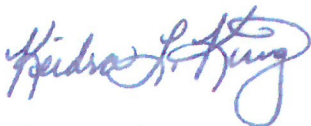
## **AWARDS AND ACKNOWLEDGEMENTS**

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 CAFR for the fiscal year ended June 30, 2016. This was the 18<sup>th</sup> consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both GAAP and applicable legal requirements.

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

The preparation of this CAFR would not have been possible without the efficient and dedicated services of the entire staff of the finance and administration departments. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this CAFR. Credit also must be given to the Mayor and the governing council for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Heidra L. King". The signature is fluid and cursive, with the first name "Heidra" being more prominent.

Finance Director

**CITY OF BERKELEY, MISSOURI**  
**PRINCIPAL OFFICIALS**  
**JUNE 30, 2017**

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**MAYOR**

Thoedore Hoskins

**CITY COUNCIL MEMBERS**

Emmalene Mitchell, Ward I  
Brenda Williams, Ward II  
Lee Etta Hoskins, Ward III  
Louvenia Mathison, Ward IV  
Patricia Kirkland, Ward V  
Ralph McDaniel, Councilperson-at-Large

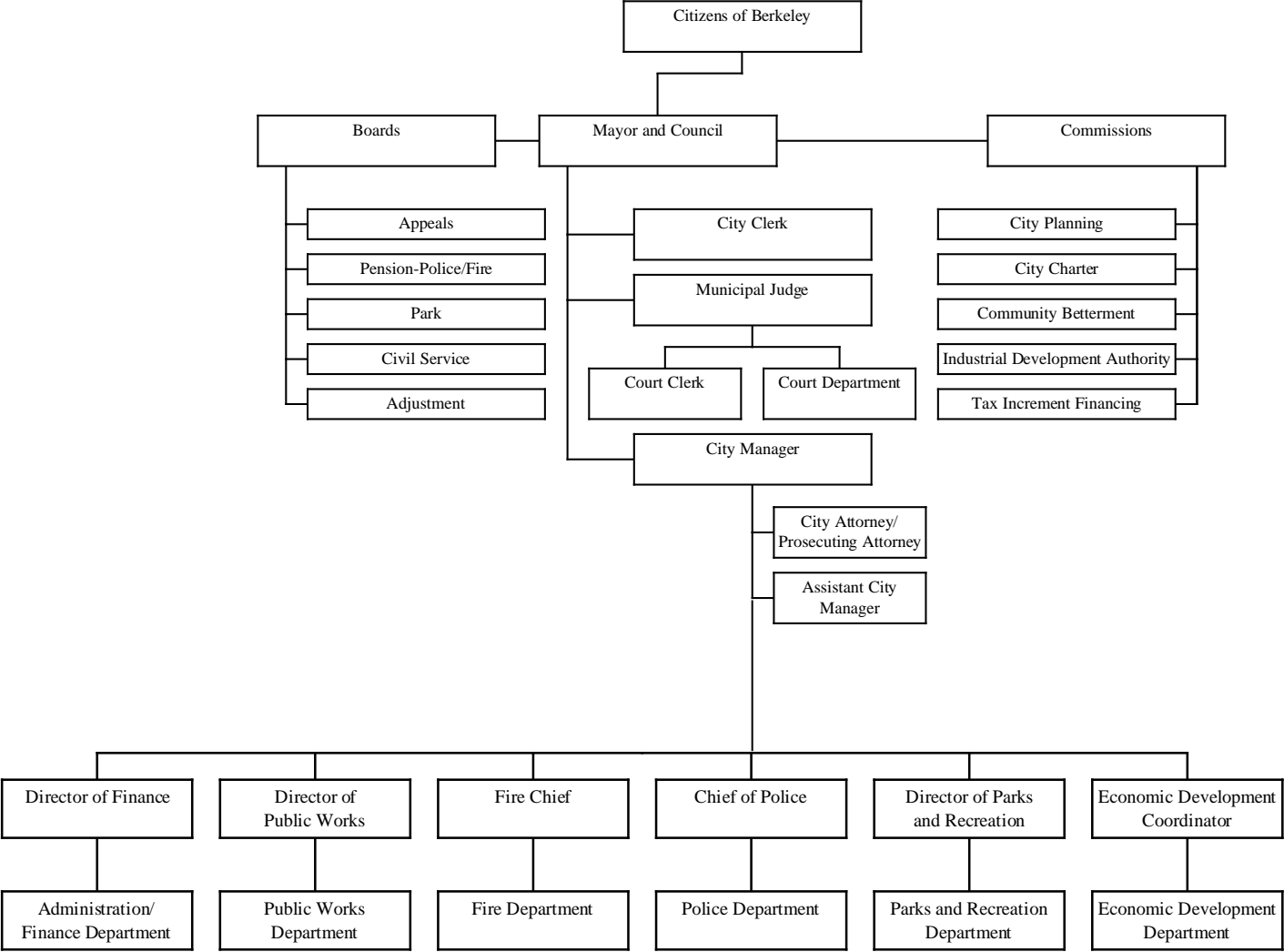
**COUNCIL-APPOINTED OFFICIALS**

Debra M. Irvin, Interim City Manager  
Donnell Smith, City/Prosecuting Attorney  
Deanna L. Jones, City Clerk  
Jennifer H. Fisher, Municipal Judge

**MANAGEMENT STAFF**

Eye-Liza Conner, Director of Public Safety  
James Linhardt, Fire Chief  
Debra M. Irvin, Building Commissioner  
Keidra L. King, Director of Finance

CITY OF BERKELEY, MISSOURI  
ORGANIZATION CHART





Government Finance Officers Association

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

Presented to

**City of Berkeley  
Missouri**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

*Christopher P. Morill*

Executive Director/CEO

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**FINANCIAL SECTION**

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

## **INDEPENDENT AUDITOR'S REPORT**

December 28, 2017

Honorable Mayor and Members of City Council  
**CITY OF BERKELEY, MISSOURI**

### **REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the **CITY OF BERKELEY, MISSOURI** (the City), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of June 30, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *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, 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.

### *Other Information*

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

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

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

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

#### **OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2017 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Hochschild, Bloom & Company LLP*  
CERTIFIED PUBLIC ACCOUNTANTS

# **CITY OF BERKELEY, MISSOURI**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

### **FOR THE YEAR ENDED JUNE 30, 2017**

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This section of the City of Berkeley, Missouri's (the City) financial report presents an easily readable analysis of the City's financial activities based on currently known facts, decisions, and conditions. We encourage readers to consider the information presented here in conjunction with additional information, which is furnished in our letter of transmittal. For a comprehensive understanding of the financial statements, please review the City's financial statements, including the footnotes that follow the management's discussion and analysis (MD&A).

#### **FINANCIAL HIGHLIGHTS**

- On a government-wide basis, the City's total assets and deferred outflows exceeded its liabilities and deferred inflows for the most recent fiscal year by \$23,487,201. This amount at June 30, 2016 was \$21,602,211.
- The City's total net position increased by \$1,884,990 and \$5,936,019 for fiscal years June 30, 2017 and 2016, respectively.
- As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$16,653,631.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$4,748,540.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The MD&A is intended to serve as an introduction to the City's basic 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 financial statements.

**Government-wide financial statements.** The first set of financial statements are the government-wide statements which report information about the City as a whole using accounting methods similar to those used by private-sector businesses. The two government-wide statements, statement of net position and statement of activities, report the City's net position and how it has changed.

The statement of net position presents information on all of the City's assets, deferred outflows, liabilities and deferred inflows with the difference reported as net position. Increases and decreases in net position may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating. The statement of net position also provides information on unrestricted and restricted net position and net investment in capital assets.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of timing of related cash flows.

The statement of activities presents the various functions of the City and the degree by which they are supported by charges for services, federal and state grants, tax revenues, and investment income.

**CITY OF BERKELEY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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The governmental activities of the City include general government, public safety, public works, parks and recreation, and community development as well as interest and fiscal charges.

**Fund financial statements.** The second set of statements are fund financial statements, which provide information about groupings of related accounts which are used to maintain control over resources for specific activities or objectives. The City uses fund accounting to demonstrate compliance with finance-related legal requirements. The fund financial statements provide more detailed information about the City's most significant funds -- not the City as a whole. The funds of the City can be divided into the following two categories: 1) governmental funds and 2) fiduciary funds. It should be noted that the City does not have any proprietary funds.

**Governmental funds.** Governmental funds tell how general governmental services were financed in the short-term as well as what financial resources remain available for future spending to finance City programs.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental 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 government'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 according to their type (General, Special Revenue, Capital Projects, and Debt Service 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, Fire Equipment Sales Tax Fund, Building Fund, Economic Development Fund, Parks and Recreation Fund and the Project Fund, which are considered to be major funds. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of individuals or units outside of the City. The City is the trustee or fiduciary responsible for assets, which can be used only for the trust beneficiaries per trust arrangements. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the City's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The City's Pension Trust Fund and municipal court bond amounts are reported under the fiduciary funds. Since the resources of these funds are not available to support the City's own programs, they are not reflected in the government-wide financial statements.

**CITY OF BERKELEY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**Notes to financial statements.** The notes to financial statements 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 notes to financial statements, this report presents required supplemental information concerning the City's budgetary comparisons for the General Fund, Fire Equipment Sales Tax Fund, Parks and Recreation Fund, Economic Development Fund, and pension schedules.

**Other supplemental information.** The combining and individual fund statements provide fund level detail for all nonmajor governmental funds and the other major funds.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The City presents its financial statements under the reporting model required by the Governmental Accounting Standards Board. The condensed statement of net position for governmental activities was as follows:

	<b>June 30</b>	
	<b>2017</b>	<b>2016</b>
<b>ASSETS</b>		
Current and other assets	\$ 20,779,981	21,607,944
Capital assets, net	18,414,438	15,143,546
Total Assets	<u>39,194,419</u>	<u>36,751,490</u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred amounts related to pensions	<u>4,988,531</u>	<u>8,182,040</u>
 <b>LIABILITIES</b>		
Other liabilities	1,170,329	1,043,482
Long-term liabilities	14,629,621	15,742,264
Total Liabilities	<u>15,799,950</u>	<u>16,785,746</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred amounts related to pensions	<u>4,895,799</u>	<u>6,577,749</u>
 <b>NET POSITION</b>		
Net investment in capital assets	8,655,029	7,589,396
Restricted	11,143,335	10,872,424
Unrestricted	<u>3,688,837</u>	<u>3,108,215</u>
Total Net Position	<u><u>\$ 23,487,201</u></u>	<u><u>21,570,035</u></u>

A portion of the City's net position reflects its investment of \$8,655,029 in capital assets (e.g., land, buildings, infrastructure, and equipment) less any related debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The in-

**CITY OF BERKELEY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

crease in assets is primarily due to construction of the new police station. The decrease in long-term liabilities and the decrease in deferred inflows are related to changes in the pension actuarial amounts.

**Change in net position.** The City's total revenues on a government-wide basis were \$12,303,668. Taxes represent 76% of the City's revenues. Charges for services represent 14% and the remaining 10% is investment earnings; operating and capital grants and contributions; and other revenues.

The total cost of all programs and services was \$10,418,678. The City's expenses cover a range of typical city services. The significant fluctuations in public safety expenses are related to changes in the pension actuarial amounts which affected public safety expense amounts significantly.

The condensed statement of activities for governmental activities was as follows:

	<b>For The Years Ended June 30</b>	
	<b>2017</b>	<b>2016</b>
<b>REVENUES</b>		
Program revenues:		
Charges for services	\$ 1,780,805	1,790,335
Operating grants and contributions	755,345	743,085
Capital grants and contributions	210,923	536,256
General revenues:		
Taxes	9,327,335	8,803,041
Investment income	13,001	47,127
Other	176,259	253,198
Gain on sale of capital assets	40,000	-
Total Revenues	<u>12,303,668</u>	<u>12,173,042</u>
<b>EXPENSES</b>		
General government	2,641,271	2,574,683
Public safety	5,015,227	848,255
Public works	1,642,617	1,583,531
Parks and recreation	537,317	526,317
Community development	6,379	11,289
Interest	575,867	692,948
Total Expenses	<u>10,418,678</u>	<u>6,237,023</u>
<b>CHANGE IN NET POSITION</b>	<u>1,884,990</u>	<u>5,936,019</u>
NET POSITON, JULY 1	21,570,035	15,736,330
<b>RESTATEMENT</b>	<u>32,176</u>	<u>(102,314)</u>
NET POSITION, JULY 1 AS RESTATED	<u>21,602,211</u>	<u>15,634,016</u>
<b>NET POSITION, JUNE 30</b>	<u>\$ 23,487,201</u>	<u>21,570,035</u>

**CITY OF BERKELEY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**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 on the City's governmental funds is to provide information and balances of available spendable 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 current fiscal year, the City's governmental funds reported combined ending fund balances of \$16,653,631, a decrease of \$1,369,606 in comparison with the prior year. Approximately 66% of this amount, \$11,049,356, constitutes restricted fund balance, which is not available for new spending because it has already been restricted: 1) to pay debt service (\$1,087,745), 2) for economic development (\$3,646,768), 3) for building (\$1,975,174), 4) other capital projects (\$1,320,954), and 5) for other restricted purposes (\$3,018,715).

At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$4,748,540, while total fund balance was \$5,749,908. The fund balance of the City's General Fund increased by \$1,128,763 during the current fiscal year, primarily due to an increase in taxes, licenses, and other fees.

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

- The Fire Equipment Sales Tax Fund increased by \$217,957 from the fund balance at the end of the prior year. This increase is due to a decrease in capital outlay.
- The Building Fund decreased by \$911,496 from the fund balance at the end of the prior year. This decrease is mainly due to an increase in capital outlay.
- The Economic Development Fund increased by \$178,683 from the fund balance at the end of the prior year. This increase is due to a decrease in capital outlay.
- The Parks and Recreation Fund increased by \$187,095 from the fund balance at the end of the prior year. This increase is due to a decrease in capital outlay.
- The Project Fund decreased by \$2,728,469 from the fund balance at the end of the prior year. This decrease is due to an increase in capital outlay as the new police station nears completion.

**Fiduciary funds.** The City maintains fiduciary funds for the assets of the uniformed personnel through the Police and Firemen's Pension Fund. As of the end of the current fiscal year ending June 30, 2017, the net position of the Pension Trust Fund totaled \$12,881,066. This represents an increase of \$990,677 in total net position over the last fiscal year primarily due to an increase in the fair value of the Pension Trust Fund's investments.



**CITY OF BERKELEY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**GENERAL FUND BUDGETARY HIGHLIGHTS**

Actual revenues for the City's General Fund of \$9,099,069 were greater than anticipated budgeted revenues of \$8,550,995 primarily due to higher than expected business licenses and manufacturer fees and taxes. The City's General Fund expenditures of \$7,492,621 were \$1,452,559 under the budgeted amount of \$8,945,180 primarily due to the decrease in anticipated expenditures in general government, public safety, and public works.

The General Fund had a net increase in fund balance of \$1,128,763 for the year ended June 30, 2017.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital assets.** The City invested \$18,414,438 in a broad range of capital assets. Capital assets, net of depreciation, increased for the current fiscal year (including additions and deletions) by \$3,270,892, mainly due to an increase in construction in progress on the City's new police station.

Capital assets net of depreciation for governmental activities was as follows:

	<b>June 30</b>	
	<b>2017</b>	<b>2016</b>
Land	\$ 1,204,594	1,169,484
Construction in progress	4,249,784	405,761
Buildings, improvements, and infrastructure	10,677,991	11,113,246
Machinery	796,756	875,491
Furniture and fixtures	-	346
Vehicles	1,485,313	1,579,218
Total Capital Assets, Net Of Depreciation	<u>\$ 18,414,438</u>	<u>15,143,546</u>

All depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Fund financial statements record capital asset purchases as expenditures.

Additional information on the City's capital assets can be found in Note C.

**Long-term debt.** At the end of the fiscal year 2017, the City had outstanding long-term debt obligations for governmental activities in the amount of \$9,970,571 compared to \$10,588,765 in fiscal year 2016. The decrease in total long-term debt outstanding is due to the payment of principal and no debt issued in the current year.

The City's governmental activities outstanding long-term debt obligations are as follows:

**CITY OF BERKELEY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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	<b>June 30</b>	
	<b>2017</b>	<b>2016</b>
Compensated absences	\$ 211,162	306,146
Certificates of participation premium	668	892
Bond premium	53,741	56,727
General obligation bonds	2,450,000	2,700,000
Certificates of participation	<u>7,255,000</u>	<u>7,525,000</u>
Total Outstanding Long-term Debt	<u><u>\$ 9,970,571</u></u>	<u><u>10,588,765</u></u>

Additional information on the City's long-term debt can be found in Note D.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The fiscal year 2018 total expenditure budget is \$16,399,863, a decrease from the 2017 budget appropriation of \$21,072,115 while total revenue is budgeted for \$14,412,479 in 2017. The difference is the amount to be used from available fund balances.

**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 information should be addressed to:

City of Berkeley  
Keidra L. King, Finance Director  
8425 Airport Road  
Berkeley, MO 63134

The City reports the Industrial Development Authority (IDA) as a discretely presented component unit. Complete financial statements of the IDA can be obtained from their administrative office of the City at 8425 Airport Road, Berkeley, MO 63134.

**CITY OF BERKELEY, MISSOURI****STATEMENT OF NET POSITION****JUNE 30, 2017**

	<b>Primary Government</b>	<b>Component Unit Industrial Development Authority</b>
	<b>Governmental Activities</b>	
<b>ASSETS</b>		
Cash and investments	\$ 16,555,259	-
Receivables (net):		
Taxes	1,092,823	-
Court	266,468	-
Other	534,770	40,000
Prepaid items	119,158	-
Inventory	41,862	-
Net pension asset	2,169,641	-
Capital assets:		
Land and construction in progress	5,454,378	-
Other capital assets, net of accumulated depreciation	12,960,060	-
Total Assets	<u>39,194,419</u>	<u>40,000</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred amounts related to pensions	<u>4,988,531</u>	<u>-</u>
<b>LIABILITIES</b>		
Accounts payable and other accrued liabilities	479,777	-
Accrued salaries and benefits payable	140,421	-
Unearned revenue	442,657	-
Accrued interest	107,474	-
Long-term liabilities:		
Due within one year	463,388	-
Due in more than one year	9,507,183	-
Due in more than one year - net pension liability	4,659,050	-
Total Liabilities	<u>15,799,950</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred amounts related to pensions	<u>4,895,799</u>	<u>-</u>
<b>NET POSITION</b>		
Net investment in capital assets	8,655,029	-
Restricted for:		
Building	1,975,174	-
Capital projects	1,320,954	40,000
Debt service	1,181,724	-
Economic development	3,646,768	-
Fire equipment	961,243	-
Parks and recreation	911,789	-
Public safety	344,949	-
Sewer	800,734	-
Unrestricted	<u>3,688,837</u>	<u>-</u>
Total Net Position	<u>\$ 23,487,201</u>	<u>40,000</u>

**CITY OF BERKELEY, MISSOURI**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2017**

FUNCTIONS/PROGRAMS					Net Revenues (Expenses) And Changes In Net Position	
	Expenses	Program Revenues			Primary	Component
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities	Unit Industrial Development Authority
<b>Governmental Activities</b>						
General government	\$ 2,641,271	886,879	-	-	(1,754,392)	-
Public safety	5,015,227	338,677	173,554	-	(4,502,996)	-
Public works	1,642,617	526,016	581,791	24,610	(510,200)	-
Parks and recreation	537,317	29,233	-	186,313	(321,771)	-
Community development	6,379	-	-	-	(6,379)	-
Interest and other fiscal charges	575,867	-	-	-	(575,867)	-
Total Governmental Activities	<u>\$ 10,418,678</u>	<u>1,780,805</u>	<u>755,345</u>	<u>210,923</u>	<u>(7,671,605)</u>	<u>-</u>
<b>General Revenues</b>						
Taxes:						
Property					2,201,516	-
Sales					3,945,957	-
Utility					2,542,785	-
Business licenses					637,077	-
Investment income					13,001	-
Other					176,259	-
Gain on sale of capital assets					40,000	-
Total General Revenues					<u>9,556,595</u>	<u>-</u>
<b>CHANGE IN NET POSITION</b>					1,884,990	-
NET POSITION, JULY 1					<u>21,602,211</u>	<u>40,000</u>
NET POSITION, JUNE 30					<u>\$ 23,487,201</u>	<u>40,000</u>

**CITY OF BERKELEY, MISSOURI**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	General	Fire Equipment Sales Tax	Building	Economic Development	Parks And Recreation	Project	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>								
Cash and investments	\$ 5,734,154	912,056	2,166,154	3,547,558	843,709	31,091	3,320,537	16,555,259
Receivables, net of allowances where applicable:								
Taxes	635,933	51,556	-	103,107	103,110	-	199,117	1,092,823
Court	266,468	-	-	-	-	-	-	266,468
Other funds	2,599	-	-	-	-	-	-	2,599
Other	477,818	-	11,678	-	-	-	45,274	534,770
Prepaid items	119,158	-	-	-	-	-	-	119,158
Inventory	41,862	-	-	-	-	-	-	41,862
Total Assets	<u>\$ 7,277,992</u>	<u>963,612</u>	<u>2,177,832</u>	<u>3,650,665</u>	<u>946,819</u>	<u>31,091</u>	<u>3,564,928</u>	<u>18,612,939</u>
<b>LIABILITIES</b>								
Accounts payable and other accrued liabilities	\$ 162,064	2,369	202,658	3,897	15,498	31,091	62,200	479,777
Accrued salaries and benefits payable	123,488	-	-	-	16,933	-	-	140,421
Unearned revenue	442,657	-	-	-	-	-	-	442,657
Due to other funds	-	-	-	-	2,599	-	-	2,599
Total Liabilities	<u>728,209</u>	<u>2,369</u>	<u>202,658</u>	<u>3,897</u>	<u>35,030</u>	<u>31,091</u>	<u>62,200</u>	<u>1,065,454</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Unavailable revenue:								
Court	266,468	-	-	-	-	-	-	266,468
Property taxes	325,566	-	-	-	-	-	93,979	419,545
Weed/grass cutting	207,841	-	-	-	-	-	-	207,841
Total Deferred Inflows Of Resources	<u>799,875</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,979</u>	<u>893,854</u>
<b>FUND BALANCES</b>								
Nonspendable:								
Prepaid items	119,158	-	-	-	-	-	-	119,158
Inventory	41,862	-	-	-	-	-	-	41,862
Restricted for:								
Building	-	-	1,975,174	-	-	-	-	1,975,174
Capital projects	-	-	-	-	-	-	1,320,954	1,320,954
Debt service	-	-	-	-	-	-	1,087,745	1,087,745
Economic development	-	-	-	3,646,768	-	-	-	3,646,768
Fire equipment	-	961,243	-	-	-	-	-	961,243
Local law enforcement block grant	-	-	-	-	-	-	167,110	167,110
Parks and recreation	-	-	-	-	911,789	-	-	911,789
Police	145,633	-	-	-	-	-	32,206	177,839
Sewer lateral	-	-	-	-	-	-	800,734	800,734
Assigned for subsequent year's budget	694,715	-	-	-	-	-	-	694,715
Unassigned	4,748,540	-	-	-	-	-	-	4,748,540
Total Fund Balances	<u>5,749,908</u>	<u>961,243</u>	<u>1,975,174</u>	<u>3,646,768</u>	<u>911,789</u>	<u>-</u>	<u>3,408,749</u>	<u>16,653,631</u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	<u>\$ 7,277,992</u>	<u>963,612</u>	<u>2,177,832</u>	<u>3,650,665</u>	<u>946,819</u>	<u>31,091</u>	<u>3,564,928</u>	<u>18,612,939</u>

**CITY OF BERKELEY, MISSOURI**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2017**

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Total Fund Balances - Governmental Funds \$ 16,653,631

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 \$30,666,788 and the accumulated depreciation is \$12,252,350. 18,414,438

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds. 893,854

Certain amounts are not a use of financial resources and, therefore, are not reported in the governmental funds. These items consist of:

Net pension asset	2,169,641
Net pension liability	(4,659,050)
Deferred outflows related to pensions	4,988,531
Deferred inflows related to pensions	(4,895,799)

Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:

Accrued compensated absences	(211,162)
Accrued interest on outstanding debt	(107,474)
Certificates of participation outstanding, net of related premium	(7,255,668)
General obligation bonds outstanding, net of related premium	<u>(2,503,741)</u>

Total Net Position Of Governmental Activities \$ 23,487,201

**CITY OF BERKELEY, MISSOURI**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>General</b>	<b>Fire Equipment Sales Tax</b>	<b>Building</b>	<b>Economic Development</b>	<b>Parks And Recreation</b>	<b>Project</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>								
Property taxes	\$ 1,712,788	-	-	-	-	-	959,458	2,672,246
Sales taxes	1,654,077	322,585	-	631,229	645,167	-	618,798	3,871,856
Hotel/motel fees	127,001	-	-	-	-	-	-	127,001
Utility taxes	2,542,785	-	-	-	-	-	-	2,542,785
Licenses, permits, fines, and other fees	2,158,846	-	-	-	29,233	-	-	2,188,079
Intergovernmental	702,445	-	-	-	186,313	-	143,811	1,032,569
Sewer lateral fees	-	-	-	-	-	-	82,522	82,522
Investment income	3,218	1,654	4,488	2,997	336	2,819	10,542	26,054
Other income	197,909	-	-	-	1,874	-	-	199,783
Total Revenues	<u>9,099,069</u>	<u>324,239</u>	<u>4,488</u>	<u>634,226</u>	<u>862,923</u>	<u>2,819</u>	<u>1,815,131</u>	<u>12,742,895</u>
<b>EXPENDITURES</b>								
Current:								
General government	1,916,367	-	-	-	-	-	-	1,916,367
Public safety	4,235,780	62,661	-	-	-	-	491,120	4,789,561
Public works	1,254,780	-	-	-	-	-	-	1,254,780
Community development	-	-	-	1,957	-	-	-	1,957
Parks and recreation	-	-	-	-	340,869	-	-	340,869
Capital outlay	18,047	83,621	915,984	453,586	206,584	2,731,288	277,134	4,686,244
Contingency expenditures:								
General government	59,633	-	-	-	-	-	-	59,633
Public safety	8,014	-	-	-	-	-	-	8,014
Debt service:								
Debt principal	-	-	-	-	-	-	520,000	520,000
Interest and other costs	-	-	-	-	-	-	584,755	584,755
Total Expenditures	<u>7,492,621</u>	<u>146,282</u>	<u>915,984</u>	<u>455,543</u>	<u>547,453</u>	<u>2,731,288</u>	<u>1,873,009</u>	<u>14,162,180</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,606,448</u>	<u>177,957</u>	<u>(911,496)</u>	<u>178,683</u>	<u>315,470</u>	<u>(2,728,469)</u>	<u>(57,878)</u>	<u>(1,419,285)</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	615,739	615,739
Transfers out	(487,364)	-	-	-	(128,375)	-	-	(615,739)
Sale of capital assets	-	40,000	-	-	-	-	-	40,000
Insurance recoveries	9,679	-	-	-	-	-	-	9,679
Total Other Financing Sources (Uses)	<u>(477,685)</u>	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>(128,375)</u>	<u>-</u>	<u>615,739</u>	<u>49,679</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>1,128,763</u>	<u>217,957</u>	<u>(911,496)</u>	<u>178,683</u>	<u>187,095</u>	<u>(2,728,469)</u>	<u>557,861</u>	<u>(1,369,606)</u>
<b>FUND BALANCES, JULY 1</b>	<u>4,621,145</u>	<u>743,286</u>	<u>2,886,670</u>	<u>3,468,085</u>	<u>724,694</u>	<u>2,728,469</u>	<u>2,850,888</u>	<u>18,023,237</u>
<b>FUND BALANCES, JUNE 30</b>	<u>\$ 5,749,908</u>	<u>961,243</u>	<u>1,975,174</u>	<u>3,646,768</u>	<u>911,789</u>	<u>-</u>	<u>3,408,749</u>	<u>16,653,631</u>

**CITY OF BERKELEY, 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, 2017**

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Net Change In Fund Balances - Governmental Funds \$ (1,369,606)

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 capital outlays over the capitalization threshold of \$4,357,159 exceeded depreciation of \$1,052,929. 3,304,230

The net effect of contributed assets and various transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase (decrease) net position. 14,349

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. (26,983)

The issuance of long-term debt (i.e., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on 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. This amount is the effect of these differences in the treatment of long-term debt and related items.

Repayments:			
Certificates of participation		270,000	
General obligation bonds		250,000	
Amortization		3,210	
Total		523,210	523,210

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Accrued interest on long-term debt	5,629
Pension expense	(660,823)

In the governmental funds, personnel costs are measured by the amount of financial resources used, which does not include the decrease in accrued compensated absences. These expenses are recorded in the statement of activities. 94,984

Change In Net Position Of Governmental Activities \$ 1,884,990



**CITY OF BERKELEY, MISSOURI**  
**STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS**  
**JUNE 30, 2017**

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	<b><u>Police And Firemen's Pension Fund</u></b>	<b><u>Agency Funds</u></b>
<b>ASSETS</b>		
Cash	\$ 162,618	-
Restricted cash	-	133,017
Investments:		
Money market funds	197,311	-
Mutual funds	12,199,875	-
Partnerships	205,607	-
Other assets	115,655	-
Total Assets	<u>12,881,066</u>	<u>133,017</u>
 <b>LIABILITIES</b>		
Funds held for others	<u>-</u>	<u>133,017</u>
 <b>NET POSITION - RESTRICTED FOR PENSION BENEFITS</b>	<u><u>\$ 12,881,066</u></u>	<u><u>-</u></u>

**CITY OF BERKELEY, MISSOURI**  
**STATEMENT OF CHANGE IN FIDUCIARY**  
**NET POSITION - PENSION TRUST FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**ADDITIONS**

Employer contribution	\$ 665,410
Interest and dividend income	292,689
Net appreciation in fair value of investments	1,134,471
Employee contributions	152,820
Other income	3,042
Total Additions	<u>2,248,432</u>

**DEDUCTIONS**

Services:	
Actuarial fee	7,100
Investment counseling fee	18,750
Legal fee	17,637
Trust fee	7,292
Other	638
Total Services	<u>51,417</u>
Benefit payments	1,206,338
Total Deductions	<u>1,257,755</u>

**CHANGE IN NET POSITION**

990,677

NET POSITION FOR PENSION BENEFITS,  
JULY 1

11,890,389

**NET POSITION - RESTRICTED FOR  
PENSION BENEFITS, JUNE 30**

\$ 12,881,066

# **CITY OF BERKELEY, MISSOURI**

## **NOTES TO FINANCIAL STATEMENTS**

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### **NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The **CITY OF BERKELEY, MISSOURI** (the City) was incorporated in 1937. The City operates under the Council/Manager form of government. The Council consists of seven members, one of whom is the Mayor. The Mayor and one other Council member are elected at-large; the other five are representatives elected from each ward. The Council functions under a constitutional charter originally approved by the citizens of the City in 1957.

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

#### **1. 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 members of the governing board of Industrial Development Authority (IDA) are appointed by the Mayor. Although the City cannot “impose its will” on the IDA, the City provides a material subsidy to the IDA primarily to finance the operations of the organization, if any. The financial activity of the IDA is included in the City’s financial statements as a discretely presented component unit. Complete financial information of the IDA can be obtained from their administrative offices of the City at 8425 Airport Road, Berkeley, MO 63134.

#### **2. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City and its component unit. For the most part, the effect of interfund activity has been removed from these statements. 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. Likewise, the City is reported separately from certain legally separate component units for which the primary government is financially accountable.

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 for services 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, unrestricted interest earnings, and other items not properly included among program revenues are reported instead as general revenues.

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

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**3. 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. The Police and Firemen's Pension Fund in the fiduciary fund financial statements, including the Agency Funds in the fiduciary fund financial statement, have no measurement focus. 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 revenues 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 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 claims and judgments, are recorded only when payment is due.

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

**Fire Equipment Sales Tax Fund** -- The Fire Equipment Sales Tax Fund accounts for the receipts of the City's ¼ cent sales tax. These receipts are to be used for equipment and related supplies for the Municipal Fire Department.

**Building Fund** -- The Building Fund provides funding for payment of costs for the construction of the City's Municipal Improvements.

**Economic Development Fund** -- The Economic Development Fund is used to account for economic development sales tax, which is required to be used for economic development within the City.

**Parks and Recreation Fund** -- The Parks and Recreation Fund accounts for the receipts of the City's ½ cent sales tax. These receipts are to be used for park and stormwater activities.

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)**

**Project Fund** -- The Project Fund accounts for the payment of costs related to the construction of a new police station.

Additionally, the City reports the following fiduciary fund types:

**Police and Firemen's Pension Fund** -- The Pension Trust Fund is used to account for assets held in a trustee capacity for the City's eligible employees.

**Agency Funds** -- Agency Funds account for the assets held by the City as an agent for individuals, private organizations, or other governmental units. Agency Funds are accounted for and reported similar to the governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These funds account for activities of the Municipal Court Bond Fund.

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 between the City's 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.

**4. Cash and Investments**

The City pools the cash of all funds, except for monies in certain restricted and special funds. The cash and investments balance in each fund represents the fund's equity share of the City's cash and investment pool. The City's investments are carried at fair value. Interest income earned on pooled cash and investments is allocated to the various funds based on their respective participation. Interest income on restricted cash and investments is credited directly to the related fund.

The City is authorized to invest funds not immediately needed for the purposes to which the funds are applicable in obligations of the U.S. Treasury, U.S. government agencies, repurchase agreements, certificates of deposit, bankers' acceptances, and commercial paper. The Pension Trust Fund is also authorized to invest in corporate common or preferred stocks, bonds and mortgages, real or personal property, and other evidence of indebtedness or ownership, but excluding any debt of the City itself and individual insurance policies.

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**5. Compensated Absences**

Vacations accrue to employees based on months of continuous service. An employee can carry over into the next year up to one year's worth of earned vacation days. Upon departure of employment from the City, an employee is entitled to payment for accrued vacation. Vacation expense is not accrued in the respective governmental types as it is earned since it is not expected to be paid from current available resources. Sick leave accrues based upon continuous months of service with the City and may accumulate up to 100 days. Accumulated sick leave will not be paid upon termination of service. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements.

**6. Allowance**

Other receivables include weed/grass cutting receivable totaling \$567,471. The allowance for uncollectibles for these receivables is \$368,856. Court receivables total \$1,332,344 with an allowance of \$1,065,876. Trash receivables total \$119,759, all of which is considered uncollectible.

**7. Prepaid Items**

Certain payments to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items in the government-wide and the fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**8. Inventories**

Inventories of the General Fund are adjusted to periodic physical counts and are valued at cost utilizing the first-in, first-out method of valuation. Inventories consist of expendable supplies. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

**9. Capital Assets**

Capital assets, which include land, buildings, improvements, machinery, furniture, fixtures, vehicles, and infrastructure assets (e.g., streets, sidewalks, roads, bridges, and similar items), are reported in the governmental activities columns in the government-wide financial statements, net of accumulated depreciation. Capital assets are charged to expenditures as purchased in the fund financial statements. Capital assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated acquisition value as of the date of the donation.

Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life of greater than three years. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**9. Capital Assets (Continued)**

the capacity of an asset, are capitalized. Other costs for repairs and maintenance are expensed as incurred.

The City has elected not to record the historical cost of infrastructure placed in service prior to July 1, 2003.

Depreciation on exhaustible assets is recorded as an allocated expense in the statement of activities with accumulated depreciation reflected in the statement of net position and is provided on the straight-line basis over the estimated useful lives as follows:

Assets	Years
Buildings, improvements and infrastructure	10 - 25
Machinery	5 - 10
Furniture and fixtures	5 - 10
Vehicles	5 - 10

**10. Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the 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 year, if any.

**11. Interfund Transactions**

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

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

**12. 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 accompanying notes. Actual results could differ from those estimates.

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**13. Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Since appropriations lapse at year-end, outstanding encumbrances are re-appropriated in the subsequent fiscal year's budget to provide for the liquidation of the prior commitments. Encumbrances do not constitute current year expenditures or liabilities. There were no encumbrances outstanding at year-end.

**14. Fund Balance 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 City Manager to which the City Council has designated authority through passage of ordinances.

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

When both restricted and unrestricted resources are available, the City will spend the most restricted amounts before the least restricted. In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.



**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**15. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred outflows related to the pensions reported on the statement of net position.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualify for reporting in this category. The first item arises under a modified accrual basis of accounting. The governmental funds report unavailable revenues from various sources reported on the governmental funds balance sheet. The City also has deferred inflows of resources related to the pensions reported on the statement of net position.

**16. Pensions**

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's defined benefit pension plans (the Plans) and additions to/ deductions from the Plans fiduciary net position have been determined on the same basis as they are reported by the Plans. 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.

**NOTE B - CASH AND INVESTMENTS**

**1. 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. As of June 30, 2017, the carrying amount of cash deposits amounted to \$5,184,504 and the bank balance totaled \$5,477,381. The bank balance amount insured by FDIC was \$505,681, the amount covered by pledged securities was \$4,752,188, and \$219,512 was unsecured.

# CITY OF BERKELEY, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### NOTE B - CASH AND INVESTMENTS (Continued)

#### 2. Investments

As of June 30, 2017, the City had the following investments:

Investments	Fair Value	No Maturity	Maturities				Credit Risk
			Less Than One Year	1 - 5 Years	6 - 10 Years	More Than 10 Years	
<b>Primary Government</b>							
Money market funds	\$ 6,274,865	6,274,865	-	-	-	-	Not Rated
Repurchase agreements	4,690,815	4,690,815	-	-	-	-	Not Rated
Government securities:							
U.S. Treasuries	681,488	-	-	681,488	-	-	N/A
Total Primary Government	11,647,168	10,965,680	-	681,488	-	-	
<b>Fiduciary Fund</b>							
Money market funds	197,311	197,311	-	-	-	-	Not Rated
Mutual funds:							
Equity	7,872,316	7,872,316	-	-	-	-	N/A
Fixed income	3,709,758	3,709,758	-	-	-	-	N/A
Balanced	617,801	617,801	-	-	-	-	N/A
Partnership-real estate	205,607	205,607	-	-	-	-	Not Rated
Total Fiduciary Fund	12,602,793	12,602,793	-	-	-	-	
Total Investments	\$ 24,249,961	23,568,473	-	681,488	-	-	

#### Investments Policies

**Credit Risk** is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy is to minimize credit risk by prequalifying the financial institutions with which the City does business and diversifying the portfolio so that potential losses on individual securities will be minimized.

**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 is to minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements and investing operating funds 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 minimizes concentration of credit risk by diversifying the investment portfolio.

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE B - CASH AND INVESTMENTS (Continued)**

**2. Investments (Continued)**

Concentration of credit risk is required to be disclosed by the City for investments in any one issuer that represent 5% or more of total investments (investments issued by or explicitly guaranteed by the United States Government, investments in mutual funds, investments in external investment pools, and investments in other pooled investments are exempt). Defined benefit plans are required to disclose investments in any one issuer that represent 5% or more of total plan net position with the same exemptions as above. At June 30, 2017, the City had the following investment concentrations:

<u>Investments</u>	<u>Fair Value</u>	<u>Percent Of Total Investments</u>
<b>Primary Government</b>		
Money market funds	\$ 6,274,865	53.87 %
Repurchase agreements	4,690,815	40.27
		<u><b>Percent Of Total Plan Net Position</b></u>
<b>Fiduciary Fund</b>		
Vanguard Developed Markets Index	\$ 1,752,633	13.61 %
Vanguard Small Cap Index Fund	1,561,020	12.12
Vanguard Large Cap Index Fund	3,922,199	30.45
Pimco Total Return Fund Institutional Class	3,709,758	28.80

**3. Fair Value Measurements**

The City classifies its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. 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.

The inputs and methodologies used for valuing investment securities are not necessarily an indication of risk associated with investing in those securities.

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE B - CASH AND INVESTMENTS (Continued)**

**3. Fair Value Measurements (Continued)**

The City has the following recurring fair value measurements:

		<b>June 30, 2017</b>		
	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
<b>Primary Government</b>				
Investments by fair value level:				
Government securities:				
U.S. Treasury notes	\$ 681,488	681,488	-	-
Investments not measured at fair value:				
Money market funds	6,274,865			
Repurchase agreements	4,690,815			
Total Investments Not Measured At Fair Value	10,965,680			
 Total Primary Government Investments	 \$ 11,647,168			
<b>Fiduciary Fund</b>				
Investments by fair value level:				
Mutual funds:				
Equity	\$ 7,872,316	7,872,316	-	-
Fixed income	3,709,758	3,709,758	-	-
Balanced	617,801	617,801	-	-
Partnerships- real estate	205,607	205,607	-	-
Total Investments by Fair Value Level	12,405,482	12,405,482	-	-
Investments not subject to fair value level classification:				
Money market funds	197,311			
 Total Fiduciary Fund Investments	 \$ 12,602,793			

**NOTE C - CAPITAL ASSETS**

The following is a summary of changes in capital assets:

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE C - CAPITAL ASSETS (Continued)**

**For The Year Ended June 30, 2017**

	<b>Balance June 30 2016</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance June 30 2017</b>
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 1,169,484	35,110	-	1,204,594
Construction in progress	405,761	3,866,023	22,000	4,249,784
Total Capital Assets Not Being Depreciated	<u>1,575,245</u>	<u>3,901,133</u>	<u>22,000</u>	<u>5,454,378</u>
Capital assets being depreciated:				
Buildings, improvements and infrastructure	16,464,713	207,618	9,283	16,663,048
Machinery	3,720,015	122,551	40,015	3,802,551
Furniture and fixtures	120,957	-	-	120,957
Vehicles	4,727,304	172,467	273,917	4,625,854
Total Capital Assets Being Depreciated	<u>25,032,989</u>	<u>502,636</u>	<u>323,215</u>	<u>25,212,410</u>
Less - Accumulated Depreciation for:				
Buildings, improvements and infrastructure	5,353,536	635,174	3,653	5,985,057
Machinery	2,847,816	193,363	35,384	3,005,795
Furniture and fixtures	120,957	-	-	120,957
Vehicles	3,190,066	224,392	273,917	3,140,541
Total Accumulated Depreciation	<u>11,512,375</u>	<u>1,052,929</u>	<u>312,954</u>	<u>12,252,350</u>
Total Capital Assets Being Depreciated, Net	<u>13,520,614</u>	<u>(550,293)</u>	<u>10,261</u>	<u>12,960,060</u>
Total Capital Assets, Net	<u>\$ 15,095,859</u>	<u>3,350,840</u>	<u>32,261</u>	<u>18,414,438</u>

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

	<b>For The Year Ended June 30 2017</b>
<b>Governmental Activities</b>	
General government	\$ 305,323
Public safety	450,063
Public works	137,408
Parks and recreation	<u>160,135</u>
Total	<u>\$ 1,052,929</u>

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE D - LONG-TERM DEBT**

Long-term debt activity was as follows:

	<b>For The Year Ended June 30, 2017</b>			<b>Amounts</b>
	<b>Balance June 30 2016</b>	<b>Additions</b>	<b>Reductions</b>	<b>Due Within One Year</b>
Compensated absences	\$ 306,146	25,913	120,897	211,162
Certificates of participation	7,525,000	-	270,000	7,255,000
General obligation bonds	2,700,000	-	250,000	2,450,000
Certificates of participation premium	892	-	224	668
Bond premium	56,727	-	2,986	53,741
<b>Total Long-term Debt</b>	<b>\$ 10,588,765</b>	<b>25,913</b>	<b>644,107</b>	<b>9,970,571</b>

Compensated absences are generally liquidated by the General Fund. Certificates of participation are liquidated by the Debt Service Rent Fund and general obligation bonds are liquidated by the 2015 Bonds Debt Service Fund.

**Certificates of Participation**

In July 2010 the City issued \$9,095,000 in Certificates of Participation (Series 2010) to provide funds for the construction of a new City Hall and fire station. The certificates are due in varying amounts through May 1, 2035 with interest at 2.0% to 7.1%.

Aggregate maturities required on the certificates of participation are as follows:

<b>For The Years Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2018	\$ 280,000	473,355	753,355
2019	290,000	463,695	753,695
2020	300,000	453,110	753,110
2021	310,000	441,110	751,110
2022	325,000	420,960	745,960
2023 - 2027	1,835,000	1,768,475	3,603,475
2028 - 2032	2,280,000	1,078,325	3,358,325
2033 - 2035	<u>1,635,000</u>	<u>235,720</u>	<u>1,870,720</u>
<b>Total</b>	<b>\$ 7,255,000</b>	<b>5,334,750</b>	<b>12,589,750</b>

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE D - LONG-TERM DEBT (Continued)**

**General Obligation Bonds**

The City issued \$3,000,000 of General Obligation Bonds (Series 2015) to provide funds for the purpose of constructing, improving, and equipping a police facility and related improvements. The bonds are due in varying amounts through 2035 with interest at 3% to 5%.

Aggregate maturities required on the general obligation bonds are as follows:

<b>For The Years Ending June 30</b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2018	\$ 100,000	85,744	185,744
2019	105,000	82,744	187,744
2020	110,000	79,594	189,594
2021	110,000	76,294	186,294
2022	115,000	72,994	187,994
2023 - 2027	630,000	310,031	940,031
2028 - 2032	750,000	192,650	942,650
2033 - 2035	<u>530,000</u>	<u>39,302</u>	<u>569,302</u>
Total	<u>\$ 2,450,000</u>	<u>939,353</u>	<u>3,389,353</u>

**NOTE E - PENSION PLANS**

The City maintains a single-employer, defined benefit pension plan (Police and Firemen's Pension Fund of the City of Berkeley, Missouri) which covers all full-time police and firemen and participates in the state-wide Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer, defined benefit pension plan which covers all of the other City full-time employees.

**1. Police and Firemen's Pension Fund of the City of Berkeley, Missouri (the Plan)**

**General Information about the Plan**

***Plan Description***

The Plan is a single-employer, defined benefit pension plan that covers all of the City's full-time police and firemen employees. The Plan was created and is governed by City ordinance. The Plan does not issue a separate stand-alone financial report. The financial information is included as a Trust Fund in the City's basic financial statements. Information about the Plan is provided in a summary plan description.

**NOTE E - PENSION PLANS (Continued)**

**1. Police and Firemen's Pension Fund of the City of Berkeley, Missouri (the Plan) (Continued)**

***Benefits Provided***

All full-time police and firemen of the City are eligible to participate in the Plan. Monthly benefit payments are determined by application of a benefit ratio to participant's final average salary for the full five years preceding retirement. In determining the benefit ratio, a participant may receive credit for a maximum of 25 year's employment. The Plan also provides for disability and surviving spouse benefits. Benefits in the Plan vest after 10 years of service.

***Employees Covered by Benefit Terms***

Membership in the Plan is comprised of the following:

<u><b>Group</b></u>	<u><b>June 30 2017</b></u>
Retirees and beneficiaries currently receiving benefits	46
Active employees	52
Vested terminated employees	<u>9</u>
Total	<u><u>107</u></u>

***Contributions***

The Plan is funded, in accordance with City ordinances, by taxes levied for such purpose and contributions by participants based on 6% of compensation. The City ordinances governing the Plan do not require the funding of pension costs accrued by other than taxes levied for such purposes. The City assesses a tax ranging from \$0.331 to \$0.346 per \$100 of assessed valuation for its contribution to the Plan.

***Net Pension Liability***

The City's net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The liability for this debt is liquidated by the Pension Tax Fund.

***Actuarial Assumptions***

The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increase	4%, including inflation, 1.57% for merit
Investment rate of return	7.0%, net of investment expense



**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION PLANS (Continued)**

**1. Police and Firemen's Pension Fund of the City of Berkeley, Missouri (the Plan) (Continued)**

Mortality rates are based in the RP-2000 Mortality for Employees, Healthy Annuitants, and Disabled Annuitants with generational projection per Scale AA for healthy participants.

All cost of living adjustments after July 1, 2015 were eliminated. 2/3 rather than 100% of employee contributions made to the Plan after December 31, 2016 will be refunded upon termination or retirement. The benefit multiplier is 2%, rather than 2.5% for years if service earned after December 31, 2016 for those retiring with less than 20 years of service.

The long-term expected rate of return on pension plan investments was determined using a model method in which 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>	<u>Long-term Expected Real Rate Of Return</u>
Diversified/GTAA	2.00 %	0.33 %
Real Estate	2.00	2.95
Equity	62.00	3.38 - 4.93
Fixed income	<u>34.00</u>	1.96
Total	<u>100.00 %</u>	

***Discount Rate***

The Plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the Plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payments, to the extent that the Plan's fiduciary net position is not projected to be sufficient.

For the purpose of this valuation, the expected rate of return on pension plan investments is 7% and the resulting single discount rate is 7%.

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION PLANS (Continued)**

**1. Police and Firemen's Pension Fund of the City of Berkeley, Missouri (the Plan) (Continued)**

**Changes in the Net Pension Liability**

	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension Liability</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a)-(b)</b>
<b>Balances at June 30, 2016</b>	<u>\$ 17,043,888</u>	<u>11,890,389</u>	<u>5,153,499</u>
<b>Changes for the year</b>			
Service cost	433,241	-	433,241
Interest	1,181,891	-	1,181,891
Effect of economic/demographic gains or losses	87,434	-	87,434
Contributions - employer	-	665,410	(665,410)
Contributions - employee	-	152,820	(152,820)
Net investment income	-	1,430,202	(1,430,202)
Benefit payments, including refunds	(1,206,338)	(1,206,338)	-
Administrative expense	-	(51,417)	51,417
Net Changes	<u>496,228</u>	<u>990,677</u>	<u>(494,449)</u>
<b>Balances at June 30, 2017</b>	<u><u>\$ 17,540,116</u></u>	<u><u>12,881,066</u></u>	<u><u>4,659,050</u></u>

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

The following presents the net pension liability of the City, calculated using the discount rate of 7%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1% point lower (6%) or 1% point higher (8%) than the current rate.

	<b>1% Decrease</b>	<b>Current Single Discount Rate Assumption</b>	<b>1% Increase</b>
Net pension liability	\$ 6,564,240	4,659,050	3,058,809

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION PLANS (Continued)**

**1. Police and Firemen's Pension Fund of the City of Berkeley, Missouri (the Plan) (Continued)**

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

For the year ended June 30, 2017, the City recognized an actuarial net pension expense of \$947,633. At June 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Outflows</u>	<u>Inflows</u>	<u>Net Outflows</u>
Differences between expected and actual experience	\$ 69,219	(1,359,169)	(1,289,950)
Changes of assumptions	4,060,511	(3,413,915)	646,596
Net difference between projected and actual earnings	<u>338,922</u>	<u>-</u>	<u>338,922</u>
Total	<u><u>\$ 4,468,652</u></u>	<u><u>(4,773,084)</u></u>	<u><u>(304,432)</u></u>

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

<u>For The Plan Years Ending June 30</u>	
2018	\$ 251,108
2019	251,106
2020	(698,622)
2021	<u>(108,024)</u>
Total	<u><u>\$ (304,432)</u></u>

**Payable to the Pension Plan**

At June 30, 2017, the City did not have a payable for outstanding contributions to this pension plan.

**NOTE E - PENSION PLANS (Continued)**

**2. Missouri Local Government Employees Retirement System (LAGERS)**

***Plan Description***

The City's defined benefit pension plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. The City participates in the Missouri Local Government Employees Retirement System (LAGERS). 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 supplemental information. This report may be obtained by accessing the LAGERS' website at [www.molagers.org](http://www.molagers.org).

***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 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 and receive a reduced allowance.

**2017 Valuation**

Benefit multiplier	1.6% for life, plus 0.4% to age 65
Final average salary	3 years
Member contributions	Noncontributory for employees

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% per year.

***Employees Covered by Benefit Terms***

At June 30, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	58
Inactive employees entitled to but not yet receiving benefits	29
Active employees	<u>37</u>
Total	<u>124</u>

**NOTE E - PENSION PLANS (Continued)**

**2. Missouri Local Government Employees Retirement System (LAGERS) (Continued)**

***Contributions***

The City 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 unfunded accrued liability. Full-time employees of the City do not contribute to the pension plan. The City contribution rate is 0.3% of annual covered payroll.

***Net Pension Liability (Asset)***

The City's net pension liability (asset) was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of February 28, 2017.

***Actuarial Assumptions***

The total pension liability in the February 28, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25% wage inflation, 2.50% price inflation
Salary increase	3.25% to 6.55% including wage inflation
Investment rate of return	7.25%, net of investment expenses

The healthy retiree mortality tables for post-retirement mortality were RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables for post-retirement mortality were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees' mortality tables for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

The actuarial assumptions used in the February 28, 2017 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 ex-

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION PLANS (Continued)**

**2. Missouri Local Government Employees Retirement System (LAGERS) (Continued)**

pected 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>	<u>Long-term Expected Real Rate Of Return</u>
Equity	43.00%	5.29%
Fixed income	26.00	2.93
Real assets	21.00	3.31
Strategic assets	10.00	5.73

***Discount Rate***

The discount rate used to measure the total pension liability is 7.25%. 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 the Net Pension Liability (Asset)**

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability (Asset)</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a)-(b)</u>
<b>Balances at June 30, 2016</b>	<u>\$ 9,849,767</u>	<u>11,663,121</u>	<u>(1,813,354)</u>
<b>Changes for the year</b>			
Service cost	144,532	-	144,532
Interest	700,009	-	700,009
Difference between expected and actual experience	(49,205)	-	(49,205)
Contributions - employer	-	9,140	(9,140)
Net investment income	-	1,332,851	(1,332,851)
Benefit payments, including refunds	(540,387)	(540,387)	-
Administrative expense	-	(9,691)	9,691
Other	-	(180,677)	180,677
Net Changes	<u>254,949</u>	<u>611,236</u>	<u>(356,287)</u>
<b>Balances at June 30, 2017</b>	<u>\$ 10,104,716</u>	<u>12,274,357</u>	<u>(2,169,641)</u>

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION AND PLANS (Continued)**

**2. Missouri Local Government Employees Retirement System (LAGERS) (Continued)**

***Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate***

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.25%, as well as what the City's net pension liability (asset) would be using a discount rate that is 1% point lower (6.25%) or 1% point higher (8.25%) than the current rate.

	<u><b>1% Decrease</b></u>	<u><b>Current Single Discount Rate Assumption</b></u>	<u><b>1% Increase</b></u>
Net pension liability (asset)	(\$891,015)	(2,169,641)	(3,230,797)

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

For the year ended June 30, 2017, the City recognized pension expense of \$387,740. Reported deferred outflows and inflows of resources are related to pensions from the following sources:

	<u><b>Outflows</b></u>	<u><b>Inflows</b></u>	<u><b>Net Outflows</b></u>
Differences in experience	\$ -	(122,715)	(122,715)
Assumption changes	121,729	-	121,729
Net difference between projected and actual earnings on pension plan investments	<u>398,150</u>	<u>-</u>	<u>398,150</u>
Total	<u><u>\$ 519,879</u></u>	<u><u>(122,715)</u></u>	<u><u>397,164</u></u>

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

**For The Plan  
Years Ending  
June 30**

2018	\$ 215,972
2019	204,173
2020	79,615
2021	<u>(102,596)</u>
Total	<u><u>\$ 397,164</u></u>

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION AND PLANS (Continued)**

**2. Missouri Local Government Employees Retirement System (LAGERS) (Continued)**

**Payable to Pension Plan**

At June 30, 2017, the City reported a payable of \$447 for the outstanding amount of contributions to the pension plan.

**NOTE F - DEFERRED COMPENSATION PLAN**

The City offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The City makes contributions into the plan on behalf of certain employees. The plan permits employees to defer a portion of their salary until future years. The plan is administered by unrelated financial institutions. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. It is the opinion of the City's legal counsel that the City has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. The City's 457 deferred compensation plan is excluded from the City's assets because it is held in trust.

**NOTE G - INTERFUND TRANSFERS**

Interfund transfers are as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>For The Year Ended June 30 2017</u>
Nonmajor	General	\$ 487,364
Nonmajor	Parks and Recreation	128,375
Total		<u>\$ 615,739</u>

Interfund transfers may be used to: 1) move revenues from the fund that ordinance or budget required to collect them to the fund that ordinance or budget requires to expend them, 2) use unrestricted revenues collected to other funds in accordance with budgetary authorization, or 3) move revenues in excess of current year expenditures to other funds.

**NOTE H - OPERATING LEASES**

The City leases equipment under certain operating lease agreements with items in excess of one year. Rental expense for the year ended June 30, 2017 was \$27,030.



**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE H - OPERATING LEASES (Continued)**

Minimum future lease payments are as follows:

**For The  
Years Ending  
June 30**

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2018	\$ 27,030
2019	<u>20,273</u>
Total	<u><u>\$ 47,303</u></u>

**NOTE I - PROPERTY TAXES**

The City's property tax is levied each October based on the assessed value listed as of the prior January 1 for all real and personal property located in the City. Taxes are billed in November, due and collectible on December 31, and delinquent after December 31. Liens are placed on property for delinquent taxes on January 1 following the due date.

Taxes levied for 2016 are recorded as receivables, net of estimated uncollectible amounts; however, revenue recognition on all property tax receivables not collected within 60 days after year-end is deferred on the fund financial statements and recognized as revenue in the government-wide financial statements. The 2016 levy was due and collectible within the City's fiscal year ended June 30, 2017.

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.

**NOTE J - RISK MANAGEMENT**

The City carries commercial insurance for its risks of loss, including property, general umbrella, and public officials' liability insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**NOTE K - CONTINGENCIES**

The City may be subject to various lawsuits. Though, the outcome of these lawsuits are not presently determinable, the City believes that the resolution of these matters will not have a material adverse effect of the financial condition of the City.

**CITY OF BERKELEY, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE L - RESTRICTED NET POSITION**

The government-wide statement of net position reports \$11,143,335 of restricted net position of which \$9,961,611 is restricted by enabling legislation.

**NOTE M - RESTATEMENTS**

The previous amounts of net position and fund balance have been restated as follows:

	<u><b>Governmental Activities</b></u>	<u><b>General Fund</b></u>
Net Position/Fund Balance, June 30, 2016, as previously reported	\$ 21,570,035	4,541,282
Restatement for receivables	79,863	79,863
Restatement for depreciation not recorded	<u>(47,687)</u>	<u>-</u>
Net Position/Fund Balance, June 30, 2016, As Restated	<u><u>\$ 21,602,211</u></u>	<u><u>4,621,145</u></u>

**REQUIRED SUPPLEMENTAL INFORMATION SECTION**

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
<b>Property Taxes</b>				
Real estate	\$ 1,100,000	1,100,000	1,159,979	59,979
Personal property	400,000	400,000	480,777	80,777
Railroad and utility	50,000	50,000	50,995	995
Commercial surcharges fees	18,000	18,000	21,037	3,037
Total Property Taxes	<u>1,568,000</u>	<u>1,568,000</u>	<u>1,712,788</u>	<u>144,788</u>
<b>Sales Taxes</b>	<u>1,510,000</u>	<u>1,510,000</u>	<u>1,654,077</u>	<u>144,077</u>
<b>Hotel/motel fee</b>	<u>130,000</u>	<u>130,000</u>	<u>127,001</u>	<u>(2,999)</u>
<b>Utility Taxes</b>				
Electric	1,500,000	1,500,000	1,611,494	111,494
Gas	350,000	350,000	340,983	(9,017)
Telephone	400,000	400,000	353,603	(46,397)
Water	135,000	135,000	169,051	34,051
Cable	15,000	15,000	67,654	52,654
Total Utility Taxes	<u>2,400,000</u>	<u>2,400,000</u>	<u>2,542,785</u>	<u>142,785</u>
<b>Licenses</b>				
Merchants and manufacturers	465,000	465,000	637,077	172,077
Liquor	7,500	7,500	6,731	(769)
Animal	50	50	-	(50)
Vending machine	800	800	10	(790)
Sign	7,000	7,000	17,846	10,846
Manufacturer fee and ad valorem tax	550,000	550,000	839,326	289,326
Penalties	-	-	23,366	23,366
Total Licenses	<u>1,030,350</u>	<u>1,030,350</u>	<u>1,524,356</u>	<u>494,006</u>
<b>Permits</b>				
Building	75,000	75,000	83,846	8,846
Electrical	28,000	28,000	29,191	1,191
Plumbing	15,000	15,000	30,661	15,661
Mechanical	20,000	20,000	29,246	9,246
Occupancy	16,000	16,000	37,100	21,100
Excavation	4,500	4,500	7,001	2,501
Demolition	4,000	4,000	1,130	(2,870)
Trailer parking	45	45	-	(45)
Fence	2,000	2,000	1,151	(849)
Sign	20,000	20,000	7,336	(12,664)
Roofing	13,000	13,000	18,842	5,842

(Continued)

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES (Continued)</b>				
<b>Permits (Continued)</b>				
Rental owner	22,000	22,000	22,565	565
Special use	5,000	5,000	5,250	250
Total Permits	224,545	224,545	273,319	48,774
<b>Fines and Court Costs</b>				
Fines, forfeitures, and penalties	451,000	451,000	335,520	(115,480)
Forfeitures and deposits	20,000	20,000	25,651	5,651
Total Fines And Court Costs	471,000	471,000	361,171	(109,829)
<b>Intergovernmental</b>				
Gasoline tax	150,000	150,000	241,105	91,105
Road and bridge tax	200,000	200,000	222,940	22,940
Cigarette tax	23,000	23,000	25,921	2,921
Motor vehicle fees	40,000	40,000	38,925	(1,075)
Grants	346,000	346,000	173,554	(172,446)
Total Intergovernmental	759,000	759,000	702,445	(56,555)
<b>Investment Income</b>	3,500	3,500	3,218	(282)
<b>Other Income</b>				
Inspections	70,000	70,000	113,960	43,960
Fire reports	200	200	200	-
Police reports	7,000	7,000	10,860	3,860
Grass/weed cutting	100,000	100,000	52,052	(47,948)
Northpark-Evans lane recovery	220,000	220,000	-	(220,000)
Other income	57,400	57,400	20,837	(36,563)
Total Other Income	454,600	454,600	197,909	(256,691)
Total Revenues	8,550,995	8,550,995	9,099,069	548,074
<b>EXPENDITURES</b>				
<b>General Government</b>				
City Council:				
Salaries and benefits	16,267	16,047	16,334	287
Services	75,000	75,510	59,743	(15,767)
Council expenses	236,200	235,910	127,201	(108,709)
Total City Council	327,467	327,467	203,278	(124,189)

(Continued)

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>EXPENDITURES (Continued)</b>				
<b>General Government (Continued)</b>				
Administration:				
Salaries and benefits	304,516	299,416	185,027	(114,389)
Services	947,665	947,665	844,938	(102,727)
Materials and supplies	6,000	6,000	7,851	1,851
Total Administration	<u>1,258,181</u>	<u>1,253,081</u>	<u>1,037,816</u>	<u>(215,265)</u>
City clerk:				
Salaries and benefits	61,852	61,802	59,972	(1,830)
Services	24,645	24,695	15,712	(8,983)
Materials and supplies	800	800	516	(284)
Capital outlay	1,400	1,400	-	(1,400)
Total City Clerk	<u>88,697</u>	<u>88,697</u>	<u>76,200</u>	<u>(12,497)</u>
Finance:				
Salaries and benefits	278,385	274,185	218,673	(55,512)
Services	88,000	91,700	71,146	(20,554)
Materials and supplies	9,450	9,950	2,861	(7,089)
Total Finance	<u>375,835</u>	<u>375,835</u>	<u>292,680</u>	<u>(83,155)</u>
Municipal court:				
Salaries and benefits	169,259	169,459	142,923	(26,536)
Services	24,540	24,340	26,767	2,427
Materials and supplies	3,700	3,700	2,871	(829)
Total Municipal Court	<u>197,499</u>	<u>197,499</u>	<u>172,561</u>	<u>(24,938)</u>
Information technology:				
Salaries and benefits	69,545	51,975	48,508	(3,467)
Services	56,500	83,770	72,334	(11,436)
Materials and supplies	27,000	17,300	12,990	(4,310)
Total Information Technology	<u>153,045</u>	<u>153,045</u>	<u>133,832</u>	<u>(19,213)</u>
Total General Government	<u>2,400,724</u>	<u>2,395,624</u>	<u>1,916,367</u>	<u>(479,257)</u>
<b>Public Safety</b>				
Police department:				
Salaries and benefits	2,584,328	2,484,328	2,208,144	(276,184)
Services	195,100	179,100	180,738	1,638
Materials and supplies	84,800	85,800	70,809	(14,991)
Capital outlay	-	15,000	5,890	(9,110)
Total Police Department	<u>2,864,228</u>	<u>2,764,228</u>	<u>2,465,581</u>	<u>(298,647)</u>

(Continued)

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>EXPENDITURES (Continued)</b>				
<b>Public Safety (Continued)</b>				
Fire department:				
Salaries and benefits	1,529,683	1,633,183	1,592,671	(40,512)
Services	178,400	174,900	150,455	(24,445)
Materials and supplies	40,400	40,400	32,963	(7,437)
Total Fire Department	1,748,483	1,848,483	1,776,089	(72,394)
Total Public Safety	4,612,711	4,612,711	4,241,670	(371,041)
<b>Public Works</b>				
Public works department:				
Salaries and benefits	136,832	142,057	151,024	8,967
Services	11,990	12,972	5,513	(7,459)
Materials and supplies	5,000	5,000	2,038	(2,962)
Total Public Works Department	153,822	160,029	158,575	(1,454)
Inspections:				
Salaries and benefits	282,065	282,065	193,331	(88,734)
Services	68,275	67,286	39,607	(27,679)
Materials and supplies	8,650	9,484	6,739	(2,745)
Total Inspections	358,990	358,835	239,677	(119,158)
Street maintenance:				
Salaries and benefits	331,096	333,386	283,632	(49,754)
Services	139,400	137,110	64,618	(72,492)
Materials and supplies	243,100	243,100	158,292	(84,808)
Capital outlay	15,000	15,000	6,344	(8,656)
Total Street Maintenance	728,596	728,596	512,886	(215,710)
Central garage:				
Salaries and benefits	229,131	229,131	182,490	(46,641)
Services	55,960	55,960	33,711	(22,249)
Materials and supplies	15,300	15,300	10,409	(4,891)
Capital outlay	8,000	8,000	5,813	(2,187)
Total Central Garage	308,391	308,391	232,423	(75,968)

(Continued)

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>EXPENDITURES (Continued)</b>				
<b>Public Works (Continued)</b>				
Facility maintenance:				
Salaries and benefits	97,726	105,498	104,923	(575)
Services	10,870	10,870	12,535	1,665
Materials and supplies	17,350	8,626	5,918	(2,708)
Total Facility Maintenance	125,946	124,994	123,376	(1,618)
Total Public Works	1,675,745	1,680,845	1,266,937	(413,908)
<b>Contingency Expenditures</b>				
General Government				
Municipal court-materials and supplies	150	150	150	-
General Government				
Administration-legal	250,836	247,836	59,483	(188,353)
Public Safety				
Police department-materials and supplies	4,953	7,953	7,953	-
Fire department-salaries and benefits	61	61	61	-
Total Contingency Expenditures	256,000	256,000	67,647	(188,353)
Total Expenditures	8,945,180	8,945,180	7,492,621	(1,452,559)
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(394,185)	(394,185)	1,606,448	2,000,633
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	273,000	273,000	-	(273,000)
Transfers out	(544,000)	(544,000)	(487,364)	(56,636)
Insurance recoveries	13,000	13,000	9,679	(3,321)
Total Other Financing Sources (Uses)	(258,000)	(258,000)	(477,685)	(219,685)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (652,185)</u>	<u>(652,185)</u>	1,128,763	<u>1,780,948</u>
<b>FUND BALANCE, JULY 1</b>			4,621,145	
<b>FUND BALANCE, JUNE 30</b>			<u>\$ 5,749,908</u>	



**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - FIRE EQUIPMENT SALES TAX FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Sales taxes	\$ 250,000	250,000	322,585	72,585
Investment income	800	800	1,654	854
Total Revenues	<u>250,800</u>	<u>250,800</u>	<u>324,239</u>	<u>73,439</u>
<b>EXPENDITURES</b>				
Public safety	86,500	92,900	62,661	(30,239)
Capital outlay	<u>111,000</u>	<u>104,600</u>	<u>83,621</u>	<u>(20,979)</u>
Total Expenditures	<u>197,500</u>	<u>197,500</u>	<u>146,282</u>	<u>(51,218)</u>
<b>REVENUES OVER EXPENDITURES</b>	<u>53,300</u>	<u>53,300</u>	<u>177,957</u>	<u>124,657</u>
<b>OTHER FINANCING SOURCES</b>				
Sale of capital assets	<u>-</u>	<u>-</u>	<u>40,000</u>	<u>40,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 53,300</u>	<u>53,300</u>	<u>217,957</u>	<u>164,657</u>
FUND BALANCE, JULY 1			<u>743,286</u>	
<b>FUND BALANCE, JUNE 30</b>			<u>\$ 961,243</u>	

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - ECONOMIC DEVELOPMENT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Sales taxes	\$ 550,000	550,000	631,229	81,229
Investment income	1,500	1,500	2,997	1,497
Total Revenues	<u>551,500</u>	<u>551,500</u>	<u>634,226</u>	<u>82,726</u>
<b>EXPENDITURES</b>				
Salaries and benefits	62,834	62,834	1,627	(61,207)
Services	76,416	76,416	330	(76,086)
Capital outlay	900,000	900,000	453,586	(446,414)
Total Expenditures	<u>1,039,250</u>	<u>1,039,250</u>	<u>455,543</u>	<u>(583,707)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (487,750)</u>	<u>(487,750)</u>	178,683	<u>666,433</u>
<b>FUND BALANCE, JULY 1</b>			<u>3,468,085</u>	
<b>FUND BALANCE, JUNE 30</b>			<u>\$ 3,646,768</u>	

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - PARKS AND RECREATION FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Sales taxes	\$ 500,000	500,000	645,167	145,167
Charges for services	18,250	18,250	29,233	10,983
Intergovernmental	224,000	224,000	186,313	(37,687)
Investment income	250	250	336	86
Other income	-	-	1,874	1,874
Total Revenues	<u>742,500</u>	<u>742,500</u>	<u>862,923</u>	<u>120,423</u>
<b>EXPENDITURES</b>				
Salaries and benefits	245,855	245,855	224,094	(21,761)
Services	175,500	170,376	77,253	(93,123)
Materials and supplies	59,900	65,024	39,522	(25,502)
Capital outlay	224,000	224,000	206,584	(17,416)
Total Expenditures	<u>705,255</u>	<u>705,255</u>	<u>547,453</u>	<u>(157,802)</u>
<b>REVENUES OVER EXPENDITURES</b>	37,245	37,245	315,470	278,225
<b>OTHER FINANCING USES</b>				
Transfers out	<u>(128,375)</u>	<u>(128,375)</u>	<u>(128,375)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (91,130)</u>	<u>(91,130)</u>	187,095	<u>278,225</u>
<b>FUND BALANCE, JULY 1</b>			<u>724,694</u>	
<b>FUND BALANCE, JUNE 30</b>			<u>\$ 911,789</u>	

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO**  
**SCHEDULES OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**Budgets and Budgetary Accounting**

The budget is required to include proposed expenditures and the means of financing them, using the modified accrual basis of accounting. Annual appropriated budgets are adopted for the General Fund, Special Revenue Funds (except for the Pension Tax Fund), Debt Service Funds (except the Debt Service Reserve Fund), and Capital Projects Funds.

The City Council is required to follow these procedures in establishing the budgetary data reflected in the financial statements:

- a. Preliminary budget proposals are to be submitted by the department heads prior to February 28 for the fiscal year commencing the following July 1. These departmental proposals are to be reviewed by the Finance Director in March. From the departmental budget proposals, the Finance Director is to prepare the proposed operating budget of the City, which is to be submitted to the City Council for review and approval. The City Council is to review the proposed budget with each department head in informal sessions held during May.
- b. At one of the semi-monthly City Council meetings in June, a public hearing is to be held providing an opportunity for citizens to comment on the proposed budget before final approval by the City Council.
- c. Prior to June 27 the budget is to be formally approved through passage of a motion by the City Council.
- d. The City Council is to exercise control over the budget at the functional level of expenditures grouped by character. For financial statement presentation purposes, the budget to actual comparison of expenditures is to be by character. Adjustments to the budget must be approved by the City Council, except as previously authorized in the Charter or by ordinance.
- e. Although it is City Council's policy to control expenditures by function and character within each fund, the unfavorable variances by function or by character are not considered a violation of the City ordinances. The City ordinances relative to budgetary control embrace the Missouri State Statutes, which allow a city to appropriate funds to the extent the city has resources on hand at the beginning of the fiscal year and those anticipated to be received during the fiscal year.
- f. Budgets are adopted on a basis generally consistent with accounting principles generally accepted in the United States of America except that the other financing source and related capital outlay of capital leases and debt issues in the year the City enters into the agreement are not budgeted.
- g. Any subsequent change or amendment to the adopted budget, as determined necessary by administration or City Council, must be adopted by City Council action through a supplemental appropriation.
- h. Appropriations lapse at the end of each fiscal year.

For the year ended June 30, 2017, the expenditures exceeded appropriations in the following funds: Police Training Fund, \$4,540; Sewer Lateral Fund, \$3,994; Debt Service Rent Fund, \$2,200; and 2015 Bonds Debt Service Fund, \$5,186.

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**CHANGES IN NET PENSION LIABILITY AND RELATED**  
**RATIOS - POLICE AND FIRE PENSION RETIREMENT FUND**  
**FOR THE YEARS ENDED JUNE 30**

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Total Pension Liability</b>			
Service cost	\$ 433,241	415,597	1,091,922
Interest on the total pension liability	1,181,891	1,146,696	1,227,628
Effect of plan changes	-	(4,454,007)	-
Effect of liability gains or losses	87,434	(2,265,283)	-
Changes of assumptions	-	(5,689,857)	8,933,123
Benefit payments, including refunds	<u>(1,206,338)</u>	<u>(952,233)</u>	<u>(1,071,087)</u>
Net Change In Total Pension Liability	496,228	(11,799,087)	10,181,586
 Total Pension Liability Beginning	 <u>17,043,888</u>	 <u>28,842,975</u>	 <u>18,661,389</u>
 Total Pension Liability Ending (a)	 <u><u>\$ 17,540,116</u></u>	 <u><u>17,043,888</u></u>	 <u><u>28,842,975</u></u>
 <b>Plan Fiduciary Net Position</b>			
Contributions - employer	\$ 665,410	199,306	198,187
Contributions - employee	152,820	135,375	172,789
Pension plan net investment income	1,430,202	(5,140)	265,091
Benefit payments, including refunds	(1,206,338)	(952,233)	(1,071,087)
Administrative expense	<u>(51,417)</u>	<u>(67,008)</u>	<u>(75,444)</u>
Net Change In Plan Fiduciary Net Position	990,677	(689,700)	(510,464)
 Plan Fiduciary Net Position Beginning	 <u>11,890,389</u>	 <u>12,580,089</u>	 <u>13,090,553</u>
 Plan Fiduciary Net Position Ending (b)	 <u><u>\$ 12,881,066</u></u>	 <u><u>11,890,389</u></u>	 <u><u>12,580,089</u></u>
 <b>Net Pension Liability (a)-(b)</b>	 <u><u>\$ 4,659,050</u></u>	 <u><u>5,153,499</u></u>	 <u><u>16,262,886</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 73.44 %	 69.76	 43.62
 Covered Employee Payroll	 \$ 2,162,754	 2,126,465	 2,677,527
 Net Pension Liability as a Percentage of Coverd Employee Payroll	 215.42 %	 242.35	 607.38

Notes:

Information is not available for fiscal years prior to 2015. Additional years will be displayed as it becomes available. For the 2016 valuation, the effect of plan changes includes the change in authorized tax rate from \$0.11 to \$0.33 per \$100 of assessed value approved by the voters in April 2016. All cost of living adjustments after July 1, 2015 were eliminated 2/3 rather than 100% of employee contributions made to the Plan after December 31, 2016 will be refunded upon termination or retirement. Finally, the benefit multiplier is 2%, rather than 2.5% for years of service earned after December 31, 2016, for those retiring with less than 20 years of service.

**CITY OF BERKELEY, MISSOURI**

**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS - POLICE AND FIRE PENSION RETIREMENT FUND**  
**LAST TEN FISCAL YEARS**

	For The Years Ended June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially determined pension contribution	\$ 924,236	1,060,472	1,247,121	1,337,551	1,279,952	1,245,038	976,809	855,227	557,893	349,203
Contributions in relation to the actuarially determined contribution	665,410	199,306	198,187	204,885	186,654	225,619	246,418	228,800	211,259	221,851
Contribution Deficiency	<u>\$ 258,826</u>	<u>861,166</u>	<u>1,048,934</u>	<u>1,132,666</u>	<u>1,093,298</u>	<u>1,019,419</u>	<u>730,391</u>	<u>626,427</u>	<u>346,634</u>	<u>127,352</u>
Covered Employee Payroll	\$ 2,162,754	2,126,465	2,677,527	2,894,850	3,240,279	3,129,585	2,875,145	2,930,156	2,605,208	2,700,880
Contributions as a Percentage of Covered Employee Payroll	30.77 %	9.37	7.40	7.08	5.76	7.21	8.57	7.81	8.11	8.21

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Aggregate cost method
Asset valuation method	5 years smoothed market; 80% - 120% corridor
Inflation	2.5%
Salary increases	4% including wage inflation
Investment rate of return	7.0%, net of investment expense
Retirement age	55 with 10 years of service
Mortality	RP-2000 Mortality for Employees, Healthy Annuitants, and Disabled Annuitants with generational projection per Scale AA for healthy participates

Other information:

Assumption changes are reflected in the total pension liability as of July 1, 2014. The assumption change was due to a decrease in the discount rate. It went from 7.5% to 4.36%.

Assumption changes are reflected in the total pension liability as of July 1, 2015. The assumption change was due to an increase in the discount rate from 4.36% to 7%.

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF CHANGES**  
**IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS - LAGERS**  
**FOR THE YEARS ENDED JUNE 30**

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Total Pension Liability</b>			
Service cost	\$ 144,532	152,848	168,470
Interest on the total pension liability	700,009	673,844	669,091
Difference between expected and actual experience	(49,205)	(205,353)	(188,570)
Changes of assumptions	-	326,263	-
Benefit payments, including refunds	(540,387)	(623,389)	(529,768)
Net Change In Total Pension Liability	254,949	324,213	119,223
 Total Pension Liability Beginning	 <u>9,849,767</u>	 <u>9,525,554</u>	 <u>9,406,331</u>
 Total Pension Liability Ending (a)	 <u><u>\$ 10,104,716</u></u>	 <u><u>9,849,767</u></u>	 <u><u>9,525,554</u></u>
 <b>Plan Fiduciary Net Position</b>			
Contributions - employer	\$ 9,140	41,712	59,341
Net investment income	1,332,851	(39,337)	240,665
Benefit payments, including refunds	(540,387)	(623,389)	(529,768)
Administrative expense	(9,691)	(9,670)	(10,904)
Other	(180,677)	(39,845)	(25,179)
Net Change In Plan Fiduciary Net Position	611,236	(670,529)	(265,845)
 Plan Fiduciary Net Position Beginning	 <u>11,663,121</u>	 <u>12,333,650</u>	 <u>12,599,495</u>
 Plan Fiduciary Net Position Ending (b)	 <u><u>\$ 12,274,357</u></u>	 <u><u>11,663,121</u></u>	 <u><u>12,333,650</u></u>
 <b>Net Pension Liability (Asset) Ending (a)-(b)</b>	 <u><u>\$ (2,169,641)</u></u>	 <u><u>(1,813,354)</u></u>	 <u><u>(2,808,096)</u></u>
  Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	  121.47 %	  118.41	  129.48
 Covered Employee Payroll (for February 28/29 Valuation)	 \$ 1,412,803	 1,263,694	 1,465,711
 Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	  (153.57) %	  (143.50)	  (191.59)

Note: Information is not available for fiscal years prior to 2015. Additional years will be displayed as it becomes available.

**CITY OF BERKELEY, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS - LAGERS**  
**LAST TEN FISCAL YEARS**

	For The Years Ended June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially determined pension contribution	\$ 4,720	44,964	60,130	101,681	103,255	114,371	94,983	9,522	9,729	8,352
Contributions in relation to the actuarially determined contribution	4,720	44,964	60,130	70,395	53,146	46,117	29,682	9,522	9,729	8,352
Contribution Deficiency (Excess)	\$ -	-	-	31,286	50,109	68,254	65,301	-	-	-
Covered Employee Payroll	\$ 1,573,491	1,498,809	1,466,574	1,564,329	1,518,450	1,844,685	1,978,810	1,904,411	1,945,739	1,670,448
Contributions as a Percentage of Covered Employee Payroll	0.30 %	3.00	4.10	4.50	3.50	2.50	1.50	0.50	0.50	0.50

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of February 28/29 prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal and modified terminal funding
Amortization method	A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period or (ii) 15 years.
Remaining amortization period	Multiple bases from 15 to 21 years
Asset valuation method	5 years smoothed market; 20% corridor
Inflation	3.25% wage inflation; 2.50% price inflation
Salary increases	3.25% to 6.55% including wage inflation
Investment rate of return	7.25%, 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 were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables for post-retirement mortality were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees' mortality tables for males and females. Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

Other information:

There were no benefit changes during the year.



**OTHER SUPPLEMENTAL INFORMATION SECTION**

**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for the proceeds of special revenue sources (other than special assessment, expendable trust, or major capital projects) that are legally restricted to expenditures for special purposes.

**Police Training Fund** -- The Police Training Fund provides funding for necessary in-service training for police department personnel.

**Sewer Lateral Fund** -- The Sewer Lateral Fund provides funding for all sewer lateral projects in the City.

**Local Law Enforcement Block Grant (LLEBG) Fund** -- The LLEBG Fund accounts for Local Law Enforcement Block Grants and related expenditures.

**Pension Tax Fund** -- The Pension Tax Fund is used to account for property tax revenue for contributions to the Police and Firemen's Pension Fund.

**CAPITAL PROJECTS FUNDS**

**Capital Fund** -- The Capital Fund provides funding for all capital improvement projects relating to the construction, maintenance, and repair of physical infrastructure, primarily financed through the City's ½ cent sales tax for capital improvements.

**DEBT SERVICE FUNDS**

The 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.

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING**  
**BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	<b>Police Training</b>	<b>Sewer Lateral</b>	<b>Local Law Enforcement Block Grant</b>	<b>Capital</b>	<b>Debt Service Reserve</b>	<b>Debt Service Rent</b>	<b>2015 Bonds Debt Service</b>	<b>Total</b>
<b>ASSETS</b>								
Cash and investments	\$ 32,206	803,384	147,567	1,233,526	599,251	-	504,603	3,320,537
Receivables:								
Taxes	-	-	-	105,102	-	-	94,015	199,117
Other	-	-	19,543	-	-	25,731	-	45,274
Total Assets	<u>\$ 32,206</u>	<u>803,384</u>	<u>167,110</u>	<u>1,338,628</u>	<u>599,251</u>	<u>25,731</u>	<u>598,618</u>	<u>3,564,928</u>
<b>LIABILITIES</b>								
Accounts payable and other accrued liabilities	\$ -	2,650	-	17,674	-	1,876	40,000	62,200
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Unavailable revenue - property taxes	-	-	-	-	-	-	93,979	93,979
<b>FUND BALANCES</b>								
Restricted for:								
Capital projects	-	-	-	1,320,954	-	-	-	1,320,954
Debt service	-	-	-	-	599,251	23,855	464,639	1,087,745
Local law enforcement block grant	-	-	167,110	-	-	-	-	167,110
Police training	32,206	-	-	-	-	-	-	32,206
Sewer lateral	-	800,734	-	-	-	-	-	800,734
Total Fund Balances	<u>32,206</u>	<u>800,734</u>	<u>167,110</u>	<u>1,320,954</u>	<u>599,251</u>	<u>23,855</u>	<u>464,639</u>	<u>3,408,749</u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	<u>\$ 32,206</u>	<u>803,384</u>	<u>167,110</u>	<u>1,338,628</u>	<u>599,251</u>	<u>25,731</u>	<u>598,618</u>	<u>3,564,928</u>

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Police Training</b>	<b>Sewer Lateral</b>	<b>Local Law Enforcement Block Grant</b>	<b>Pension Tax Fund</b>	<b>Capital</b>	<b>Debt Service Reserve</b>	<b>Debt Service Rent</b>	<b>2015 Bonds Debt Service</b>	<b>Total</b>
<b>REVENUES</b>									
Property taxes	\$ -	-	-	473,480	-	-	-	485,978	959,458
Sales taxes	-	-	-	-	618,798	-	-	-	618,798
Intergovernmental	-	-	-	-	-	-	143,811	-	143,811
Sewer lateral fees	-	82,522	-	-	-	-	-	-	82,522
Investment income	7	8,599	267	-	493	242	121	813	10,542
Total Revenues	7	91,121	267	473,480	619,291	242	143,932	486,791	1,815,131
<b>EXPENDITURES</b>									
Public safety	17,640	-	-	-	-	-	-	-	17,640
Pension contribution	-	-	-	473,480	-	-	-	-	473,480
Capital outlay	-	58,994	-	-	218,140	-	-	-	277,134
Debt service:									
Debt principal	-	-	-	-	-	-	270,000	250,000	520,000
Interest and other costs	-	-	-	-	-	-	485,575	99,180	584,755
Total Expenditures	17,640	58,994	-	473,480	218,140	-	755,575	349,180	1,873,009
<b>REVENUES OVER (UNDER)</b>									
<b>EXPENDITURES</b>	(17,633)	32,127	267	-	401,151	242	(611,643)	137,611	(57,878)
<b>OTHER FINANCING SOURCES</b>									
Transfers in	-	-	-	-	-	-	615,739	-	615,739
<b>NET CHANGE IN FUND BALANCES</b>	(17,633)	32,127	267	-	401,151	242	4,096	137,611	557,861
<b>FUND BALANCES, JULY 1</b>	49,839	768,607	166,843	-	919,803	599,009	19,759	327,028	2,850,888
<b>FUND BALANCES, JUNE 30</b>	\$ 32,206	800,734	167,110	-	1,320,954	599,251	23,855	464,639	3,408,749

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCE - BUDGET AND ACTUAL - POLICE TRAINING FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

---

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b><u>Original</u></b>	<b><u>Final</u></b>	<b><u>Actual</u></b>	
<b>REVENUES</b>				
Investment income	\$ -	-	7	7
Other income	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Total Revenues	5,000	5,000	7	(4,993)
<b>EXPENDITURES</b>				
Training	<u>13,100</u>	<u>13,100</u>	<u>17,640</u>	<u>4,540</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ (8,100)</u></u>	<u><u>(8,100)</u></u>	<u>(17,633)</u>	<u><u>(9,533)</u></u>
FUND BALANCE, JULY 1			<u>49,839</u>	
<b>FUND BALANCE, JUNE 30</b>			<u><u>\$ 32,206</u></u>	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND**  
**BALANCE - BUDGET AND ACTUAL - SEWER LATERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b><u>Original</u></b>	<b><u>Final</u></b>	<b><u>Actual</u></b>	
<b>REVENUES</b>				
Sewer lateral fees	\$ 85,000	85,000	82,522	(2,478)
Investment income	10,000	10,000	8,599	(1,401)
Total Revenues	<u>95,000</u>	<u>95,000</u>	<u>91,121</u>	<u>(3,879)</u>
<b>EXPENDITURES</b>				
Sewer lateral repairs	<u>45,000</u>	<u>55,000</u>	<u>58,994</u>	<u>3,994</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ 50,000</u></u>	<u><u>40,000</u></u>	<u>32,127</u>	<u><u>(7,873)</u></u>
<b>FUND BALANCE, JULY 1</b>			<u>768,607</u>	
<b>FUND BALANCE, JUNE 30</b>			<u><u>\$ 800,734</u></u>	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - LOCAL LAW ENFORCEMENT BLOCK GRANT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Investment income	\$ -	-	267	267
<b>OTHER FINANCING USES</b>				
Transfers out	<u>(140,000)</u>	<u>(140,000)</u>	<u>-</u>	<u>140,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ (140,000)</u></u>	<u><u>(140,000)</u></u>	267	<u><u>140,267</u></u>
FUND BALANCE, JULY 1			<u>166,843</u>	
FUND BALANCE, JUNE 30			<u><u>\$ 167,110</u></u>	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND**  
**BALANCE - BUDGET AND ACTUAL - CAPITAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Sales taxes	\$ 550,000	550,000	618,798	68,798
Investment income	200	200	493	293
Total Revenues	550,200	550,200	619,291	69,091
<b>EXPENDITURES</b>				
Capital outlay	759,200	759,200	218,140	(541,060)
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(209,000)	(209,000)	401,151	610,151
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	300,000	300,000	-	(300,000)
Transfers out	(125,000)	(125,000)	-	125,000
Total Other Financing Sources (Uses)	175,000	175,000	-	(175,000)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (34,000)</u>	<u>(34,000)</u>	401,151	<u>435,151</u>
<b>FUND BALANCE, JULY 1</b>			<u>919,803</u>	
<b>FUND BALANCE, JUNE 30</b>			<u>\$ 1,320,954</u>	



**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - DEBT SERVICE RENT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Intergovernmental	\$ 143,445	143,445	143,811	366
Investment income	-	-	121	121
Total Revenues	143,445	143,445	143,932	487
<b>EXPENDITURES</b>				
Debt service:				
Debt principal	260,000	260,000	270,000	10,000
Interest and other costs	493,375	493,375	485,575	(7,800)
Total Expenditures	753,375	753,375	755,575	2,200
<b>REVENUES UNDER EXPEN- DITURES</b>	(609,930)	(609,930)	(611,643)	(1,713)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	753,375	753,375	615,739	(137,636)
Transfers out	(143,445)	(143,445)	-	143,445
Total Other Financing Sources (Uses)	609,930	609,930	615,739	5,809
<b>NET CHANGE IN FUND BALANCE</b>	\$ -	-	4,096	4,096
<b>FUND BALANCE, JULY 1</b>			19,759	
<b>FUND BALANCE, JUNE 30</b>			\$ 23,855	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - 2015 BONDS DEBT SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Property taxes	\$ 284,250	284,250	485,978	201,728
Investment income	700	700	813	113
Total Revenues	284,950	284,950	486,791	201,841
<b>EXPENDITURES</b>				
Debt service:				
Debt principal	250,000	250,000	250,000	-
Interest and other costs	93,994	93,994	99,180	5,186
Total Expenditures	343,994	343,994	349,180	5,186
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(59,044)	(59,044)	137,611	196,655
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	344,000	344,000	-	(344,000)
Transfers out	(300,000)	(300,000)	-	300,000
Total Other Financing Sources (Uses)	44,000	44,000	-	(44,000)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (15,044)</u>	<u>(15,044)</u>	137,611	<u>152,655</u>
FUND BALANCE, JULY 1			327,028	
FUND BALANCE, JUNE 30			<u>\$ 464,639</u>	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND**  
**BALANCE - BUDGET AND ACTUAL - BUILDING FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amounts</u>			<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>REVENUES</b>				
Investment income	\$ 3,000	3,000	4,488	1,488
<b>EXPENDITURES</b>				
Capital outlay	<u>2,638,000</u>	<u>2,638,000</u>	<u>915,984</u>	<u>(1,722,016)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (2,635,000)</u>	<u>(2,635,000)</u>	(911,496)	<u>1,723,504</u>
FUND BALANCE, JULY 1			<u>2,886,670</u>	
<b>FUND BALANCE, JUNE 30</b>			<u>\$ 1,975,174</u>	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - PROJECT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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	<b>Budgeted Amounts</b>			<b>Over (Under) Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Investment income	\$ 2,700	2,700	2,819	119
<b>EXPENDITURES</b>				
Capital outlay	2,804,488	2,804,488	2,731,288	(73,200)
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ (2,801,788)</u></u>	<u><u>(2,801,788)</u></u>	(2,728,469)	<u><u>73,319</u></u>
FUND BALANCE, JULY 1			<u>2,728,469</u>	
FUND BALANCE, JUNE 30			<u><u>\$ -</u></u>	

**CITY OF BERKELEY, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - STATEMENT OF**  
**CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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	<b>Balance June 30 2016</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30 2017</b>
<b>Municipal Court Bonds Fund</b>				
Assets - restricted cash	<u>\$ 251,759</u>	<u>32,336</u>	<u>151,078</u>	<u>133,017</u>
Liabilities - funds held for others	<u>\$ 251,759</u>	<u>32,336</u>	<u>151,078</u>	<u>133,017</u>

**STATISTICAL SECTION**

# CITY OF BERKELEY, MISSOURI

## STATISTICAL SECTION OVERVIEW

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

<b>Contents</b>	<b>Pages</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	73 - 76
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	77 - 82
<b>Debt Capacity</b> 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.	83 - 86
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	87 - 88
<b>Operating Information</b> 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.	89 - 91

**CITY OF BERKELEY, MISSOURI**  
**NET POSITION BY COMPONENT - ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN FISCAL YEARS**

	<b>June 30</b>									
	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015*</b>	<b>2016</b>	<b>2017</b>
Primary government - governmental activities:										
Net investment in capital assets	\$ 627,649	2,152,519	3,851,767	5,110,519	6,238,082	6,604,996	6,334,713	6,658,657	7,589,396	8,655,029
Restricted:										
Debt service	547,236	499,073	297,552	1,005,426	906,297	746,987	839,977	1,228,148	999,830	1,181,724
Capital projects	-	-	-	-	38,008	421,615	361,314	3,612,086	3,806,473	3,296,128
Special revenue	2,146,162	2,313,911	7,606,789	7,417,653	6,864,155	6,907,137	7,479,974	5,412,405	6,066,121	6,665,483
Unrestricted	502,910	243,941	940,140	(552,059)	(1,965,756)	(3,342,256)	(2,873,890)	(1,174,966)	3,108,215	3,688,837
Total	<u>\$ 3,823,957</u>	<u>5,209,444</u>	<u>12,696,248</u>	<u>12,981,539</u>	<u>12,080,786</u>	<u>11,338,479</u>	<u>12,142,088</u>	<u>15,736,330</u>	<u>21,570,035</u>	<u>23,487,201</u>

\*GASB 68 implemented in fiscal year ending 2015.



**CITY OF BERKELEY, MISSOURI**  
**CHANGE IN NET POSITION - ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN FISCAL YEARS**

	For The Years Ended June 30									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>EXPENSES</b>										
Governmental activities:										
General government	\$ 2,004,454	2,353,260	2,422,323	2,607,613	2,952,438	2,807,958	2,769,915	2,479,700	2,574,683	2,641,271
Public safety	5,438,788	5,376,071	5,908,013	6,544,031	6,930,162	6,897,288	6,156,773	7,251,355	848,255	5,015,227
Public works	1,377,889	1,664,538	1,647,303	1,961,128	1,833,670	1,473,129	1,489,985	1,304,750	1,583,531	1,642,617
Parks and recreation	504,999	449,385	682,170	739,517	704,570	518,407	414,848	384,482	526,317	537,317
Community development	-	85,768	67,143	267	7,305	131,700	-	53,092	11,289	6,379
Interest	133,756	89,387	73,805	550,943	581,897	538,904	519,052	499,522	692,948	575,867
Total Expenses	<u>9,459,886</u>	<u>10,018,409</u>	<u>10,800,757</u>	<u>12,403,499</u>	<u>13,010,042</u>	<u>12,367,386</u>	<u>11,350,573</u>	<u>11,972,901</u>	<u>6,237,023</u>	<u>10,418,678</u>
<b>PROGRAM REVENUES</b>										
Governmental activities:										
Charges for services:										
General government	630,067	720,683	699,303	614,556	656,051	584,663	576,237	639,559	589,948	886,879
Public safety	941,430	823,728	923,286	1,099,080	1,236,607	1,097,476	1,287,809	978,848	366,367	338,677
Public works	318,461	253,892	422,611	440,429	419,927	409,164	409,343	589,261	809,748	526,016
Parks and recreation	34,081	49,417	33,035	32,134	32,536	25,956	16,613	16,592	24,272	29,233
Operating grants and contributions	754,396	606,391	647,190	962,941	706,619	546,979	825,480	950,746	743,085	755,345
Capital grants and contributions	248,400	505,083	7,291,647	171,630	150,298	218,907	16,400	1,181,221	536,256	210,923
Total Program Revenues	<u>2,926,835</u>	<u>2,959,194</u>	<u>10,017,072</u>	<u>3,320,770</u>	<u>3,202,038</u>	<u>2,883,145</u>	<u>3,131,882</u>	<u>4,356,227</u>	<u>3,069,676</u>	<u>2,747,073</u>
<b>NET EXPENSES</b>										
Governmental activities	<u>(6,533,051)</u>	<u>(7,059,215)</u>	<u>(783,685)</u>	<u>(9,082,729)</u>	<u>(9,808,004)</u>	<u>(9,484,241)</u>	<u>(8,218,691)</u>	<u>(7,616,674)</u>	<u>(3,167,347)</u>	<u>(7,671,605)</u>
<b>GENERAL REVENUES AND OTHER CHANGE IN NET POSITION</b>										
Governmental activities:										
Taxes:										
Property	2,240,009	2,152,031	2,102,243	2,400,337	2,410,836	1,896,712	2,241,577	2,034,396	2,059,615	2,201,516
Sales	3,210,106	3,395,747	3,064,922	3,572,335	3,473,229	3,389,439	3,449,820	3,735,363	3,784,121	3,945,957
Utility	2,768,749	2,314,267	2,482,363	2,755,554	2,485,617	2,578,498	2,613,767	2,521,293	2,498,432	2,542,785
Business licenses	456,996	472,227	488,334	417,913	465,522	484,347	478,158	420,042	460,873	637,077
Investment income	67,901	50,421	125,386	131,668	3,012	2,674	3,589	15,083	47,127	13,001
Other	61,722	60,009	98,361	90,213	249,933	341,265	235,389	271,527	253,198	176,259
Gain on sale of capital assets	-	-	5,769	-	-	48,999	-	-	-	40,000
Total General Revenues And Other Changes In Net Position	<u>8,805,483</u>	<u>8,444,702</u>	<u>8,367,378</u>	<u>9,368,020</u>	<u>9,088,149</u>	<u>8,741,934</u>	<u>9,022,300</u>	<u>8,997,704</u>	<u>9,103,366</u>	<u>9,556,595</u>
<b>CHANGE IN NET POSITION</b>										
Governmental activities	<u>\$ 2,272,432</u>	<u>1,385,487</u>	<u>7,583,693</u>	<u>285,291</u>	<u>(719,855)</u>	<u>(742,307)</u>	<u>803,609</u>	<u>1,381,030</u>	<u>5,936,019</u>	<u>1,884,990</u>

**CITY OF BERKELEY, MISSOURI**  
**FUND BALANCES - GOVERNMENTAL FUNDS -**  
**MODIFIED ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN FISCAL YEARS**

	June 30									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>General Fund</b>										
Nondisposable	\$ -	-	-	80,573	18,769	26,332	46,330	323,367	53,468	161,020
Restricted	-	-	-	-	-	-	-	-	144,767	145,633
Committed	-	-	-	-	11,627	-	-	106,651	52,931	-
Assigned	-	-	-	-	-	-	-	-	772,381	694,715
Unassigned	-	-	-	1,113,405	246,332	(23,726)	1,344,546	3,201,051	3,517,735	4,748,540
Reserved	323,171	193,889	191,507	-	-	-	-	-	-	-
Unreserved	1,066,387	1,432,979	1,350,309	-	-	-	-	-	-	-
Total General Fund	<u>\$ 1,389,558</u>	<u>1,626,868</u>	<u>1,541,816</u>	<u>1,193,978</u>	<u>276,728</u>	<u>2,606</u>	<u>1,390,876</u>	<u>3,631,069</u>	<u>4,541,282</u>	<u>5,749,908</u>
 <b>All Other Governmental Funds</b>										
Nondisposable	\$ -	-	-	-	-	-	-	10,400	-	-
Restricted	-	-	-	8,738,083	7,808,459	8,050,377	8,647,876	10,203,374	13,402,092	10,903,723
Unassigned	-	-	-	(89,239)	-	-	-	-	-	-
Reserved:										
Debt service	517,118	477,939	276,336	-	-	-	-	-	-	-
Encumbrances	19,968	142,969	256,371	-	-	-	-	-	-	-
Unreserved, reported in:										
Special Revenue Funds	2,126,194	1,875,712	5,342,773	-	-	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 2,663,280</u>	<u>2,496,620</u>	<u>5,875,480</u>	<u>8,648,844</u>	<u>7,808,459</u>	<u>8,050,377</u>	<u>8,647,876</u>	<u>10,213,774</u>	<u>13,402,092</u>	<u>10,903,723</u>

Notes:  
GASB 54 was implemented in 2011.

**CITY OF BERKELEY, MISSOURI**  
**CHANGES IN FUND BALANCES (DEFICITS) - GOVERNMENTAL FUNDS -**  
**MODIFIED ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN FISCAL YEARS**

	For The Years Ended June 30									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>REVENUES</b>										
Property taxes	\$ 2,265,030	2,147,856	2,104,516	2,342,287	2,435,677	1,875,085	2,158,838	2,205,264	2,162,993	2,672,246
Sales taxes	3,046,264	3,233,445	2,894,468	3,399,807	3,346,183	3,278,423	3,359,148	3,662,606	3,690,854	3,871,856
Hotel/motel fees	-	-	-	-	-	142,940	134,634	121,144	142,071	127,001
Utility taxes	2,768,749	2,314,267	2,482,363	2,755,554	2,485,617	2,578,498	2,613,767	2,521,293	2,498,432	2,542,785
Licenses, permits, fines, and other fees	2,129,283	2,262,128	2,393,595	2,402,725	2,570,574	2,324,963	2,445,384	2,406,163	2,026,048	2,188,079
Intergovernmental	1,035,573	1,009,088	5,306,952	1,042,555	3,874,031	891,832	752,621	1,216,088	1,365,252	1,032,569
Sewer lateral fees	88,815	85,778	88,082	86,625	85,188	84,827	84,077	85,562	81,432	82,522
Investment income	67,901	50,431	4,386	3,947	3,012	2,674	3,589	15,083	47,127	26,054
Other income	267,892	270,512	367,681	349,308	350,955	309,504	419,447	838,567	152,578	199,783
Total Revenues	11,669,507	11,373,505	15,642,043	12,382,808	15,151,237	11,488,746	11,971,505	13,071,770	12,166,787	12,742,895
<b>EXPENDITURES</b>										
Current:										
General government	1,819,984	2,130,373	2,339,822	2,291,378	2,529,575	2,444,783	2,338,051	2,105,028	2,192,910	1,916,367
Public safety	4,899,661	5,043,292	5,293,830	5,667,529	5,804,183	5,501,516	4,760,714	4,237,037	4,105,360	4,789,561
Public works	1,225,454	1,596,308	1,480,776	1,577,913	1,548,973	1,249,809	1,292,480	1,111,781	1,264,506	1,254,780
Parks and recreation	417,094	364,757	562,528	613,510	528,320	468,583	285,672	284,009	348,674	340,869
Community development	-	83,618	69,784	267	21,295	110	-	53,092	10,834	1,957
Contingency	-	-	-	77,383	63,299	-	-	4,725	-	67,647
Capital outlay	526,397	1,715,349	2,115,513	8,305,099	4,839,527	396,690	275,001	713,986	1,961,771	4,686,244
Debt service:										
Debt principal	518,469	376,189	414,018	687,479	999,950	909,761	513,552	255,000	560,000	520,000
Interest and other costs	128,105	81,179	71,964	433,920	573,750	598,697	520,266	501,021	556,384	584,755
Bond issue costs	-	-	-	158,157	-	-	-	-	109,146	-
Total Expenditures	9,535,164	11,391,065	12,348,235	19,812,635	16,908,872	11,569,949	9,985,736	9,265,679	11,109,585	14,162,180
<b>REVENUES OVER (UNDER) EXPENDI- TURES</b>										
	2,134,343	(17,560)	3,293,808	(7,429,827)	(1,757,635)	(81,203)	1,985,769	3,806,091	1,057,202	(1,419,285)
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	-	170,000	213,093	2,031,494	675,000	671,639	715,243	984,455	480,000	615,739
Insurance recoveries	-	-	-	-	-	-	-	-	83,930	9,679
Issuance of capital lease	-	88,210	-	758,117	-	-	-	-	-	-
Issuance of long-term debt	-	-	-	9,095,000	-	-	-	-	3,000,000	-
Sale of capital assets	-	-	-	-	-	48,999	-	-	-	40,000
Premium on issuance of long-term debt	-	-	-	2,236	-	-	-	-	59,713	-
Transfers out	-	(170,000)	(213,093)	(2,031,494)	(675,000)	(671,639)	(715,243)	(984,455)	(480,000)	(615,739)
Total Other Financing Sources (Uses)	-	88,210	-	9,855,353	-	48,999	-	-	3,143,643	49,679
<b>NET CHANGE IN FUND BALANCES</b>										
	\$ 2,134,343	70,650	3,293,808	2,425,526	(1,757,635)	(32,204)	1,985,769	3,806,091	4,200,845	(1,369,606)
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>										
	7.0 %	4.7	4.6	9.3	12.4	13.5	10.5	8.9	11.9	11.3

**CITY OF BERKELEY, MISSOURI**  
**TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS -**  
**MODIFIED ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Property Taxes</b>	<b>Sales Taxes</b>	<b>Utility Gross Receipts Taxes</b>	<b>Other Taxes (1)</b>	<b>Total</b>
2008	\$ 2,265,030	\$ 3,046,264	\$ 2,768,749	\$ 1,004,801	\$ 9,084,844
2009	2,147,856	3,233,445	2,314,267	637,405	8,332,973
2010	2,104,516	2,894,468	2,482,363	661,305	8,142,652
2011	2,342,287	3,399,807	2,755,554	657,986	9,155,634
2012	2,435,677	3,346,183	2,485,617	555,154	8,822,631
2013	1,875,085	3,278,423	2,578,498	490,055	8,222,061
2014	2,158,838	3,359,148	2,613,767	511,642	8,643,395
2015	2,205,264	3,662,606	2,521,293	516,915	8,906,078
2016	2,162,993	3,690,854	2,498,432	490,925	8,843,204
2017	2,672,246	3,871,856	2,542,785	528,891	9,615,778

Notes:

(1) Other taxes include cigarette, gasoline, automobile sales, and road and bridge.

The City participates in the county-wide sales tax sharing pool and a point of sale sharing; therefore, sales tax is not the City's own source of revenue.

**CITY OF BERKELEY, MISSOURI**  
**SALES TAX RATES AND TAXABLE SALES**  
**LAST TEN FISCAL YEARS**

<b>For The Years Ended June 30</b>	<b>City Direct Rate</b>	<b>St. Louis County</b>	<b>State Of Missouri</b>	<b>Direct And Overlapping</b>	<b>Sales Tax Revenues</b>	<b>Taxable Sales (1)</b>
2008	1.500 %	1.850 %	4.225 %	7.575 %	\$ 3,046,264	\$ 121,850,560
2009	1.500	2.100	4.225	7.825	3,233,445	129,337,800
2010	2.000	2.200	4.225	8.425	2,894,468	96,482,267
2011	2.000	2.700	4.225	8.925	3,399,807	103,791,807
2012	2.000	2.700	4.225	8.925	3,346,183	98,801,928
2013	2.000	2.888	4.225	9.113	3,278,423	99,714,970
2014	2.000	2.888	4.225	9.113	3,359,148	107,349,342
2015	2.000	2.888	4.225	9.113	3,662,606	115,312,714
2016	2.000	2.888	4.225	9.113	3,690,854	113,317,196
2017	2.000	2.888	4.225	9.113	3,871,856	117,371,994

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

Notes:

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

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

0.500% Capital improvements sales tax

0.500% Parks and stormwater sales tax effective 2006

0.250% Fire equipment sales tax effective 2006

0.250% Local option sales tax effective 2006

0.500% Economic development sales tax effective 2010

**CITY OF BERKELEY, MISSOURI**  
**ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Real Property</b>		<b>Personal Property</b>		<b>Total Assessed Value</b>	<b>Total Direct Tax Rate</b>	<b>Total Estimated Actual Value</b>	<b>Ratio Of Assessed Value To Total Estimated Actual Value</b>
	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>				
2008	\$ 154,415,058	\$ 586,276,353	\$ 59,172,156	\$ 196,088,100	\$ 213,587,214	1.202 %	\$ 782,364,453	27.3 %
2009	153,396,053	545,520,727	66,026,712	210,814,371	219,422,765	1.139	756,335,098	29.0
2010	146,963,170	556,391,912	64,644,727	184,984,812	211,607,897	1.145	741,376,724	28.5
2011	148,166,886	612,188,173	61,661,604	145,736,394	209,828,490	1.214	757,924,567	27.7
2012	169,101,914	589,362,366	48,578,798	162,220,062	217,680,712	1.220	751,582,428	29.0
2013	145,742,063	532,880,404	51,144,934	153,434,802	196,886,997	1.197	686,315,206	28.7
2014	141,498,348	519,061,905	50,331,038	150,993,114	191,829,386	1.186	670,055,019	28.6
2015	140,454,059	504,721,575	56,810,946	170,432,838	197,265,005	1.232	675,154,413	29.2
2016	137,075,722	493,846,756	54,618,851	163,856,553	191,694,573	1.253	657,703,309	29.1
2017	151,427,053	541,858,557	52,354,964	157,064,892	203,782,017	1.612	698,923,449	29.2

Source of Data: St. Louis County Assessor. Property is assessed as of January 1. Taxes levied become due and payable on November 1 and delinquent after December 31.

**CITY OF BERKELEY, MISSOURI**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS -**  
**PER \$100 OF ASSESSED VALUE**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Property Tax Rates											
	Direct Rates		Overlapping Rates									
	City		School District		County		State		Other		Total	
2008	1.202	%	5.04	%	0.58	%	0.03	%	1.724	%	8.58	%
2009	1.139		5.04		0.58		0.03		1.724		8.51	
2010	1.145		5.02		0.58		0.03		1.724		8.50	
2011	1.214		5.02		0.58		0.03		1.976		8.82	
2012	1.220		5.02		0.58		0.03		1.976		8.83	
2013	1.197		5.04		0.64		0.03		2.222		9.13	
2014	1.186		5.04		0.52		0.03		2.266		9.04	
2015	1.232		5.54		0.52		0.03		2.289		9.61	
2016	1.253		5.54		0.61		0.03		2.193		9.63	
2017	1.612		5.54		0.52		0.03		2.183		9.89	

Note: Assessed valuation is \$203,782,017. City direct rate is the real estate residential rate.

Source of Data: St. Louis County Assessor

**CITY OF BERKELEY, MISSOURI**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT AND NINE YEARS AGO**

Taxpayer	2017			2008		
	Taxable Assessed Value	Rank	Percentage Of Total City Assessed Value	Taxable Assessed Value	Rank	Percentage Of Total City Assessed Value
The Boeing Company	\$ 57,968,650	1	28.45 %	\$ 84,891,300	1	39.75 %
Express Scripts, Inc.	8,296,780	2	4.07	-	-	-
Hotel St. Louis Natural Bridge LP	7,724,990	3	3.79	-	-	-
Enterprise Holdings LLC	6,801,140	4	3.34	6,194,840	4	2.90
Tax Advisors Group	6,195,710	5	3.04	-	-	-
St. Louis County	4,526,810	6	2.22	-	-	-
Ameren	4,255,523	7	2.09	4,148,068	6	1.94
Patheon Biologics, LLC	3,184,740	8	1.56	-	-	-
Stag Hazelwood LLC	3,169,730	9	1.56	-	-	-
Northpark Partners Hotel LLC	3,150,290	10	1.55	-	-	-
Centocor	-	-	-	8,246,360	2	3.86
RBD St. Louis, LLC	-	-	-	7,989,190	3	3.74
Avis Budget Group	-	-	-	5,004,520	5	2.34
First Industrial LP	-	-	-	3,456,000	7	1.62
Moneta Real Estate LLC	-	-	-	2,914,560	8	1.36
Supervalu Holdings, Inc.	-	-	-	2,876,890	9	1.35
Graham Packaging Company	-	-	-	2,740,980	10	1.28
Total	<u>\$ 105,274,363</u>			<u>\$ 128,462,708</u>		
Total Assessed Value	<u>\$ 203,782,017</u>			<u>\$ 213,587,214</u>		

Source of Data: St. Louis County



**CITY OF BERKELEY, MISSOURI**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent Of Levy Collected</b>	<b>Delinquent Tax Collections/ Adjustments</b>	<b>Total Tax Collections</b>	<b>Total Collections As Percent Of Current Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Outstanding Delinquent Taxes As Percent Of Current Levy</b>
2008	\$ 2,225,495	\$ 2,097,374	94.2 %	\$ 121,577	\$ 2,218,951	99.7 %	\$ 6,544	0.3 %
2009	2,147,225	1,997,289	93.0	133,578	2,130,867	99.2	16,358	0.8
2010	2,178,365	2,015,820	92.5	138,364	2,154,184	98.9	24,181	1.1
2011	2,303,926	2,217,957	96.3	65,592	2,283,549	99.1	20,377	0.9
2012	2,353,745	1,549,747	65.8	776,995	2,326,742	98.9	27,003	1.1
2013	2,294,726	1,976,909	86.2	85,376	2,062,285	89.9	232,441	10.1
2014	2,271,066	2,068,110	91.1	73,103	2,141,213	94.3	129,853	5.7
2015	2,259,059	2,097,291	92.8	57,134	2,154,425	95.4	104,634	4.6
2016	2,306,933	2,010,812	87.2	55,286	2,066,098	89.6	240,835	10.4
2017	2,940,592	2,641,091	89.8	-	2,641,091	89.8	299,501	10.2

Source of Data: St. Louis County Assessor

Data for delinquent tax collection, excluding penalties and interest, is not available by levy year.

**CITY OF BERKELEY, MISSOURI**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**

For The Years Ended June 30	Governmental Activities					Total Primary Government	Percentage Of Personal Income	Per Capita
	General Obligation Bonds (1)	Certificates Of Participation (1)	TIF Revenue Bonds	TIF Notes Payable	Capital Leases			
2008	\$ 1,750,000	\$ -	\$ 224,625	\$ 25,000	\$ -	\$ 1,999,625	1.39 %	\$ 199
2009	1,420,000	-	191,820	25,000	74,823	1,711,643	1.19	170
2010	1,080,000	-	134,528	25,000	58,097	1,297,625	0.90	129
2011	730,000	8,777,012	134,528	25,000	798,735	10,465,275	8.13	1,166
2012	370,000	8,536,788	-	25,000	533,313	9,465,101	7.35	1,054
2013	-	8,291,564	-	-	263,552	8,555,116	6.64	953
2014	-	8,041,340	-	-	-	8,041,340	6.25	896
2015	-	7,786,116	-	-	-	7,786,116	6.05	867
2016	2,756,727	7,525,892	-	-	-	10,282,619	7.99	1,145
2017	2,503,741	7,255,668	-	-	-	9,759,409	7.58	1,087

(1) Presented net of related premium

**CITY OF BERKELEY, MISSOURI**  
**RATIO OF NET GENERAL BONDED DEBT TO ASSESSED**  
**VALUE AND NET BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Population</b>	<b>Assessed Value</b>	<b>Gross Bonded Debt (1)</b>	<b>Less - Debt Service Fund</b>	<b>Net Bonded Debt</b>	<b>Ratio Of Net Bonded Debt To Assessed Value</b>	<b>Net Bonded Debt Per Capita</b>
2008	10,063	\$ 213,587,214	\$ 1,750,000	\$ 440,295	\$ 1,309,705	0.6 %	\$ 130.15
2009	10,063	219,422,765	1,420,000	357,699	1,062,301	0.5	105.57
2010	10,063	211,607,897	1,080,000	165,312	914,688	0.4	90.90
2011	8,978	209,828,490	730,000	152,545	577,455	0.3	64.32
2012	8,978	217,680,712	370,000	158,866	211,134	0.1	23.52
2013	8,978	196,886,997	-	-	-	-	-
2014	8,978	191,829,386	-	-	-	-	-
2015	8,978	197,265,005	-	-	-	-	-
2016	8,978	191,694,573	2,756,727	327,028	2,429,699	1.3	270.63
2017	8,978	203,782,017	2,503,741	464,639	2,039,102	1.0	227.12

Sources of Data: St. Louis County Assessor, U.S. Census Bureau, and U.S. Department of Commerce

(1) Presented net of related premium

**CITY OF BERKELEY, MISSOURI**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
**JUNE 30, 2017**

<u>Name Of Governmental Unit</u>	<u>Total Debt Outstanding</u>	<u>Governmental Unit's Applicable Percentage</u>	<u>Share Of Debt</u>
Direct:			
City of Berkeley	\$ 9,759,409	100.00 %	<u>\$ 9,759,409</u>
Overlapping:			
School District - Ferguson R-2 Reorganized	37,045,000	21.47	7,953,562
School District - Hazelwood	227,072,704	1.11	2,520,507
St. Louis County	561,468,717	1.00	<u>5,614,687</u>
			<u>16,088,756</u>
Total			<u><u>\$ 25,848,165</u></u>

Sources of Data: 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 BERKELEY, MISSOURI**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Debt limit	\$ 21,358,721	21,942,277	21,160,790	20,982,849	21,768,071	19,688,700	19,182,939	19,726,501	19,169,457	20,378,202
Total net debt applicable to limit*	<u>1,309,705</u>	<u>1,062,301</u>	<u>914,688</u>	<u>577,455</u>	<u>211,134</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,429,699</u>	<u>2,039,102</u>
Legal Debt Margin	<u>\$ 20,049,016</u>	<u>20,879,976</u>	<u>20,246,102</u>	<u>20,405,394</u>	<u>21,556,937</u>	<u>19,688,700</u>	<u>19,182,939</u>	<u>19,726,501</u>	<u>16,739,758</u>	<u>18,339,100</u>
Total net debt applicable to the limit as a percentage of debt limit	6.13 %	4.84	4.32	2.75	0.97	-	-	-	12.67	10.01

Legal debt margin calculation for fiscal year 2017:

Assessed value	<u>\$ 203,782,017</u>
Debt limit (10% of assessed value)	<u>\$ 20,378,202</u>
Debt applicable to limit:	
General obligation bonds	2,503,741
Less - Amount set aside for payment of general obligation bonds	<u>464,639</u>
Total Debt Applicable To Limit	<u>2,039,102</u>
Legal Debt Margin	<u>\$ 18,339,100</u>

\*Under Article VI, Sections 26(b) and 26(c) of the Missouri Constitution, the City, by a vote of 2/3 of the qualified electors thereof voting thereon, may incur general obligation bonded indebtedness for City purposes in an amount not to exceed 10% of the assessed valuation of taxable tangible property within the City as ascertained by the last completed assessment for state or county purposes. Under Section 26(d) of said Article VI, the City may incur general obligation indebtedness not exceeding in the aggregate an additional 10% of the aforesaid assessed valuation "for the purpose of acquiring rights-of-way, constructing, extending, and improving sanitary or storm sewer systems" and under Section 26(e) of said Article IV, additional general obligation indebtedness may be incurred for "purchasing or construction, waterworks, electric, or other light plants to be owned exclusively by the City, provided that the total general obligation indebtedness of the City shall not exceed 20% of the assessed valuation."

**CITY OF BERKELEY, MISSOURI**  
**DEMOGRAPHIC STATISTICS**  
**LAST TEN FISCAL YEARS**

<b>For The Years Ended June 30</b>	<b>Population (1)</b>	<b>Personal Income</b>	<b>Per Capita Income</b>	<b>Median Age (3)</b>	<b>Unemployment Rate (2)</b>
2008	10,063	\$ 144,313,483	\$ 14,341	34	5.4 %
2009	10,063	144,313,483	14,341	34	11.6
2010	10,063	144,313,483	14,341	34	9.1
2011	8,978	128,753,498	14,341	42	8.8
2012	8,978	128,753,498	14,341	42	7.1
2013	8,978	128,753,498	14,341	42	7.1
2014	8,978	128,753,498	14,341	31	7.1
2015	8,978	128,753,498	14,341	33	5.8
2016	8,978	128,753,498	14,341	33	5.4
2017	8,978	128,753,498	14,341	33	3.9

Sources of Data:

- (1) St. Louis County Department of Planning
- (2) US Department of Labor
- (3) Census Bureau

**CITY OF BERKELEY, MISSOURI**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND NINE YEARS AGO**

<b>Employer</b>	<b>Rank</b>	
	<b>2017</b>	<b>2008</b>
The Boeing Company	1	1
Cott Beverages	2	-
Univar USA, Inc.	3	-
John Henry Foster Co.	4	-
ESI	5	-
Centocor Inc	6	2
RBD St. Louis, LLC	7	3
Mueller Machine & Tool Co.	8	-
Signature Flight Support	9	-
Enterprise Leasing	10	4
Avis Budget Group	-	5
Ameren UE	-	6
First Industrial LP	-	7
Moneta Real Estate LLC	-	8
Supervalu Holdings, LLC	-	9
Graham Packaging Company	-	10

Notes: Data based on merchant license information. The City does not track number of employees and percentage of total City employment.

**CITY OF BERKELEY, MISSOURI**  
**FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTIONS/PROGRAMS**  
**LAST TEN FISCAL YEARS**

<b>FUNCTIONS/PROGRAMS</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
General government:										
Office of the City Manager	1	1	1	3	2	2	4	4	3	2
City clerk	1	1	1	1	1	1	1	1	1	1
Finance	9	11	9	4	3	6	5	5	5	3
Legal	3	3	3	3	3	3	3	3	3	3
IT information services	-	-	-	2	2	2	1	1	1	-
Public safety:										
Police	57	54	56	58	57	59	43	41	44	34
Fire	27	30	27	26	28	28	22	22	22	26
Public works:										
Public works	2	2	2	2	1	1	2	2	2	2
Inspections	8	9	7	8	7	2	5	5	7	5
Streets	8	7	10	9	9	10	6	6	7	5
Central garage	3	3	3	2	3	3	3	3	4	3
Facilities maintenance	2	2	2	3	3	3	1	2	4	2
Parks and recreation:										
Parks and recreation	6	5	5	7	5	4	3	3	3	3
Total	<u>127</u>	<u>128</u>	<u>126</u>	<u>128</u>	<u>124</u>	<u>124</u>	<u>99</u>	<u>98</u>	<u>106</u>	<u>89</u>

Source of data: Payroll reports.



**CITY OF BERKELEY, MISSOURI**  
**OPERATING INDICATORS BY FUNCTIONS/PROGRAMS**  
**LAST TEN FISCAL YEARS**

<b>FUNCTIONS/PROGRAMS</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Fire Protection and EMS:										
Number of calls answered	1,959	1,889	976	1,956	1,898	2,573	2,427	2,353	2,473	2,670
Police Protection:										
Number of law violations (1)	28,051	24,032	23,634	19,530	31,885	40,211	40,091	28,473	-	20,632

Sources of data: Fire and police dispatch systems.

(1) Police information is incomplete for 2016 due to lack of information from the data source.

**CITY OF BERKELEY, MISSOURI**  
**CAPITAL ASSETS STATISTICS BY FUNCTIONS/PROGRAMS**  
**LAST TEN FISCAL YEARS**

FUNCTIONS/PROGRAMS	June 30									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General government:										
Municipal service (city hall)	1	1	1	1	2	2	2	2	2	2
Vehicles	4	4	4	4	4	4	3	3	3	3
Public safety:										
Fire stations	2	2	2	2	3	3	3	3	3	3
Police stations	1	1	1	1	1	1	1	1	1	2
Vehicles (1)	-	-	-	-	-	-	-	43	43	42
Public works:										
Vehicles (1)	-	-	-	-	-	-	-	42	42	41
Parks and recreation:										
Number of parks	10	10	10	10	10	10	10	10	10	10
Ball diamonds	3	3	3	3	3	3	3	3	3	6
Tennis courts	6	6	6	6	6	6	6	6	6	6
Vehicles (1)	-	-	-	-	-	-	-	6	6	6
Streets:										
Miles of streets	41	41	41	41	41	41	41	41	41	41

Source: Various city departments.

(1) Vehicle information is not available for years prior to 2015 due to lack of data.