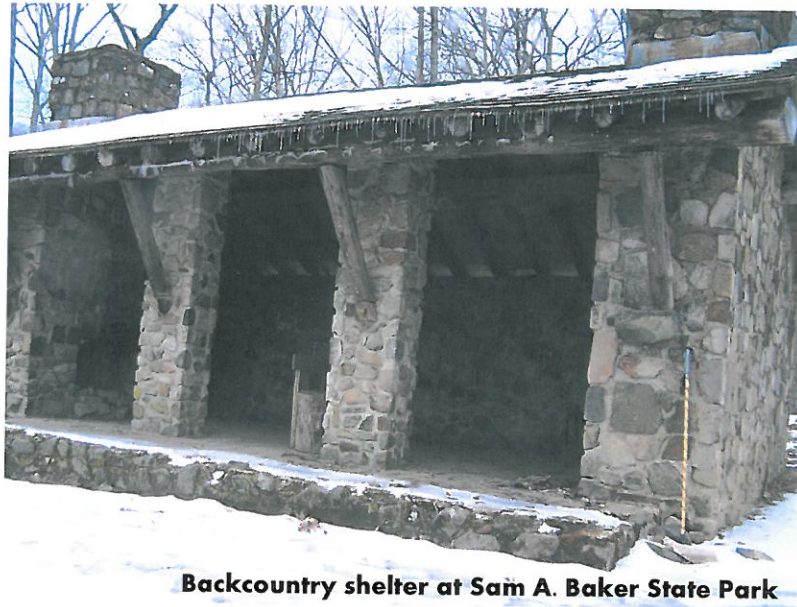


# City of Florissant



Backcountry shelter at Sam A. Baker State Park

## 2013 Simplified Annual Financial Report

This Simplified Annual Financial Report represents an effort to keep residents of the City of Florissant informed on the basic financial condition of the City. The information contained in this report is taken from the City's annual audited Financial Report for the year ended November 30, 2013 with supplemental information from prior year financial reports. Complete reports are available on the finance department page of the city's web site.

I hope you will find this informative and useful. Your comments and suggestions are welcome.

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Director of Finance

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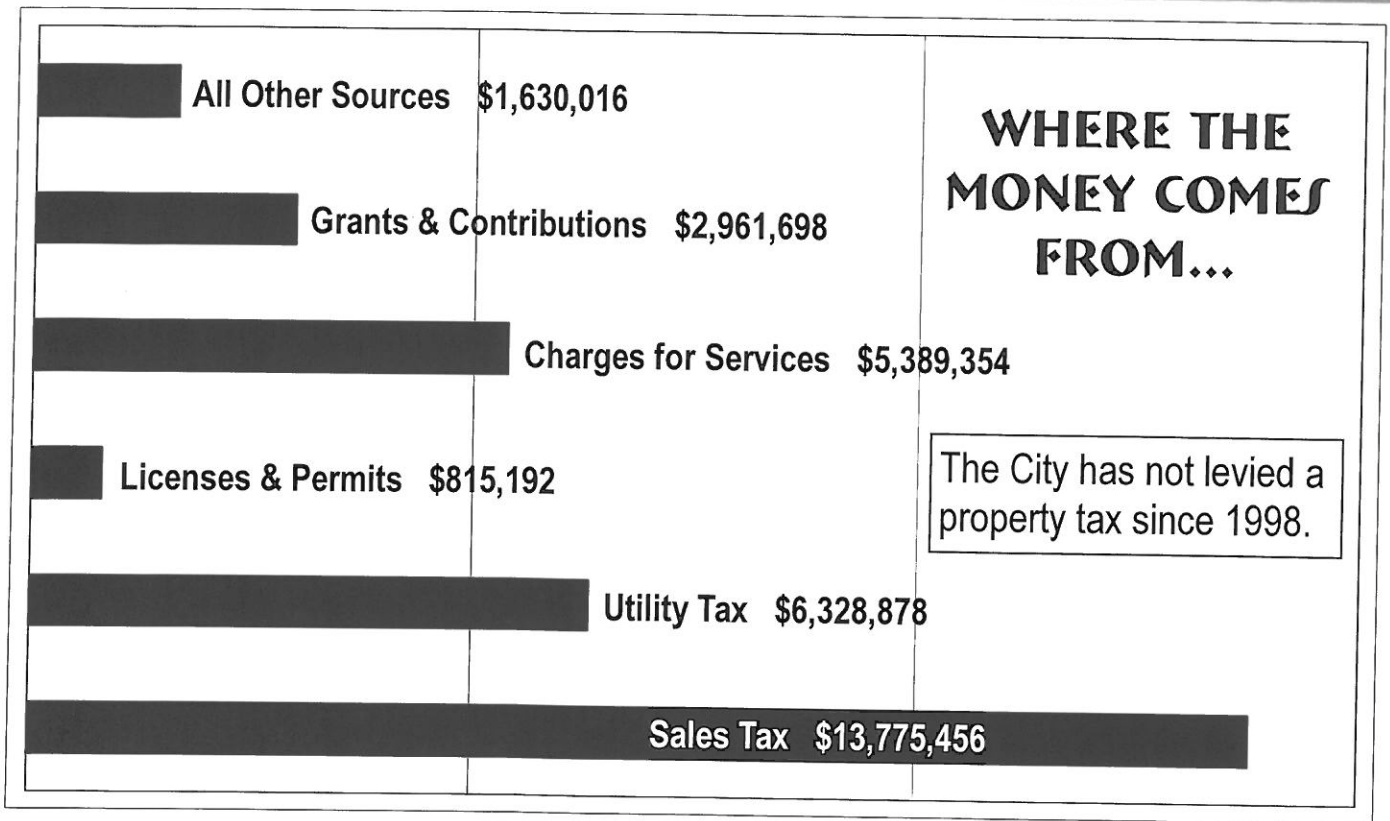
## FINANCIAL ACTIVITY STATEMENT FOR THE YEARS ENDED NOVEMBER 30, 2009 TO 2013

REVENUES:	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Taxes	\$ 21,342,196	\$ 22,998,993	\$ 23,937,055	\$ 22,946,659	\$ 22,911,348
Licenses and Permits	1,231,113	1,290,617	1,198,575	1,317,322	1,245,418
Charges for Services	1,684,900	1,732,100	1,618,008	1,701,472	1,481,038
Other	1,171,837	1,944,061	1,366,523	1,258,969	1,460,865
Investment Income	195,164	107,275	99,232	24,216	20,483
Fines & Forfeitures	1,961,675	3,270,692	3,242,726	3,144,909	2,966,669
Intergovernmental	<u>842,912</u>	<u>1,815,990</u>	<u>2,456,300</u>	<u>757,575</u>	<u>800,746</u>
Total Revenues	28,429,797	33,159,728	33,918,419	31,151,122	30,886,567
<b>EXPENDITURES BY FUNCTION</b>					
General Government	4,146,718	4,934,377	4,823,360	4,389,645	4,306,123
Culture & Recreation	5,923,225	5,368,070	5,381,665	5,593,163	5,605,305
Public Safety	10,234,946	9,831,444	10,249,119	10,176,284	10,256,505
Public Works & Health	5,408,501	4,485,819	4,542,181	4,515,503	4,561,637
Capital Outlay	4,008,287	3,622,697	4,793,677	3,638,432	4,623,349
Debt Service	<u>1,849,962</u>	<u>1,656,661</u>	<u>3,014,019</u>	<u>1,423,757</u>	<u>1,336,193</u>
Total Expenditures	31,571,639	29,899,068	32,804,021	29,736,784	30,689,112
Issuance of Long-term Debt	0	0	7,200,000	0	0
Refunding of Long-term Debt less Premium on Issuance	0	0	(5,474,200)	0	0
Proceeds from Capital Lease	0	370,715	0	0	0
Net Change in Fund Balance	\$ (3,141,842)	\$ 3,631,375	\$ 2,840,198	\$ 1,414,338	\$ 197,455

Includes general, capital, park, sewer lateral, and other governmental funds.

Total governmental fund balance increased \$197,455. The General Fund balance increased \$570,566 to \$12,750,594, the Capital Improvement Fund balance decreased \$748,083 to \$1,824,620, the Park Improvement Fund balance increased \$132,487 to \$895,917, and the Sewer Lateral Fund balance decreased \$208,287 to \$2,094,540. The Capital Improvement Fund balance includes \$476,316 being held for the uncompleted projects related to the 2011 COPS bond issue.

Total revenues decreased \$264,555 or 0.8%. Taxes, which includes cigarette, gasoline, road & bridge, sales, and utility taxes, accounted for 74.2% of all revenues. Total expenditures increased \$952,328 or 3.2% primarily due to increases in capital outlay. Public Safety continues to be the single largest expenditure by function with expenditures of \$10,256,505 or 33.4% of total expenditures.



Sales Tax: 44.6%

Includes the 1% general sales tax, ½% capital improvement sales tax and the ½% park improvement sales tax.

Utility Tax: 20.5%

The 7% utility license tax on electric, gas, telephone, and water.

Charges for Services: 17.4%

Revenue from culture and recreation, public safety, and public works and health. Culture and recreation represents fees and charges levied for the use of park facilities, recreational programs, activities, and golf course fees. Park facilities include two civic centers, three pools, an ice rink, golf course, tennis courts, theater, park pavilions, ball fields, and class and league fees. Public safety includes court fines and forfeitures. Public works and health includes property inspection fees, occupation and minimum housing fees, and building permits.

Grants and Contributions: 9.6%

Grants are funds received from various organizations to reimburse the city for the purchase of property, construction of facilities or infrastructure, remodeling or expansion of facilities, or the purchase of equipment. The city must front the money and will be reimbursed for grant related expenditures. Contributions represent revenues received that are subject to performance conditions previously specified. The city must meet certain conditions restricting the expenditures of such funds.

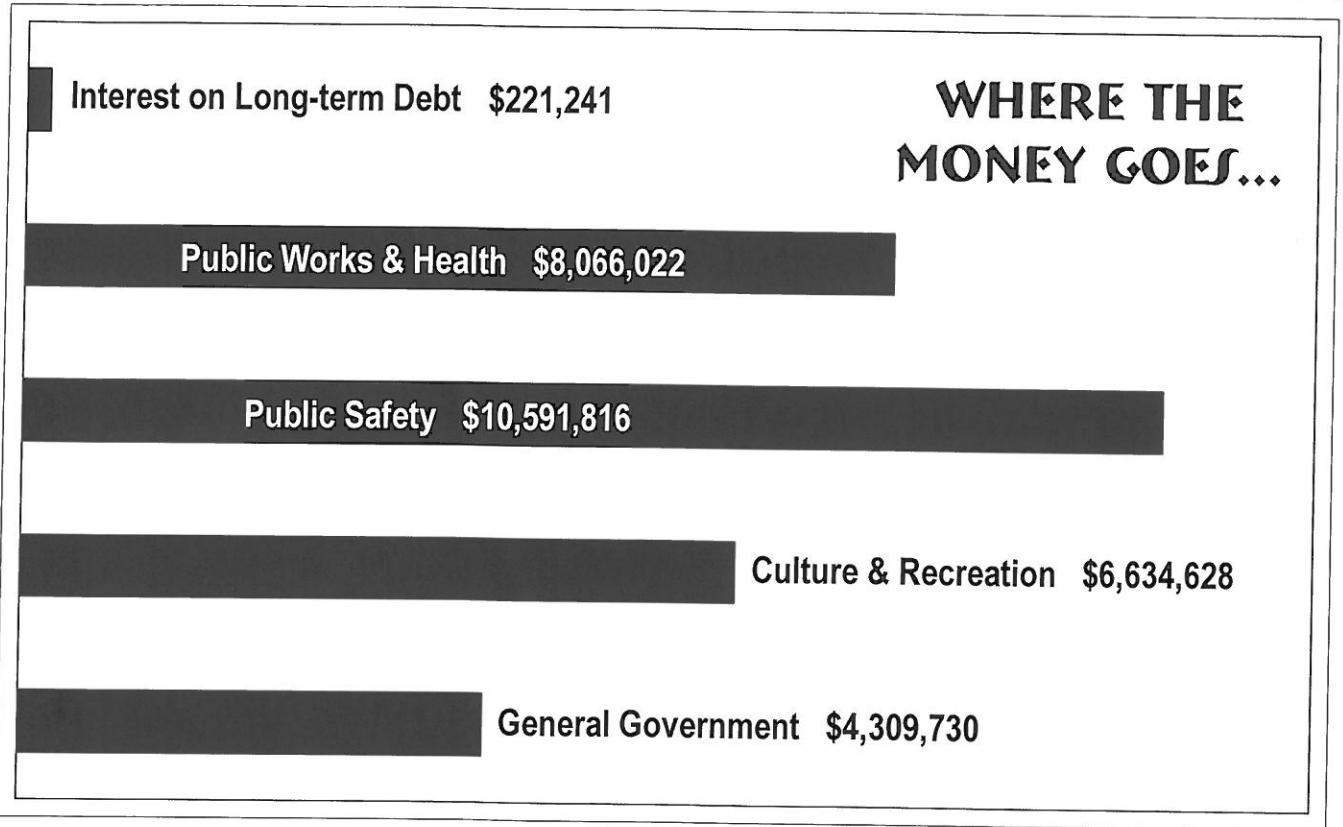
Licenses & Permits: 2.6%

Revenue generated by business licenses, liquor licenses, sign permits, and various other permits. The primary revenue source is the business license.

All Other Sources: 5.3%

Includes cable TV franchise fees, land rental fees, police reports, property maintenance payments, cigarette tax, road and bridge tax, investment income, and other sources.

\*Information taken from the Statement of Activities



General Government: 14.5%

Expenditures relating to the City Council, City Clerk, Mayor's office, finance, purchasing, municipal court, insurance coverage, economic development, and other citywide functions.

Public Safety: 35.5%

Expenditures for the police department include administration, investigation, patrol, corrections, dispatching, and physical plant and properties.

Public Works & Health: 27.1%

Expenditures to provide services such as maintenance of streets and bridges, engineering, recycling, sewer lateral program, maintenance of housing stock, animal control, in-town bus service for seniors, property maintenance for derelict or abandoned properties, and maintenance of city buildings.

Interest on Long-term Debt: 0.7%

Interest payments for the 2011 Certificates of Participation bond issue, the 2006 Koch Plaza TIF project bond issue and the 2010 capital lease for golf carts.

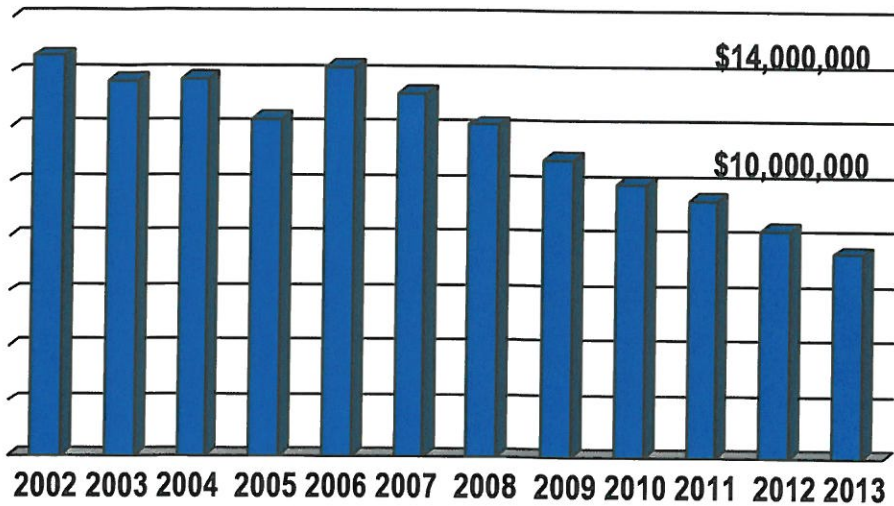
Culture & Recreation: 22.2%

Expenditures related to parks and recreation activities including the maintenance of parks and park facilities, programs, classes, sports leagues, cultural opportunities, theater, and other activities.

**Capital Assets, Net of Depreciation**

	<u>2011</u>	<u>2012</u>	<u>2013</u>
Land	4,576,268	4,686,268	4,686,268
Construction in Progress	521,867	519,537	984,198
Buildings	4,807,670	4,538,568	4,400,032
Improvements	8,623,618	8,877,164	9,052,007
Infrastructure	43,482,880	41,969,635	40,676,466
Vehicles & Equipment	<u>2,953,986</u>	<u>2,970,430</u>	<u>3,479,404</u>
Total Capital Assets	64,966,289	63,561,602	63,278,375

\*Information taken from the Statement of Activities



COPS	\$5,783,644
TIF Bonds	516,000
Capital Lease	188,005
Absences	964,619
<b>Total Debt</b>	<b>\$7,452,268</b>

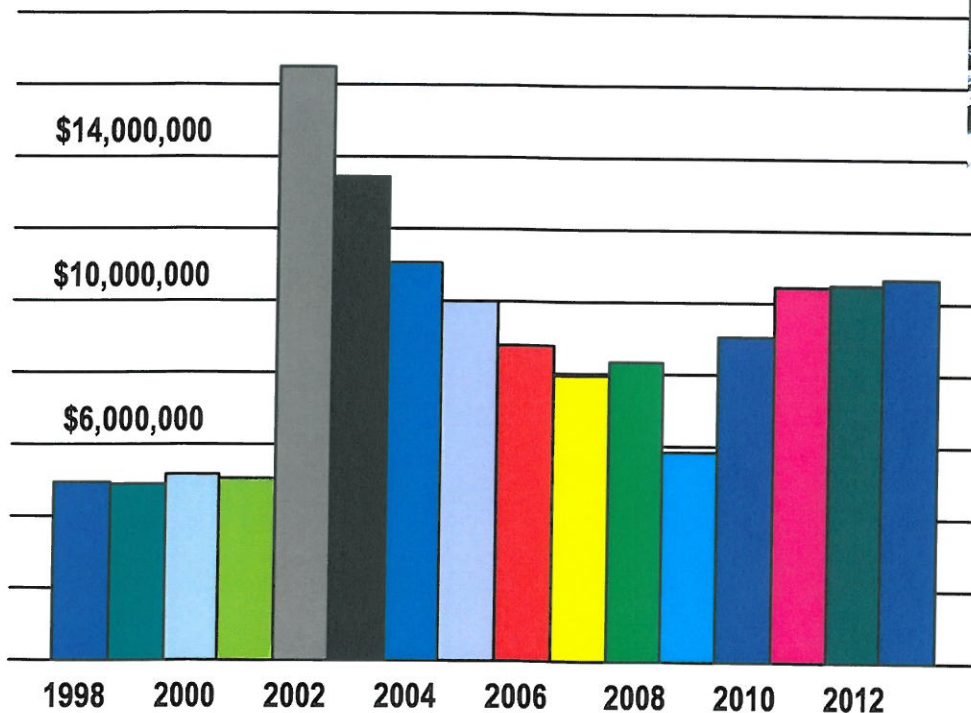
**COPS:** 2011 Certificates of Participation - Issued to refinance the 2002 COPS at lower interest rates and to renovate HVAC systems in various city buildings. Debt matures in 2022.

**TIF Bonds:** 2006 Tax Increment Financing - Funding for infrastructure improvements related to the Koch Plaza redevelopment. These bonds do not constitute a general obligation of the city. Debt matures in 2028.

**Absences:** Reflects the outstanding liability for the value of accumulated vacation leave. Vacation leave balances must be used during the normal course of employment.

**Capital Lease:** Golf cart lease - Lease arrangement used to acquire a golf cart fleet. Debt matures in 2015.

## General Fund Unassigned Fund Balance



Mudlick Hollow Trail

The sale of the water distribution system for \$14,500,000 dramatically increased reserve balances in 2002.

The 2013 unassigned general fund balance is \$10,689,143.

## 2013 Discussion and Analysis

The general economy continues to remain moribund. The City's 2013 combined assessed value for real estate and personal property was \$540,106,487, which is down \$30,883,919 or 5.4% from 2012. The assessed value for real estate continues to be a big area of concern with assessed value for real estate alone down \$31,282,950 or 6.5% from 2012. The City's combined assessed value peaked in 2007 at \$684,127,277 and is down \$144,020,790 or 21.1% from that high. Real estate assessed value alone is down \$130,385,340 or 22.5% from the peak in 2007.



In an effort to help stabilize the local housing market, address issues with rental property and attract, retain and increase owner occupied residential property, the City Council created a new dedicated fund known as the "Property Acquisition Fund." The Council authorized the transfer of \$500,000 from general fund re-



serves to provide funding. Within this fund there are two programs designed to address areas of concern.

The *Property Acquisition Program* will

allow the City to accept assignment of certain properties within the City limits that are delinquent for real estate property taxes and have been offered for sale by the St. Louis County Collector of Revenue at least three times and the property was not sold. The City will then stabilize the properties and seek to find buyers that will bring the properties up to code compliance and

occupancy standards. This program is intended to foster greater community stability and strengthen the tax base of the City by preserving and improving single-family home values.

The *Homeownership Assistance Program* will provide forgivable loans to be used toward a down payment on the purchase of a residence to eligible individuals and families for the purpose of benefiting all residents, homeowners, businesses, and school districts in the City. Applicants who purchase a home as their primary residence within the City limits will be eligible to receive a matching loan equal to the amount of their down payment up to a maximum of \$6,000. If the applicant lives in the single-family residence for five years, the loan will be forgiven.

General fund revenue of \$23,314,845 exceeded the budget by \$765,765 and included \$354,443 from the Reliance Insurance settlement, which has been in litigation since the hail storm of April, 2001. Gasoline tax receipts finished at \$1,533,340 which was \$16,659 under of the budget. Utility license tax receipts finished at \$6,313,703 which was \$213,703 over the budget. Road and bridge tax receipts were up \$7,138. General fund sales tax receipts of \$7,186,217 were \$186,217 over the budget. Capital improvement sales tax finished at \$3,228,540 which was \$128,540 over the budget. The park improvement sales tax totaled \$3,038,832 which was \$138,832 over the budget.

This discussion and analysis was taken from the *Management's Discussion and Analysis (MD&A)*



located in the front of the audited financial report. Further information on the topics highlighted above, as well as additional information, can be found in the MD&A.