

CLAYTON, Missouri



Comprehensive Annual Financial Report

For the year ended
September 30, 2014



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CITY OF CLAYTON, MISSOURI

***COMPREHENSIVE ANNUAL
FINANCIAL REPORT***

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2014

PREPARED BY THE FINANCE
DEPARTMENT

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INTRODUCTORY SECTION



March 30, 2015

To the Honorable Mayor, Board of Aldermen, and Citizens of Clayton:

Pursuant to City policy and in conformance with state law, the Comprehensive Annual Financial Report (CAFR) of the City of Clayton, Missouri, (the City) for the fiscal year (FY) ended September 30, 2014, is herewith submitted for your review. This report 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 by an independent firm of licensed certified public accountants.

This report 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 report. To provide a reasonable basis for making the representations contained within this report, 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. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects and that all necessary disclosures have been included to enable the reader to gain a reasonable understanding of the City's financial affairs.

The City's financial statements have been audited by Hochschild, Bloom & Company LLP, a firm of licensed certified public accountants. The goal of this independent audit was to provide reasonable assurance that the basic financial statements of the City for the year ended September 30, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements, assessing the accounting principles used and significant estimates made by management evaluating the overall basic financial statement presentation. The independent auditors concluded, based upon its audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the year ended September 30, 2014, 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 require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement 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.

CITY PROFILE AND STRUCTURE

The City was incorporated in 1913 and is a home rule municipal corporation operating under its own charter. The governing body for the City consists of an elected six-member Board of Aldermen and the Mayor, and operates under the Council/Manager form of government. The Mayor and Board of Aldermen collectively appoint a City Manager to administer daily operations. The City's borders encompass 2.5 square miles and

combine a bustling downtown with quiet, secure residential neighborhoods. The City's downtown is the leading business district in the region and home to extraordinary commercial enterprises. The City has a residential population of 15,939 and an estimated daytime population of 46,000. The City serves as the governmental seat for St. Louis County, Missouri.

The City provides a full range of municipal services including public works, parks and recreation, police, fire and emergency medical services, community development, finance, information technology, and general administration.

The City uses the Governmental Accounting Standards Board criteria to examine the relationship of the City to other associated but legally separate entities, to determine if their inclusion in this report would be necessary to fairly represent the financial position of the City. These criteria for including entities as a potential component unit are generally related to the financial benefit or burden, and levels of influence over the activities of these organizations. The financial reporting entity includes all funds of the City. This report does not include the Clayton Recreation, Sports and Wellness Commission (CRSWC). The CRSWC is considered a joint venture of the City and Clayton School District and further information on this entity can be found in Note M in the Notes to Financial Statements.

FINANCIAL INFORMATION

In developing the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal controls are designed and developed to provide reasonable assurance that assets are safeguarded and that transactions are properly executed and recorded in line with management's policies. The internal control structure provides reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes: 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.

The annual budget serves as a foundation for the City's financial and operational plan for the following year. The City Manager requests each department develop an annual operating and capital planning budget request, including revenue and expenditures, for appropriation. In addition, two planning years are included in the budget document and are updated annually. The budget is prepared by fund, broken down further by department, programs, or projects within the department, then object of expenditures within programs, and finally line items within the objects. The City Manager presents a proposed budget to the Board of Aldermen and a public hearing is held prior to final approval. Budget transfers within a department require approval by the City Manager. Budget transfers between departments or between funds require approval by the Board of Aldermen and these approvals occur quarterly. Budgetary control is maintained at the departmental and fund levels partially through the use of an encumbrance system. Monies of respective accounts are encumbered as purchase orders so that budgeted appropriations may not be overspent without proper approval. Open encumbrances at year-end are reported as assignments of the fund balance.

In addition to City funds, the City has a fiduciary responsibility as a trustee for assets for the Uniformed and Non-Uniformed pension plans. Additional information can be found in Note H in the Notes to Financial Statements.

ECONOMIC CONDITION AND OUTLOOK

The City blends an active business district with an outstanding housing mix. The downtown area combines approximately 7,000,000 square feet of prestigious office space with the vitality of more than 1,000,000 square feet of retail space. The City's appealing residential neighborhoods provide a mix of housing, to include single-family homes, condominiums, and multi-family apartment dwellings. Much of the residential area is within walking distance of the downtown or neighborhood retail districts that include specialty

boutiques, restaurants, services, fitness facilities, and cafes. In addition to its strong economy, the City has beautiful residential neighborhoods and has devoted nearly 90 acres of green space to passive and active park areas and recreation adding to its quality of life. Included in these resources is The Center of Clayton, a multi-use recreational facility operated in conjunction with the Clayton School District.

The City has maintained a thriving business district despite the economic challenges faced nationally. The City has a diverse income mix and is not overly dependent on property tax which is balanced well between commercial and residential. Therefore, the City is able to maintain a strong financial footing.

The City's location within the region further strengthens the City's attractiveness to residents, businesses, and visitors. As the seat for St. Louis County, many county residents come to the City on a daily basis to do business in the many County offices. MetroLink (the region's light-rail system) through the City provides easy and quick access to downtown St. Louis, the airport, and parts of south St. Louis County. A regional bus transfer station that is connected to the Central Avenue MetroLink station provides public transportation access to most of the region. Finally, the City's proximity to numerous interstates and major County arterials, as well as its central location, allows that trips to the airport, downtown St. Louis, or other major attractions can be made within 15 minutes.

The City's stable retail community includes approximately 85 restaurants (many of which are award-winning), 70 vibrant retail boutiques, and 230 personal service businesses. The City's downtown is the region's premier business district and home to numerous Forbes and Fortune 500 headquarters and branch offices. To name just a few, the City has attracted Enterprise Holdings, Brown Shoe Group, Commerce Bank, Centene Corporation, Graybar, Barry-Wehmiller Companies, Olin Corporation, Apex Oil, and a majority of the largest law firms in the St. Louis area. The City maintains one of the highest commercial occupancy rates in the region and it continues to be one of the steadiest submarkets in the St. Louis area. Occupancy rates are above 90% which results in one of the lowest vacancy rates in the metropolitan area.

The City continues to experience commercial development. In 2014, the revitalization of a former hotel was completed in the downtown area. This renovation expanded the building's structure by an additional story and operates as a 206-room Hampton Inn & Suites. Clayton on the Park, the City's first high-rise rental residential project in the downtown area, opened in 2012 with 208 units and filled rapidly. With the success of this project, five developers have submitted new proposals for large downtown residential projects, with one already having received approval and the others currently under review. The result from these projects could be an additional 1,000 residents in the downtown area. Development also appears promising with new retail establishments recently opening including a CVS pharmacy with additional office and retail space, Craft Beer Cellar, Kakao Chocolate, Wilson Lighting, and Fifth Third Bank with additional retail space. Mixed use development planned soon equates to over 36,000 sq. feet of new commercial/retail space available for lease. Clayton also remains the region's premiere dining destination. Within the past year Clayton has seen the openings of 801 Chophouse, Pizzino, Cantina Laredo, Avenue, Tribeca, Pot Belly, Whitebox Eatery, Vincent Van Doughnut, Sushi Ai, and Sauce on the Side. Restaurants set to open soon include 801 Fish, Nami Ramen, Qdoba, and a relocation and expansion of Tani Sushi Bistro.

To aid in further development, the City updated the Central Business District Master Plan which calls for a stronger identity for the downtown area, specifically the retail component. The revised plan provides a comprehensive framework for future development and strategic retail marketing efforts. The plan includes streetscape improvements; interconnecting open space creating a downtown identity; enhancing Shaw Park to create an inviting cultural and recreational edge to the downtown area; a comprehensive signage and way-finding system; and developing a marketing strategy to benefit private and public sectors and encourage tourism. The City continues to expand the offering of community events in the downtown area.

MAJOR INITIATIVES

Citizen Survey and Performance Management

The City has moved to biennial citizen's surveys which are conducted to ensure the City is meeting the needs and expectations of our citizens. In the last survey the City maintained high ratings, setting new high standards in several categories tracked by The ETC Institute, the survey administrator. The City continues to develop its performance measurement and management system to align City services and programs with the feedback from the survey.

Strategic Plan

The City has also completed a new strategic plan for the future, entitled *C the Future*. The City hired a consultant which facilitated the process, established a steering committee, created a fifty-person stakeholder's group, and received public input through focus groups and online forums. The final plan generated the following community vision.

VISION

Clayton is recognized regionally and nationally as a premier city of its size and character. The community is a safe, vibrant destination defined by its unique combination of leading businesses and educational institutions, the seat of county government and picturesque neighborhoods, all of which combine to provide an exceptional quality of life.

Four Key Performance Areas and Strategic Initiatives were identified and developed for the community. These are the critical areas that must be successful in order to achieve the vision above. Strategic initiatives have also been identified for each key performance area. The four key performance areas are as follows:

- Exceptional City Services – Clayton residents, visitors, and businesses are proud of its City government and the exceptional level of City services provided by dedicated employees. City services are provided in a financially sustainable manner with high service levels delivered with a commitment to efficiency.
- Livable Community – Clayton is a sustainable, welcoming community comprised of desirable neighborhoods, attractive green space, diverse artistic, cultural and recreational opportunities, and a multi-modal transportation system, all of which foster a safe, healthy, and enriched quality of life.
- Strategic Relationships – Clayton ensures its long-term viability as a thriving community and premier destination by developing and leveraging strategic relationships. Clayton leads and fosters collaboration among public, private, and non-profit entities for the greater good of the community and the region.
- Economic Development and Vibrant Downtown – Clayton is a premier economic center, welcoming and fostering entrepreneurs and new companies, attracting diverse talent while maintaining and promoting established businesses and investment. Clayton's economy and sense of place is anchored by a vibrant downtown that is characterized by a blend of corporate headquarters, local businesses, restaurants, residences, retail uses, and regional government.

Safe Demonstrations

The City of Clayton is home to many St. Louis County government offices, including the county prosecutor. There has been civil unrest in a community several miles away; the City was challenged this year to provide opportunities for safe demonstration activities near the county prosecutor's office. This work involved establishing the goals to support a safe demonstration environment for these activities; enlisting many neighboring communities and state and local governments in the public safety effort; providing open communication to residents and businesses; and planning and establishing an emergency command center for the central county region.

Sustainability

The City continues to lead the region as a “green” city by becoming a *Green Power Community* and the City has now achieved a 3% green power requirement. The new police facility is certified at the LEED Platinum level, and as part of the facility the City installed the largest non-utility owned solar array in the State of Missouri.

LONG-TERM FINANCIAL PLANNING

The City prepares a three year capital improvement plan annually and includes this information in the budget document. In the next three fiscal years, the capital plan includes nearly \$18 million in infrastructure, parks, and facility improvements. The City voters approved a \$15 million General Obligation bond issue for neighborhood streets that was issued in October 2014, and also approved a new one-quarter cent sales tax to support the operations of Fire and EMS services which also began in October 2014.

With the approval of the FY 2015 budget, the Board of Aldermen completed the final year of a three year plan to reduce the annual General Fund operating deficit of approximately \$2.5 million. The FY 2015 budget was approved as a balanced budget and will maintain the strong General Fund balance at 60% of annual expenditures. The plan had three parts which balanced the operational budget which were: 1) reducing staff through a voluntary retirement incentive program which eliminated eight (8) positions, and other operational expenditure reductions totaling \$1.5 million; 2) approving a one-quarter cent sales tax for Fire and EMS services generating approximately \$750,000; and 3) reducing operational expenditures for the remainder.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the FY ended September 30, 2013. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City has received a Certificate of Achievement for the last 27 consecutive years. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting this document to GFOA for award consideration.

Additionally, the GFOA awarded the Distinguished Budget Award to the City for FY 2014. This was the City’s seventh consecutive Distinguished Budget Award. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device. This award is valid for a period of one year only and the City has already submitted the FY 2015 budget for award consideration.

ACKNOWLEDGEMENTS

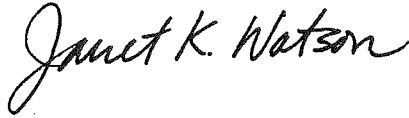
The quality and timely preparation of the CAFR would not be possible without the dedicated service of administrative staff from various departments. We want to specifically thank the Finance Department as they were key components in administering the City’s accounting and reporting systems. We would also like to acknowledge our auditors, Hochschild, Bloom & Company LLP, for their help in formulating this

report. We also wish to extend our sincere gratitude to the Mayor and Board of Aldermen for their leadership and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Craig S. Owens
City Manager



Janet K. Watson
Director of Finance & Administration

CITY OF CLAYTON, MISSOURI
PRINCIPAL OFFICIALS

MAYOR

Harold Sanger

ALDERMEN

Joanne Boulton, Ward I
Richard Lintz, Ward I
Cynthia Garnholz, Ward II
Michelle Harris, Ward II
Mark Winings, Ward III
Alex Berger III, Ward III

CITY MANAGER

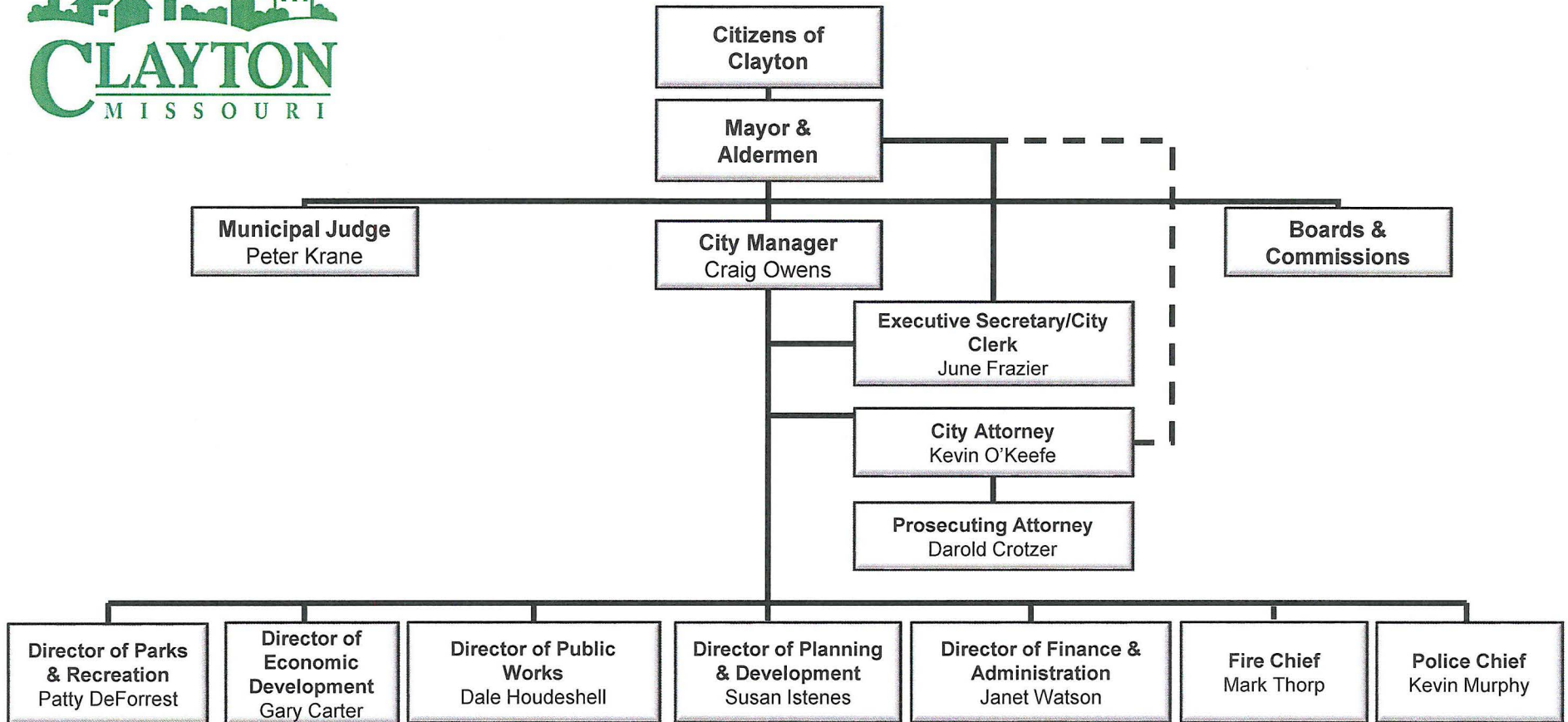
Craig S. Owens

DEPARTMENT DIRECTORS

Finance and Administration	Janet Watson
Economic Development	Gary Carter
Planning and Development	Susan Istenes
Police	Kevin Murphy
Fire	G. Mark Thorp
Public Works	Dale Houdeshell
Parks and Recreation	Patty DeForrest
City Clerk	June Frazier



City of Clayton Organization Chart





Government Finance Officers Association

**Certificate of
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**City of Clayton
Missouri**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2013

Executive Director/CEO

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FINANCIAL SECTION



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

INDEPENDENT AUDITOR'S REPORT

March 30, 2015

Honorable Mayor and Members of the Board of Aldermen
CITY OF CLAYTON, MISSOURI

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **CITY OF CLAYTON, MISSOURI** (the City) as of and for the year ended September 30, 2014, 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.

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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, each major fund, and the aggregate remaining fund information of the City as of September 30, 2014, and the respective changes in financial position thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

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 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 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 information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance

with auditing standards generally accepted in the United States of America. In our opinion, the 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 a report dated March 30, 2015, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Hochschild, Bloom & Company LLP

CERTIFIED PUBLIC ACCOUNTANTS

**CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

The management of the City of Clayton, Missouri (the City) presents this narrative overview and analysis to assist our readers in reviewing and understanding the accompanying annual financial statements for the fiscal year (FY) ended September 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal which can be found on pages i - vi of this report.

FINANCIAL HIGHLIGHTS

- On a government-wide basis the assets and deferred outflows of resources of the City exceeded its liabilities for the most recent FY by \$76,331,402. Of this amount \$16,239,618 may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$2,853,430 due to revenues exceeding expenses by that amount.
- At the close of FY 2014, the City's governmental funds reported an ending fund balance of \$20,651,746, a decrease of \$2,057,157 in comparison to the prior year restated balance of \$22,708,903. Approximately 71% of the amount or \$14,570,269 is unassigned and available for spending at the City's discretion.
- At the end of FY 2014, unassigned fund balance for the General Fund was \$16,207,104 or 74% of total General Fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis 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 the basic financial statements. This report also contains required supplemental information and other supplemental information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with an overview of the City's finances, presenting all funds in a more simplified format. This section is similar to financial reporting used by commercial entities. Note that the government-wide financial statements exclude fiduciary fund (Pension Trust Funds) activities.

The statement of net position presents information on all the City's assets and liabilities, including long-term debt and capital assets in the governmental funds. The difference between assets and liabilities is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The statement of activities presents information showing how the City's net position changed during the most recent FY. All changes in net position are reported as soon as transactions occur, regardless of when the related cash flows are reported. Therefore, some revenues and expenses included in this statement may reflect cash flows that actually occur in future periods.

Government-wide statements are principally supported by taxes and intergovernmental revenues and include general government, public safety, streets and highways, parks and recreation, and community development.

Fund financial statements. Funds are used in government accounting to separate resources that are designated for specific programs or activities. The City, like other state and local governments, uses fund accounting to demonstrate compliance with the laws, regulations, and contractual agreements that establish the authority for the City's programs and services. The funds for the City can be divided into two categories: governmental and fiduciary funds.

Governmental funds. Governmental funds are used to account for the City's basic services, the same services that are included in the governmental activities on the government-wide statements. However, the information in the fund statements is measured differently. Governmental funds focus on current financial resources rather than economic resources. Therefore, the statements include the short-term resources, such as cash, investments, and receivables, that will be collected in the next few months, and liabilities that will be retired with these monies. This information is important for assessing the City's current financial resources.

The reconciliation in the fund statements explains the difference between the governmental funds in the fund statements and the governmental activities found in the government-wide financial statements. This reconciliation will explain the adjustments necessary to compile the long-term resources and liabilities for the government-wide statements with the current picture presented in the fund statements.

The City utilizes the following major governmental funds:

- General
- Capital Improvement
- Equipment Replacement
- 2014 G.O. Bond Issue

The larger funds are presented as major funds while the other funds are presented in the combining statements for nonmajor funds. A description of the major funds can be found in the notes to financial statements. Both major and nonmajor fund statements include a balance sheet and statement of revenues, expenditures, and changes in fund balances.

CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The City adopts an annual budget for all funds except the Drug Forfeiture Fund. Budgetary comparison statements have been provided for all budgeted funds to demonstrate legal compliance with the respective adopted budget. Budgetary comparisons for the General Fund can be found in the required supplemental information. All other major and nonmajor funds budgetary comparisons can be found in the other supplemental information section.

Fiduciary funds. Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The City is the trustee, or fiduciary, for the City of Clayton Uniformed Employees' Pension Fund and Nonuniformed Employees' Retirement Fund. 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 change in fiduciary net position. These activities are excluded from the City's government-wide financial statements because the City cannot use these assets to finance its operations.

Notes to the basic financial statements. Notes provide additional information that is essential to a full understanding of the information included in the government-wide and fund financial statements. Notes provide additional details about the balances and transactions in the City's financial statements.

Required supplemental information. In addition to the basic financial statements and accompanying notes, certain required supplemental information can be found in this report.

Other Supplemental information. The combining and individual fund statements, referred to earlier in connection with nonmajor governmental funds, are presented immediately following the required supplemental information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities by \$76,331,402 at the close of the most recent FY, an increase of \$2,853,430.

A major portion of the City's net position is net investment in capital assets (land, buildings, machinery and equipment, and infrastructure less any related debt used to acquire those assets) and total \$57,476,317 or 75.3% of total net position. Although the City's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Unrestricted net position of \$16,239,618 is another major portion of the City's net position (21.3%) that may be used to meet on-going obligations to citizens and creditors.

CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The following table summarizes the statement of net position as of September 30, 2014 and 2013:

	<u>September 30</u>		<u>2014 Change</u>	
	<u>2014</u>	<u>2013</u>	<u>Amount</u>	<u>Percent</u>
ASSETS				
Current and other assets	\$ 30,169,285	31,532,719	(1,363,434)	(4.3) %
Capital assets, net	89,173,370	87,113,515	2,059,855	2.4
Total Assets	<u>119,342,655</u>	<u>118,646,234</u>	<u>696,421</u>	0.6
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	<u>113,979</u>	<u>179,894</u>	<u>(65,915)</u>	(36.6)
LIABILITIES				
Current liabilities	8,648,866	7,868,295	780,571	9.9
Long-term debt outstanding	<u>34,476,366</u>	<u>37,479,861</u>	<u>(3,003,495)</u>	(8.0)
Total Liabilities	<u>43,125,232</u>	<u>45,348,156</u>	<u>(2,222,924)</u>	(4.9)
NET POSITION				
Net investment in capital assets	57,476,317	54,100,278	3,376,039	6.2
Restricted	2,615,467	2,769,794	(154,327)	(5.6)
Unrestricted	<u>16,239,618</u>	<u>16,607,900</u>	<u>(368,282)</u>	(2.2)
Total Net Position	<u>\$ 76,331,402</u>	<u>73,477,972</u>	<u>2,853,430</u>	3.9 %

The statement of activities is the second statement in the government-wide statements. The following table outlines the major components of this statement:

CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	For The Years		2014 Change	
	Ended September 30		Amount	Percent
	2014	2013		
REVENUES				
Program revenues:				
Charges for services	\$ 6,378,007	7,173,785	(795,778)	(11.1) %
Operating grants and contributions	1,895,184	1,828,807	66,377	3.6
Capital grants and contributions	2,441,406	3,923,903	(1,482,497)	(37.8)
General revenues:				
Property tax	7,051,113	7,340,797	(289,684)	(3.9)
Sales tax	6,186,273	5,723,220	463,053	8.1
Utility tax	5,452,949	5,364,645	88,304	1.6
Other taxes	100,488	100,489	(1)	-
Gain on sale of capital assets	6,323	-	6,323	100.0
Grants and contributions not restricted to specific programs	202,533	214,458	(11,925)	(5.6)
Investment income	138,456	122,293	16,163	13.2
Miscellaneous	62,629	187,736	(125,107)	(66.6)
Total Revenues	<u>29,915,361</u>	<u>31,980,133</u>	<u>(2,064,772)</u>	<u>(6.5)</u>
PROGRAM EXPENSES				
General government	5,015,781	5,009,171	6,610	0.1
Public safety	11,133,094	11,980,104	(847,010)	(7.1)
Streets and highways	6,297,163	6,472,311	(175,148)	(2.7)
Parks and recreation	2,778,702	3,038,435	(259,733)	(8.5)
Community development	311,973	274,020	37,953	13.9
Interest on long-term debt	1,525,218	1,485,657	39,561	2.7
Total Program Expenses	<u>27,061,931</u>	<u>28,259,698</u>	<u>(1,197,767)</u>	<u>(4.2)</u>
CHANGE IN NET POSITION	2,853,430	3,720,435	(867,005)	(23.3)
NET POSITION, OCTOBER 1	<u>73,477,972</u>	<u>69,757,537</u>	<u>3,720,435</u>	5.3
NET POSITION, SEPTEMBER 30	<u>\$ 76,331,402</u>	<u>73,477,972</u>	<u>2,853,430</u>	3.9 %

The City's overall net position of \$76,331,402 increased \$2,853,430 during the current FY. FY 2014 revenues totaling \$29,915,361 are \$2,064,772 less than FY 2013. Program revenues totaling \$10,714,597 are \$2,211,898 less than FY 2013 due largely to a decrease in grants and contributions, and a decrease in charges for services. These grants were for ongoing improvements to streets, pedestrian safety, and park improvements.

General revenue from property, sales, and utility taxes total \$18,690,335 or 97.3% of total general revenues of \$19,200,764, an increase of \$281,673 from FY 2013. Property tax revenue decreased

**CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

\$289,684 to \$7,051,113 partly due to decreased delinquent collections. Sales tax increased by \$463,053 to \$6,186,273 mainly due to the improvement in the economy. Utility tax increased \$88,304 to \$5,452,949 mainly due to a rate increase in electric utility receipts. Investment income increased \$16,163 due to higher interest rates.

Program expenses totaling \$27,061,931 were \$1,197,767 less than FY 2013. The decrease is mainly due to retirement of employees due to the offering of a retirement incentive, with eight (8) positions reduced through the retirements, and other operating expense reductions.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The fund statements present the City's financial information in a more detailed format. Fund statements provide important information about the City's compliance with laws and regulations that define the local government environment in Missouri. The measurement principles in the governmental funds statements are also different than the government-wide statements. Fund statements focus on current and short-term resources, while government-wide statements present the long-term view.

The City's total governmental funds at the end of the current FY reported an ending fund balance of \$20,651,746, a decrease of \$2,057,157 in comparison with the prior year. Approximately 71% of this total amount (\$14,570,269) constitutes unassigned fund balances, which is available for spending at the City's discretion. The remainder of fund balances consists of nonspendable funds of \$24,339 for inventory; restricted funds of \$3,328,388 for capital projects, community development, debt service, public safety, and sewer lateral; committed funds of \$2,621,045 for capital projects; and assigned funds of \$107,705 for purchases on order.

The General Fund is the main operating fund of the City. At the end of the current FY, unassigned fund balance is \$16,207,104 while total fund balance is \$16,339,148. Unassigned fund balance represents 74% of total General Fund operating expenditures. The City's General Fund minimum reserve policy level is 25% of operating expenditures, with a target level of 33%. The City's FY 2014 General Fund balance decreased \$98,332. FY 2014 revenue totaled \$22,125,968 and is \$364,227 more than FY 2013. The areas accounting for the majority of the change were \$479,418 more in intergovernmental, \$88,304 increase in public utilities due to a rate increase in electric utility receipts, \$92,516 increase in community programs, and \$83,072 increase in parking facilities and meters due to increased parking permit fees and enhanced enforcement, all offset by \$317,153 reduction in property tax receipts due to lower delinquent collections.

The Capital Improvement Fund balance (deficit) totaling (\$510,305) is unassigned. The net increase in fund balance (deficit) of \$403,354 was due to a decrease in planned capital outlay and transfers compared to revenues. Transfers in of \$2,564,921 are from the 2011 bond issue, 2014 bond issue, and special taxing district and transfers out of \$3,214,059 are to pay for a portion of the debt service on the 2011, 2007, and 2005 bond issues and to cover equipment replacement costs in the General Fund.

**CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

The Equipment Replacement Fund has a total fund balance of \$2,621,045 which is committed for the replacement of all the vehicles and large dollar equipment in the City based on a long-range replacement plan. The funding source is from a charge-back to the General Fund.

The 2014 G.O. Bond Issue Fund has a total fund balance (deficit) of (\$1,068,521) which is unassigned due to the City having authorization to spend construction funds ahead of receiving the bond proceeds which occurred in October 2014.

GENERAL FUND SIGNIFICANT VARIANCES - BUDGET AND ACTUAL

Page 55 summarizes the General Fund budget to actual. The General Fund final budget for revenues totaled \$21,874,943 and was \$443,040 lower than the original budget due to various increases and decreases, mostly related to the economy. The final budget for expenditures totaled \$22,921,850 and was \$54,908 lower than the original budget due to a reduction in the required pension contribution for the nonuniformed pension plan. As stated earlier, the City's policy on General Fund balance is a minimum of 25% of operating expenditures, with a target level of 33%. The current unassigned General Fund balance is at 74%.

Overall, the net change in fund balance was a decrease of \$98,332. Actual General Fund revenue totaling \$21,952,103 was \$77,160 more than the final budget. The actual General Fund expenditures totaling \$21,789,096 were \$1,132,754 less than the final budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The City's investment in capital assets as of September 30, 2014 totaled \$89,173,370 (net of accumulated depreciation). The investment in capital assets includes land, buildings, improvements other than buildings, machinery and equipment, infrastructure, and construction in progress. The total change in the City's investment in capital assets was an increase of \$2,059,855 with capital assets increasing \$4,291,114, land and construction in progress increasing \$563,574, and offset by depreciation of \$3,049,811. The following table details the net capital assets:

CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>September 30</u>		<u>2014 Change</u>	
	<u>2014</u>	<u>2013</u>	<u>Amount</u>	<u>Percent</u>
Land	\$ 9,255,672	9,255,672	-	- %
Buildings and improvements	46,033,968	46,518,971	(485,003)	(1.0)
Improvements other than building	4,575,839	3,394,798	1,181,041	34.8
Machinery and equipment	4,128,190	4,411,462	(283,272)	(6.4)
Infrastructure	21,708,416	20,624,901	1,083,515	5.3
Construction in progress	3,471,285	2,907,711	563,574	19.4
Total Capital Assets, Net	\$ 89,173,370	87,113,515	2,059,855	2.4 %

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

Long-term debt. The City had government-wide debt outstanding of \$32,332,352 at the end of the current FY. The amount of \$30,900,000 is special obligation debt and \$1,432,352 is a note payable and capital lease which are paid for from annual appropriations.

	<u>September 30</u>		<u>2014 Change</u>	
	<u>2014</u>	<u>2013</u>	<u>Amount</u>	<u>Percent</u>
Series 2005	\$ 5,805,000	6,940,000	(1,135,000)	(16.4) %
Series 2007	3,430,000	3,910,000	(480,000)	(12.3)
Series 2009 BAB	12,605,000	13,225,000	(620,000)	(4.7)
Series 2011	9,060,000	9,460,000	(400,000)	(4.2)
Capital lease payable	676,678	754,248	(77,570)	(10.3)
Note payable	755,674	943,511	(187,837)	(19.9)
Total Long-term Debt	\$ 32,332,352	35,232,759	(2,900,407)	(8.2) %

The City reduced principal by \$2,900,407 during the current FY. Additional information on the City's long-term debt can be found in Note F in the notes to financial statements.

THE OUTLOOK FOR NEXT YEAR'S BUDGET

FY 2014 was the second year of the deficit elimination plan which included reduction in employees through a voluntary retirement incentive plan. Also reducing the deficit was the payment for the 2009 Build America Bonds which had been supported by the General Fund and was moved in 2014 to property tax support as approved by the voters in 2010.

**CITY OF CLAYTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

FY 2015 will complete the third and final year of the deficit elimination plan which resulted in the goal of a balanced budget. The budget provides slight service reductions which have minimal impact to residents and fee increases that come closer to full cost recovery for certain services. The staff reductions from the previous years are maintained. The approval of the ¼ cent sales tax to support fire and EMS services also assisted in closing the budget gap. And lastly, voters authorized the sale of \$15M in general obligation bonds which secured important resources for maintenance of over half of the residential streets in the City, as well as alley and streetlight replacement and repair.

Highlights of the FY 2015 budget are as follows:

- For all funds, revenue and transfers in are \$49,958,405, and expenditures and transfers out are \$54,748,818.
- For the General Fund, revenue and transfers in are \$25,140,401, and expenditures and transfers out are \$25,136,624, and the fund balance at year end is expected to be 61%.
- Capital Improvements are \$9,683,880 and includes various infrastructure, facilities, and parks improvements. The total capital improvement plan for FY 2015 - FY 2017 totals \$17,921,963.

Overall, the economic outlook for the City is quite optimistic. This optimism comes from stabilized expenditures, having addressed the need for additional revenue, and increasing economic development activity.

REQUESTS FOR INFORMATION

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

Director of Finance and Administration
City of Clayton, Missouri
10 N. Bemiston Avenue
Clayton, MO 63105

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CITY OF CLAYTON, MISSOURI
STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 2,642,644
Investments	20,388,232
Receivables:	
Intergovernmental	2,494,350
Property taxes	142,723
Public utility licenses	554,546
Special assessments	147,217
Ambulance	171,099
Court	121,649
Interest	76,517
Other	598,691
Prepaid insurance	158,915
Inventory	24,339
Net pension asset	594,913
Cash and cash equivalents - restricted	1,787,950
Investments - restricted	265,500
Capital assets:	
Land and construction in progress	12,726,957
Other capital assets, net of accumulated depreciation	76,446,413
Total Assets	119,342,655
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred charges on refunding	113,979
 LIABILITIES	
Accounts payable	2,464,869
Accrued interest payable	412,136
Accrued liabilities	814,342
Unearned revenues	4,050,617
Deposits	906,902
Noncurrent liabilities:	
Due within one year	3,337,936
Due in more than one year	29,532,805
Due in more than one year - net OPEB obligation	275,290
Due in more than one year - net pension obligation	1,330,335
Total Liabilities	43,125,232
 NET POSITION	
Net investment in capital assets	57,476,317
Restricted for:	
Community development	165,721
Debt service	2,292,729
Public safety	20,227
Sewer lateral	136,790
Unrestricted net position	16,239,618
Total Net Position	\$ 76,331,402

See notes to financial statements

CITY OF CLAYTON, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

		Program Revenues			
FUNCTIONS/PROGRAMS	Expenses	Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Net Revenues (Expenses) And Change In Net Position
Governmental Activities					
General government	\$ 5,015,781	1,667,576	-	-	(3,348,205)
Public safety	11,133,094	2,449,170	540,921	326,856	(7,816,147)
Streets and highways	6,297,163	1,223,177	1,337,663	1,712,124	(2,024,199)
Parks and recreation	2,778,702	1,038,084	-	402,426	(1,338,192)
Community development	311,973	-	16,600	-	(295,373)
Interest and fiscal charges	1,525,218	-	-	-	(1,525,218)
Total Governmental Activities	\$ 27,061,931	6,378,007	1,895,184	2,441,406	(16,347,334)
General Revenues					
Taxes:					
Property					7,051,113
Sales					6,186,273
Utility					5,452,949
Other					100,488
Gain on sale of capital assets					6,323
Grants and contributions not restricted to specific programs					202,533
Investment income					138,456
Miscellaneous					62,629
Total General Revenues					19,200,764
CHANGE IN NET POSITION					2,853,430
NET POSITION, OCTOBER 1					73,477,972
NET POSITION, SEPTEMBER 30					\$ 76,331,402

See notes to financial statements

CITY OF CLAYTON, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	<u>General</u>	<u>Capital Improvement</u>	<u>Equipment Replacement</u>	<u>2014 G.O. Bond Issue</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 1,050,745	706,032	422,501	-	463,366	2,642,644
Investments	15,394,633	1,848,265	2,213,147	-	932,187	20,388,232
Receivables:						
Intergovernmental	449,839	1,972,042	-	-	-	2,421,881
Property taxes	101,215	-	-	-	41,508	142,723
Public utility licenses	554,546	-	-	-	-	554,546
Special assessments	-	101,311	-	-	45,906	147,217
Ambulance	171,099	-	-	-	-	171,099
Court	121,649	-	-	-	-	121,649
Interest	66,359	458	4,814	-	4,886	76,517
Other	564,841	-	17,250	-	16,600	598,691
Inventory	24,339	-	-	-	-	24,339
Cash and cash equivalents - restricted	-	-	-	-	1,787,950	1,787,950
Investments - restricted	-	-	-	-	265,500	265,500
Due from other funds	-	684,845	-	-	-	684,845
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 18,499,265</u>	<u>5,312,953</u>	<u>2,657,712</u>	<u>-</u>	<u>3,557,903</u>	<u>30,027,833</u>
LIABILITIES						
Accounts payable	\$ 588,414	1,683,051	26,286	83,676	83,442	2,464,869
Accrued liabilities	806,971	-	-	-	7,371	814,342
Due to other funds	-	-	-	684,845	-	684,845
Unearned revenues	21,340	4,018,896	10,381	-	-	4,050,617
Deposits	452,202	20,000	-	300,000	134,700	906,902
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>1,868,927</u>	<u>5,721,947</u>	<u>36,667</u>	<u>1,068,521</u>	<u>225,513</u>	<u>8,921,575</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues:						
Property taxes	70,609	-	-	-	16,858	87,467
Special assessments	-	101,311	-	-	45,153	146,464
Ambulance	98,932	-	-	-	-	98,932
Court	121,649	-	-	-	-	121,649
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows Of Resources	<u>291,190</u>	<u>101,311</u>	<u>-</u>	<u>-</u>	<u>62,011</u>	<u>454,512</u>
FUND BALANCES (DEFICIT)						
Nonspendable:						
Inventory	24,339	-	-	-	-	24,339
Restricted for:						
Capital projects	-	-	-	-	712,921	712,921
Community development	-	-	-	-	165,721	165,721
Debt service	-	-	-	-	2,292,729	2,292,729
Public safety	-	-	-	-	20,227	20,227
Sewer lateral	-	-	-	-	136,790	136,790
Committed for:						
Capital projects	-	-	2,621,045	-	-	2,621,045
Assigned to:						
Purchases on order	107,705	-	-	-	-	107,705
Unassigned	16,207,104	(510,305)	-	(1,068,521)	(58,009)	14,570,269
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances (Deficit)	<u>16,339,148</u>	<u>(510,305)</u>	<u>2,621,045</u>	<u>(1,068,521)</u>	<u>3,270,379</u>	<u>20,651,746</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances (Deficit)	<u>\$ 18,499,265</u>	<u>5,312,953</u>	<u>2,657,712</u>	<u>-</u>	<u>3,557,903</u>	<u>30,027,833</u>

CITY OF CLAYTON, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

Total Fund Balances - Governmental Funds \$ 20,651,746

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 \$117,510,987 and the accumulated depreciation is \$28,337,617. 89,173,370

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds. 454,512

Prepaid assets used in governmental activities are not financial resources if they expire after 30 days and, therefore, are not reported in the governmental funds. 158,915

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

Net pension asset	594,913
Net pension obligation	(1,330,335)
OPEB obligation	(275,290)
Interest subsidy receivable	72,469

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	(346,496)
Accrued interest payable	(412,136)
Bonds, notes, and capital leases payable outstanding	(32,332,352)
Unamortized bond premium	(191,893)
Unamortized deferred charges	113,979

Net Position Of Governmental Activities \$ 76,331,402

CITY OF CLAYTON, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES (DEFICIT) - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>General</u>	<u>Capital Improvement</u>	<u>Equipment Replacement</u>	<u>2014 G.O. Bond Issue</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES						
General property taxes	\$ 5,584,653	-	-	-	1,510,938	7,095,591
Assessment income	-	21,326	-	-	110,488	131,814
Licenses and permits	1,617,546	-	-	-	-	1,617,546
Public utility licenses	5,452,949	-	-	-	-	5,452,949
Intergovernmental	4,590,661	5,496,035	-	-	221,122	10,307,818
Community programs	1,806,270	-	-	-	-	1,806,270
Parking facilities and meters	1,790,473	-	-	-	-	1,790,473
Fines and forfeitures	1,050,619	-	-	-	16,796	1,067,415
Donations and reimbursements	-	466,013	4,177	-	-	470,190
Investment income	91,501	16,281	11,771	-	18,903	138,456
Miscellaneous	141,296	-	10,653	-	-	151,949
Total Revenues	<u>22,125,968</u>	<u>5,999,655</u>	<u>26,601</u>	<u>-</u>	<u>1,878,247</u>	<u>30,030,471</u>
EXPENDITURES						
Current:						
General government	4,424,982	-	-	-	-	4,424,982
Parks and recreation	2,255,175	-	-	-	-	2,255,175
Public safety	10,201,973	-	-	-	29,658	10,231,631
Streets and highways	4,850,023	-	-	-	-	4,850,023
Community development	-	-	-	-	314,959	314,959
Capital outlay	-	4,947,163	521,641	-	156,770	5,625,574
Debt service:						
Principal	187,837	-	77,570	-	2,635,000	2,900,407
Interest and fiscal charges	42,971	-	34,328	83,676	1,344,109	1,505,084
Total Expenditures	<u>21,962,961</u>	<u>4,947,163</u>	<u>633,539</u>	<u>83,676</u>	<u>4,480,496</u>	<u>32,107,835</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>163,007</u>	<u>1,052,492</u>	<u>(606,938)</u>	<u>(83,676)</u>	<u>(2,602,249)</u>	<u>(2,077,364)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	1,099,768	2,564,921	1,040,322	-	2,500,690	7,205,701
Transfers out	(1,361,107)	(3,214,059)	-	(984,845)	(1,645,690)	(7,205,701)
Sale of capital assets	-	-	20,207	-	-	20,207
Total Other Financing Sources (Uses)	<u>(261,339)</u>	<u>(649,138)</u>	<u>1,060,529</u>	<u>(984,845)</u>	<u>855,000</u>	<u>20,207</u>
NET CHANGE IN FUND BALANCES	<u>(98,332)</u>	<u>403,354</u>	<u>453,591</u>	<u>(1,068,521)</u>	<u>(1,747,249)</u>	<u>(2,057,157)</u>
FUND BALANCES (DEFICIT), OCTOBER 1	<u>16,437,480</u>	<u>(913,659)</u>	<u>2,167,454</u>	<u>-</u>	<u>5,017,628</u>	<u>22,708,903</u>
FUND BALANCES (DEFICIT), SEPTEMBER 30	<u>\$ 16,339,148</u>	<u>(510,305)</u>	<u>2,621,045</u>	<u>(1,068,521)</u>	<u>3,270,379</u>	<u>20,651,746</u>

See notes to financial statements

CITY OF CLAYTON, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Net Change In Fund Balances - Governmental Funds \$ (2,057,157)

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays over the capitalization threshold (\$5,110,993) exceeded depreciation (\$3,049,811) in the current period. 2,061,182

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, donations) is to decrease net position. (1,327)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. (133,990)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discount, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Repayment of bond principal	2,635,000
Repayment of note payable	187,837
Repayment of capital lease	77,570
Amortization of premium and deferred amount on refunding	(49,680)

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 debt	29,546
Prepaid insurance	16,338
Compensated absences	(19,953)
Net pension obligation	106,806
Net pension asset	1,258

Change In Net Position Of Governmental Activities \$ 2,853,430

CITY OF CLAYTON, MISSOURI
STATEMENT OF FIDUCIARY NET POSITION -
PENSION TRUST FUNDS
SEPTEMBER 30, 2014

ASSETS

Cash and cash equivalents	\$ 1,316,474
Investments:	
U.S. government and agency securities	1,247,793
Common stocks	5,090,442
Corporate bonds	4,391,181
Taxable municipal obligations	680,054
Mutual funds	32,444,735
Property funds	4,546,464
Interest receivable	76,706
Unsettled investment transactions	43,195
Total Assets	<u>49,837,044</u>

LIABILITIES

Accrued investment expenses	4,843
Unsettled investment transactions	108,609
Total Liabilities	<u>113,452</u>

NET POSITION

Held in trust for pension benefits	<u>\$ 49,723,592</u>
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CITY OF CLAYTON, MISSOURI
STATEMENT OF CHANGE IN FIDUCIARY
NET POSITION - PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

ADDITIONS

Contributions:

Participant contributions	\$ 382,332
Employer contributions	1,477,991
Total Contributions	<u>1,860,323</u>

Investment income:

Net appreciation in fair value of investments and interest and dividends	4,727,643
Less - Investment expense	<u>(227,583)</u>
Total Investment Income	<u>4,500,060</u>
Total Additions	6,360,383

DEDUCTIONS

Benefits paid	<u>3,757,284</u>
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CHANGE IN NET POSITION

2,603,099

NET POSITION HELD IN TRUST FOR PENSION BENEFITS,
OCTOBER 1

47,120,493

**NET POSITION HELD IN TRUST FOR PENSION BENEFITS,
SEPTEMBER 30**

\$ 49,723,592

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied by the **CITY OF CLAYTON, MISSOURI** (the City) in the preparation of the accompanying basic financial statements are summarized below:

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 City does not currently have any component units.

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 primary government. 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.

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

Separate financial statements are provided for governmental funds 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.

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, as are fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be measurable and available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are col-

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

lected 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 insurance and compensated absences, are recorded only when payment is due (i.e., matured).

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

The City reports the following major governmental funds:

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

Capital Improvement Fund -- The Capital Improvement Fund is a Capital Projects Fund used to monitor the funding of special infrastructure improvements throughout the City. Revenues derived by this fund include two half-cent capital improvement sales taxes, road and bridge taxes, and certain special assessment taxes.

Equipment Replacement Fund -- The Equipment Replacement Fund is a Capital Projects Fund used to account for funds set aside for capital asset replacement.

2014 G.O. Bond Issue Fund -- The 2014 G.O. Bond Issue Fund is a Debt Service Fund used to account for the proceeds for the project and debt service payments of the 2014 bonds.

Additionally, the City reports the following fiduciary funds:

Pension Trust Funds -- The Pension Trust Funds are used to account for assets held in a trustee capacity for the City's eligible employees.

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

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Cash, Cash Equivalents, and Investments

The City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. State statutes and City policy authorize the City to invest in obligations of the United States or any agency thereof, time deposit certificates, and repurchase agreements. The Pension Trust Funds are also authorized to invest in corporate common or preferred stocks, bonds and mortgages, real or personal property, mutual funds, and other evidence of indebtedness or ownership, but excluding any debt of the City itself, and individual insurance policies.

Investments that have a maturity date of less than one year at the time of purchase are carried at cost or amortized cost because of their short-term maturities. Investments that have a maturity date of greater than one year at the time of purchase are carried at fair value. Fair value is based on quoted market prices.

5. Allowance for Uncollectibles

Accounts receivables are shown net of an allowance for uncollectibles of \$180,961.

6. Inventories

Inventories are recorded at cost on the first-in, first-out basis. Governmental fund types use the consumption method for inventory which means it is recorded as an expenditure when it is used rather than when purchased.

7. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items on the purchase method. Prepaid items are recorded as expenditures when purchased rather than when consumed. Prepaid items are recorded in the government-wide financial statements and in the fund financial statements if they expire within 30 days.

8. Interfund Transactions

In the fund financial statements, the City has the following types of transactions among funds:

Transfers -- Transfers of resources from a fund receiving revenue to the fund through which resources are to be expended are recorded as transfers. Such transfers are reported as other financing sources (uses).

Due To/From Other Funds -- Current portions of long-term interfund loans receivable/payable are considered "available spendable resources" and are reported as assets and liabilities of the appropriate funds.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Interfund Transactions (Continued)

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

9. Restricted Assets

Certain resources set aside for the repayment of bonds are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

10. Special Assessments Receivable

Special assessments receivable represents the residents' portion of curb and sidewalk improvements which have been completed and billed. The City's portion of such improvements is expended as incurred. At the time of the levy, special assessments receivable in the amount of the levy and deferred revenue equal to the amount that is not currently available are recognized in the fund that provides the resources.

11. Capital Assets

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of more than \$5,000 for general capital assets and \$25,000 for infrastructure and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life is not capitalized.

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

Asset	Years
Buildings	15 - 50
Improvements other than buildings	5 - 20
Machinery and equipment	3 - 15
Infrastructure	30 - 50

12. Compensated Absences

Under terms of the City's personnel policy, employees are granted vacations based on length of service. Vacations accrue on January 1 of each year. A maximum of 80 hours may be carried over to a subsequent calendar year. Upon termination, the employee is paid for unused vacation.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Compensated Absences (Continued)

Sick leave is accumulated based upon length of service and is available only to provide compensation during periods of illness. Upon termination, and only if the employee is vested, the employee is paid \$1 for each hour of sick leave balance. A liability for these amounts is reported in the governmental funds only if the amounts due at year-end have matured.

13. Long-term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

14. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net 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 only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. 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 Board of Aldermen, 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 through the City's purchasing policy or when authorized by the Board of Aldermen by motion.

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 - committed, assigned, and then unassigned.

The fund balance of the City's General Fund has been accumulated to provide stability and flexibility to respond to unexpected adversity and/or opportunities. The City has set a minimum unassigned fund balance of not less than 25% of annual operating expenditures for the fiscal year, and a target of 33% of annual operating expenditures for the fiscal year.

16. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to reserve that portion of the applicable appropriation, is employed by the governmental funds. Since appropriations lapse at year-end, outstanding encumbrances are reappropriated in the subsequent year's budget to provide for the liquidation of the prior commitments. Encumbrances do not constitute current year expenditures or liabilities. Encumbrances outstanding at year-end were \$107,705 for the General Fund, \$1,550,281 for the Capital Improvement Fund, and \$207,378 for the Equipment Replacement Fund.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

17. Property Taxes

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

Property tax revenue is recognized to the extent it is collected within 60 days after year-end in the fund financial statements. Property taxes not collected within 60 days of year-end are deferred for fund financial statements but are recognized as revenue in the government-wide financial statements.

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

18. Use of Estimates

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

NOTE B - CASH, CASH EQUIVALENTS, AND INVESTMENTS

1. Deposits

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 (FDIC).

As of September 30, 2014, the City's bank balances were entirely secured or collateralized with securities held by the City or by its agent in the City's name.

2. Investments

As of September 30, 2014, the City had the following investments:

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

2. Investments (Continued)

<u>Investments</u>	<u>Fair Value</u>	<u>Maturities</u>					<u>Credit Risk</u>
		<u>No Maturity</u>	<u>Less Than One Year</u>	<u>1 - 5 Years</u>	<u>6 - 10 Years</u>	<u>More Than 10 Years</u>	
Primary Government							
Certificates of deposit	\$15,654,644	-	10,206,124	5,448,520	-	-	N/A
U.S. Agencies	4,999,088	-	-	4,699,088	300,000	-	AA
Total Primary Government	<u>20,653,732</u>	<u>-</u>	<u>10,206,124</u>	<u>10,147,608</u>	<u>300,000</u>	<u>-</u>	
Fiduciary Funds							
U.S. government and agency securities:							
U.S. Treasuries	69,082	-	-	69,082	-	-	AA
U.S. Agencies	1,178,711	-	-	158,503	108,878	911,330	AA
Common stock	5,090,442	5,090,442	-	-	-	-	N/A
Corporate bonds	2,011,950	-	-	695,952	409,977	906,021	A
Corporate bonds	636,611	-	-	303,879	138,721	194,011	AA
Corporate bonds	393,171	-	-	306,877	86,294	-	AAA
Corporate bonds	42,348	-	-	-	-	42,348	B
Corporate bonds	801,251	-	-	157,367	347,497	296,387	BBB
Corporate bonds	88,021	-	-	-	-	88,021	CCC
Corporate bonds	100,088	-	-	-	12,604	87,484	D
Corporate bonds	317,740	-	-	-	-	317,740	Not rated
Taxable municipal obligations	169,163	-	-	77,377	91,786	-	A
Taxable municipal obligations	236,751	-	-	134,644	-	102,107	AA
Taxable municipal obligations	185,212	-	-	-	-	185,212	AAA
Taxable municipal obligations	88,928	-	-	88,928	-	-	Not rated
Mutual funds	32,444,736	32,444,736	-	-	-	-	Not rated
Property funds	4,546,464	4,546,464	-	-	-	-	Not rated
Total Fiduciary Funds	<u>48,400,669</u>	<u>42,081,642</u>	<u>-</u>	<u>1,992,609</u>	<u>1,195,757</u>	<u>3,130,661</u>	
Grand Total Investments	<u>\$69,054,401</u>	<u>42,081,642</u>	<u>10,206,124</u>	<u>12,140,217</u>	<u>1,495,757</u>	<u>3,130,661</u>	

NOTE B - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

2. Investments (Continued)

Investment Policy

Governmental Activities

The objectives of the City's investment policy adopted by the Board of Aldermen are the following:

Legality -- Every investment shall be made in accordance with applicable federal, state, and local statutory provisions.

Safety -- Safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital.

Liquidity -- The City's investment portfolio must remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.

Return on Investment -- The City's investment portfolio shall be managed with the objective of obtaining a market rate of return throughout budgetary and economic cycles, taking into account the City's investment risk constraints and the cash flow characteristics of the portfolio.

These objectives support the City's conservative and prudent approach to investment management. The policy also addresses qualified institutions, appropriate investments, collateralization, safekeeping, institutional diversification of the portfolio, maximum maturities, performance standards, and reporting requirements.

Pension Trust Funds

The investment policy for both the City's pension trust funds as adopted by each separate entity states that the primary fiduciary responsibility of the pension boards is to:

- a. Ensure that the assets of the plans are responsibly and prudently managed in accordance with the actuarial needs of the plans while adhering to the sound and accepted financial investment procedures.
- b. Diversify the portfolio to help ensure that adverse or unexpected activity will not have an excessively detrimental impact on the entire portfolio. Investment management will be delegated to external professional organizations for the sole benefit of the membership and their beneficiaries for the purpose of providing a retirement benefit.

Performance objectives, asset allocation guidelines, and permissible investments are outlined in each policy. The Plan's total returns are expected to provide results, using a three-year moving average, of an absolute return equal or superior to each Plan's actuarial assumed rate of return.

NOTE B - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

2. Investments (Continued)

The plans invest in various investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that material changes in the values of investment securities could occur.

Investment Types and Maturities

Governmental Activities

The City's investment policy governs all investment activity, except investments in the pension trust funds. The City's policy limits investments to bonds, bills or notes of the United States or an agency thereof; negotiable or non-negotiable certificates of deposit, savings accounts and other interest-earning deposit accounts of authorized financial institutions; or repurchase agreements (with acceptable collateral in an amount greater than the amount of the repurchase agreement including accrued interest) through approved financial institutions with a previously signed Master Repurchase Agreement. In accordance with its policy, the City tries to maintain a high level of liquidity to allow the City to meet its operating requirement. The City will not invest in securities maturing more than five years from the date of purchase unless matched to a specific cash flow.

Credit Risk

Governmental Activities

The City's investment policy does not address credit quality standards. The City has an unrated money market account that is covered by excess deposit insurance for amounts above the FDIC.

Pension Trust Funds

The investment policies of the pension funds do not address credit quality standards. The above table reflects the credit ratings for the two retirement plans associated with the securities invested in the pension trust funds as of September 30, 2014, excluding obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government.

Concentration of Risk

Governmental Activities

The City will diversify its investments by institution. With the exception of bonds, bills or notes of the U.S. government or any agency thereof, including authorized pools, it shall be the goal of the City that no more than 80% of the City's government-wide investment portfolio will be invested in a single institution.

NOTE B - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

2. Investments (Continued)

Pension Trust Funds

The pension investment policies specify that the investment mix shall be in a range of 55 - 65% equity securities, 25 - 35% fixed income securities, and 5 - 15% real estate. Target allocation for the equity securities is 30% large cap, 15% small cap, and 15% international; fixed income 30%; and real estate 10%. The trustees follow these guidelines for all investments while adhering to the list of permissible investments outlined in the policies. The funds in the plans are invested over the long-term in keeping with the objective of providing retirement benefits for its members. At September 30, 2014, the pension plans did not have concentrations with any one issuer greater than 5%.

Custodial Credit Risk

Governmental Activities

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

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Protection of the City's deposits is provided by the FDIC; by specific eligible securities pledged by the financial institution; by a single collateral pool established by the financial institution; or by separate insurance.

Pension Trust Funds

Custodial credit risk in the pension trust funds is the risk that in the event of the failure of the counterparty to a transaction, the pension funds will not be able to recover the value of the investments or collateral securities that are in the possession of an outside party. At September 30, 2014, the City of Clayton Uniformed Employees' Retirement Fund has \$6,319,028 in treasuries, agencies, municipal obligations, and corporate and foreign bonds that are held by the counterparty's trust department, but, not in the name of the Uniformed Employee's Retirement Fund.

NOTE C - CAPITAL ASSETS

Capital asset activity was as follows:

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS (Continued)

	For The Year Ended September 30, 2014			
	Balance September 30 2013	Additions And Transfers	Deletions And Transfers	Balance September 30 2014
Capital assets not being depreciated:				
Land	\$ 9,255,672	-	-	9,255,672
Construction in progress	2,907,711	4,101,792	3,538,218	3,471,285
Total Capital Assets Not Being Depreciated	<u>12,163,383</u>	<u>4,101,792</u>	<u>3,538,218</u>	<u>12,726,957</u>
Capital assets being depreciated:				
Buildings and improvements	55,712,803	811,864	-	56,524,667
Improvements other than building	4,129,385	1,395,136	-	5,524,521
Machinery and equipment	9,384,981	520,137	256,305	9,648,813
Infrastructure	31,265,747	1,820,282	-	33,086,029
Total Capital Assets Being Depreciated	<u>100,492,916</u>	<u>4,547,419</u>	<u>256,305</u>	<u>104,784,030</u>
Less - Accumulated depreciation for:				
Buildings and improvements	9,193,832	1,296,867	-	10,490,699
Improvements other than building	734,587	214,095	-	948,682
Machinery and equipment	4,973,519	802,082	254,978	5,520,623
Infrastructure	10,640,846	736,767	-	11,377,613
Total Accumulated Deprecia- tion	<u>25,542,784</u>	<u>3,049,811</u>	<u>254,978</u>	<u>28,337,617</u>
Total Capital Assets Being Depreciated, Net	<u>74,950,132</u>	<u>1,497,608</u>	<u>1,327</u>	<u>76,446,413</u>
 Governmental Activities Capital Assets, Net	 <u>\$ 87,113,515</u>	 <u>5,599,400</u>	 <u>3,539,545</u>	 <u>89,173,370</u>

The beginning balance for improvements other than building was decreased by \$49,193 to reflect a prior period adjustment for an asset that was erroneously recorded at a higher cost. Depreciation expense was charged to functions/programs of the primary government as follows:

	For The Year Ended September 30 2014
General government	\$ 632,635
Public safety	888,609
Streets and highways	1,049,927
Parks and recreation	478,640
 Total	 <u>\$ 3,049,811</u>

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - RESTRICTED ASSETS

The account balances shown below are restricted in accordance with the 2005A, 2005B, and 2007 bond indentures:

	September 30, 2014	
	Actual	Required
Series 2005A Bond Reserve Account	\$ 1,216,950	1,216,500
Series 2005B Bond Reserve Account	265,500	265,500
Series 2007 Bond Reserve Account	571,000	571,000
Total	\$ 2,053,450	2,053,000

Certain reserve funds may be below the required balance amount during the year, due to market fluctuations or accrued income on the investment balances. Upon the appropriate date, the trustee may direct the City to restore any deficiency by paying additional payments until the Reserve Fund equals the requirement.

NOTE E - INTERFUND TRANSACTIONS

Individual interfund transactions are as follows:

Transfers Out	Transfers In	For The Year Ended September 30 2014
Capital Improvement Fund	General Fund	\$ 1,034,154
Nonmajor Funds	General Fund	65,614
Nonmajor Funds	Capital Improvement Fund	1,580,076
2014 G.O. Bond Issue Fund	Capital Improvement Fund	984,845
General Fund	Equipment Replacement Fund	1,040,322
General Fund	Nonmajor Funds	320,785
Capital Improvement Fund	Nonmajor Funds	2,179,905
Total		\$ 7,205,701

Interfund transfers were used to: 1) move revenues from the fund that ordinance or budget requires to collect them to the fund that ordinance or budget requires to expend them, 2) provide unrestricted revenues collected in the General Fund to finance capital improvements and other activities in accordance with budgetary authorization, or 3) move revenues in excess of current year expenditures to other funds.

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE F - LONG-TERM DEBT

A summary of changes in long-term debt is as follows:

	For The Year Ended September 30, 2014			Balance September 30 2014	Amounts Due Within One Year
	Balance September 30 2013	Additions	Reductions		
	Special obligation bonds	\$ 33,535,000	-		
Plus - Premium	208,128	-	16,235	191,893	-
Note payable	943,511	-	187,837	755,674	197,462
Capital lease payable	754,248	-	77,570	676,678	81,303
Compensated absences	326,543	695,562	675,609	346,496	329,171
Total Governmental Activities	\$ 35,767,430	695,562	3,592,251	32,870,741	3,337,936

The liability for compensated absences is generally liquidated by the General Fund.

Special Obligation Bonds, Series 2011 totaling \$9,845,000 were issued on November 8, 2011 with interest rates ranging from 2% to 3.25%, maturing December 1, 2031. The 2011 bonds were issued to finance various park projects, street improvements, and police building improvements. The balance at September 30, 2014 was \$9,060,000.

Taxable Build America (Direct-Pay) Special Obligation Bonds, Series 2009A and 2009B totaling \$6,420,000 and \$8,580,000, respectively, were issued on October 27, 2009 with interest rates ranging from 1% to 4.5% and 5% to 5.75%, respectively. The bonds were issued to acquire and renovate a facility for the police department. The bonds mature December 1, 2019 and December 1, 2029, respectively. The balance at September 30, 2014 was \$4,025,000 and \$8,580,000, respectively.

Special Obligation Refunding Bonds, Series 2007 totaling \$8,175,000 were issued on October 23, 2007 with an interest rate of 3.75%, maturing December 1, 2018. The 2007 bonds were issued to refund \$7,375,000 of the Series 2002 bond issue with an interest rate of 2.65%. The 2002 bonds were originally used to construct a new outdoor pool in Shaw Park, to construct a new Fire Station, and to renovate City Hall. The balance at September 30, 2014 was \$3,430,000.

Special Obligation Refunding Bonds, Series 2005A totaling \$12,165,000 were issued on April 26, 2005 with interest rates ranging from 3% to 4.1%, maturing December 1, 2017. The 2005A bonds were issued to refund the 1997 and 1998A bonds that were originally used for the following purposes: to construct a multi-purpose recreation center in cooperation with Clayton School District; reconstruct the Shaw Park Ice Rink and Tennis Center; purchase fifty parking spaces in a new St. Louis County parking garage; and perform private street infrastructure improvements in two subdivisions. The balance at September 30, 2014 was \$5,200,000.

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE F - LONG-TERM DEBT (Continued)

Special Obligation Refunding Taxable Bonds, Series 2005B totaling \$2,655,000, were issued on April 26, 2005 with an interest rate of 4.85%, maturing December 1, 2015. The 2005B bond was issued to refund the 1998B bonds that were originally used to acquire real estate and construct a parking garage. The balance at September 30, 2014 was \$605,000.

The City has an agreement with St. Louis County, Missouri (the County) to pay for a portion of Shaw Park parking garage. The garage was completed in fiscal year 2005 and the City's portion of the garage to be repaid to the County is \$2,764,176. The note bears interest at rates similar to those found in the bonds the County issued, which range from 4% to 4.75%. Monthly payments of \$19,234 will continue through April 2018. The balance at September 30, 2014 was \$755,674.

Aggregate maturities required on long-term debt for governmental activities are as follows:

<u>For The Years Ended September 30</u>	<u>Special Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 2,730,000	1,187,662	3,917,662
2016	2,830,000	1,087,067	3,917,067
2017	2,875,000	982,645	3,857,645
2018	3,785,000	857,888	4,642,888
2019	2,445,000	741,626	3,186,626
2020 - 2024	6,175,000	2,889,299	9,064,299
2025 - 2029	7,220,000	1,427,988	8,647,988
2030 - 2032	2,840,000	118,942	2,958,942
Total	<u>\$ 30,900,000</u>	<u>9,293,117</u>	<u>40,193,117</u>

<u>For The Years Ended September 30</u>	<u>Note Payable</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 197,462	33,346	230,808
2016	207,579	23,229	230,808
2017	218,214	12,594	230,808
2018	132,419	2,219	134,638
Total	<u>\$ 755,674</u>	<u>71,388</u>	<u>827,062</u>

Capital Lease

On November 25, 2009, the City entered into a capital lease agreement to purchase a ladder truck for \$1,020,000. The lease matures November 2021, with an interest rate of 4.71%. The capitalized cost of the truck is \$1,028,386, and accumulated depreciation is \$325,656 at September 30, 2014.

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE F - LONG-TERM DEBT (Continued)

The future minimum capital lease payments and the present value of the net minimum lease payments are as follows:

For The Years Ended September 30		
2015	\$	111,434
2016		111,434
2017		111,434
2018		111,434
2019		111,434
2020 - 2022		241,441
Total Minimum Lease Payments		798,611
Less - Amount representing interest		121,933
Present Value Of Future Minimum Lease Payments	\$	676,678

NOTE G - CONDUIT DEBT

The City issued debt to provide financial assistance to private sector entities for the purpose of acquiring, constructing, and equipping industrial development projects deemed to be in the public interest. These bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying basic financial statements.

As of September 30, 2014, there were three series of industrial revenue bonds outstanding.

On May 12, 2009, the City approved the issuance of up to \$202,000,000 in Taxable Industrial Revenue Bonds to finance the acquisition of real property located at 7700 - 7736 Forsyth Boulevard related to the Centene Center project. At September 30, 2014, \$153,701,679 was issued and remains outstanding.

On May 12, 2009, the City approved the issuance of up to \$17,000,000 in Taxable Industrial Revenue Bonds to finance the purchase and installation of equipment related to the Centene Center project. At September 30, 2014, \$11,136 was issued and remains outstanding.

On May 23, 2009, the City approved the issuance of up to \$10,000,000 in Taxable Industrial Revenue Bonds to finance the acquisition of real property located at 21 South Hanley Road related to the Centene Center project. At September 30, 2014, \$2,860,717 was issued and remains outstanding.

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS

The City maintains two single-employer, defined benefit pension plans. The City's total payroll for the year ended September 30, 2014 was \$10,949,240.

The City has implemented GASB Statement No. 67 (GASB 67), *Financial Reporting for Pension Plans* for the fiscal year ended September 30, 2014. This statement replaces the requirements of GASB Statement No. 25 (GASB 25), *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and specifies the required approach to measuring the pension liability of employers and nonemployer contributing entities for benefits provided through the pension plan. GASB 67 requires plans to calculate a net pension liability (NPL) to be measured as the total pension liability less the amount of the pension Plan's fiduciary net position.

GASB Statement No. 68 (GASB 68), *Accounting and Reporting for Pensions*, is effective for periods beginning after June 15, 2014. This Statement will be implemented in fiscal year 2015, and will require employers and nonemployer contributing entities to report their NPL on their financial statements. Under current standards (GASB Statement No. 27 (GASB 27), *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*), the employer reports a net pension obligation (NPO) which allows the employer to amortize the past service cost of the pension liability over a period of time. Implementing GASB 68 will result in a change in the amount of the liability that will be reported and disclosures about that liability.

Neither of these new Statements affects the way that a government may choose to fund their pension obligations. While GASB 68 changes the amount of the pension liability that is reported on the financial statements, governments may continue to fund their plans by calculating an actuarially determined contribution and measuring their funded status as it relates to that actuarially determined contribution.

In order to provide the necessary disclosures that are required under the various GASB Statements, the disclosures below are separated into three sections: 1) **Plan Description and Provisions** offers disclosures about the Plan itself, description of the Plan and who is covered; an analysis of the membership of the various groups of the Plan as of the end of the fiscal year; and a discussion of benefits provided by the plan; 2) **Net Pension Liability and Disclosures Required by GASB 67** provides the information that is required by GASB 67, the calculation of the NPL; the actuarial assumptions and census data that were used in calculating that NPL; the discount rate that was used in the calculations; and the sensitivity of the NPL to changes in the discount rate; and 3) **Funding the Plan and the Actuarial Accrued Liability (AAL)** provides funding information based on the actuarially determined contribution, calculation of the annual pension cost (APC) and NPO, including current year calculations and three-year trend information; actuarial assumptions and census data that were used to calculate the NPO; and the funded status and funding progress of the plan.

1. Nonuniformed Employees' Retirement Fund (NUERF)

A. Plan Description and Provisions

The City sponsors and administers a single-employer defined benefit pension plan, the City's NUERF, which covers substantially all full-time employees not covered under the City's Uniformed Employees' Retirement Fund (UERF). The NUERF was created and is governed by City ordinance.

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

1. Nonuniformed Employees' Retirement Fund (NUERF) (Continued)

The NUERF does not issue a stand-alone financial report. The financial information is included as a Trust Fund in the City's basic financial statements. Information about the NUERF is provided in a summary plan description.

The financial statements of the NUERF are prepared using the accrual basis of accounting. NUERF member contributions are recognized in the period in which the contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the NUERF.

Current membership in the Plan is as follows:

<u>Group</u>	<u>July 1 2014</u>
Retirees and beneficiaries currently receiving benefits	35
Vested terminated employees	50
Active employees:	
Fully vested	60
Nonvested	26

All employees of the City, except police officers and firefighters, who have completed 6 months of employment are eligible to participate as long as they continue to be employed by the City on a full-time, permanent basis. Employees attaining the age of 60 are entitled to annual benefits of 1.5% for each year of credited service times the average monthly compensation which is equal to the highest 5 consecutive years out of the last 10. All benefits are vested after 5 years of credited service. The NUERF permits early retirement at the completion of 10 years of credited service and attainment of age 55. The employee receives a retirement benefit, based credited service, and average monthly compensation at early retirement, reduced by 0.25% for each month that early retirement precedes normal retirement.

Employees are required to contribute 3% of annual salary to the NUERF. The employee contribution requirements were temporarily suspended from 1991 through September 30, 2011. Beginning October 1, 2011 employees were required to contribute 1.5% of annual salary, and beginning October 1, 2012 employees were required to contribute 3% of annual salary. The City appropriates annually such funds as are necessary, which, together with employee contributions and investment income, will cover the costs and accrued liability of the Plan.

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

1. Nonuniformed Employees' Retirement Fund (NUERF) (Continued)

If an employee terminates his/her employment and is not eligible for any other benefits under the NUERF, the employee is entitled to the following:

- With less than 5 years of credited service, a refund of member contributions plus 4% interest.
- With 5 or more years of credited service, the pension accrued to date of termination, payable commencing at his/her normal retirement date, at early retirement date with reductions.

B. NPL and Disclosure Required by GASB 67

GASB 67 requires that pension plans disclose the NPL and other related disclosures; however, the reporting of the NPL in the financial statements of the employer and noncontributing employer entity are not required until implementation of GASB 68 in fiscal year 2015.

The components of the NPL are shown as follows:

	June 30 2014
Total pension liability	\$15,714,004
Plan fiduciary net position	<u>13,933,357</u>
NPL	<u>\$ 1,780,647</u>

Additional information regarding changes in the NPL for the year ended June 30, 2014 can be found in the required supplemental information section of these financial statements.

Actuarial assumptions used in calculations of actuarially determined pension liability:

Actuarial assumptions:	
Valuation date	July 1, 2014
Investment rate of return	7%
Projected salary increases	4%
Inflation	2%

Mortality rates were based on the RP-2000 Combined Healthy Table Generational projection using Scale AA.

Actuarial valuations attempt to estimate costs associated with the pension system based on a number of demographic, economic, and retirement experience assumptions. To the extent

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

1. Nonuniformed Employees' Retirement Fund (NUERF) (Continued)

assumptions are at variance to experience, this can result in actuarial gains and losses ultimately impacting contribution rates and the development of the actuarially required contribution.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense 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 rate of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

June 30, 2014			
<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-term Arithmetic Average Nominal Return¹</u>	<u>Long-term Arithmetic Average Real Return²</u>
Core bonds	20%	6.40%	2.80%
Multi-sector bonds	10	7.38	3.78
U.S. large cap equity	30	11.39	7.80
U.S. small cap equity	15	12.68	9.09
Non-U.S. equity	15	12.62	9.02
Core real estate	10	9.11	5.51

1) Long-term arithmetic average nominal return is the average return assumption for any given year derived from long-term risk premiums and a long-term average risk-free rate.

2) Long-term arithmetic average real return is the long-term arithmetic average nominal return minus an average annual inflation rate of 3.60%.

The above long-term expected real rate of returns represents best estimates of geometric rates of return for each major asset class included.

Discount Rate

The discount rate used to measure the total pension liability was 6.94%. The projection of cash flows used to determine the discount rate assumed that City contributions will continue to follow the current funding policy of contributing employer normal cost plus a 20-year amortization of unfunded liabilities. Based on this assumption, the Plan's fiduciary net po-

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

1. Nonuniformed Employees' Retirement Fund (NUERF) (Continued)

sition was projected to be insufficient to make all projected future benefit payments of current plan members. A municipal bond rate of 3.66% was used in the development of the blended GASB discount rate after that point. The 3.66% rate is based on the S&P Municipal Bond 20-Year High Grade Rate Index as of June 30, 2014. Based on the long-term rate of return of 7% and the municipal bond rate of 3.66%, the blended GASB discount rate would be 6.94%.

Sensitivity of the NPL to Changes in the Discount Rate

The following presents the NPL (Asset) of the retirement system, calculated using the discount rate determined above, as well as what the system's NPL (Asset) would be if it were calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
Discount rate	5.94%	6.94	7.94
NPL (Asset)	\$3,917,088	1,780,647	(5,021)

C. Funding the Plan and the Accrued Liability

This section includes information on the funding valuation, including the APC and NPO, as well as funded status and funding progress of the unfunded AAL for the Plan.

APC

The City's APC and NPO for the current year were as follows:

Annual required contribution (ARC)	\$ 453,411
Interest on NPO	100,600
Adjustment to ARC	<u>(186,908)</u>
APC	367,103
Actual contributions	<u>473,909</u>
Decrease in NPO	(106,806)
NPO beginning of year	<u>1,437,141</u>
NPO End Of Year	<u>\$1,330,335</u>
Percentage of APC contributed	129.1%

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

1. Nonuniformed Employees' Retirement Fund (NUERF) (Continued)

<u>Valuation For The Actuarial Years Ended June 30</u>	<u>APC</u>	<u>Percentage Contributed</u>	<u>NPO</u>
2014	\$367,103	129.1%	\$1,330,335
2013	522,313	122.4	1,437,141
2012	334,670	108.5	1,524,903

Funding Status and Progress

<u>Valuation For The Actuarial Year Ended June 30</u>	<u>Actuarial Value Of Assets</u>	<u>AAL</u>	<u>UAAL</u>
2014	\$13,271,406	\$15,597,709	(\$2,326,303)

<u>Valuation For The Actuarial Year Ended June 30</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL As A Percentage Of Covered Payroll</u>
2014	85.1%	\$4,864,905	47.8%

Actuarial methods and assumptions:

Valuation date	July 1, 2014
Actuarial cost method	Entry age (normal)
Amortization method	Level dollar, open period
Amortization period	20 years
Actuarial assumptions:	
Investment rate of return	7%
Projected salary increases	4%
Inflation rate	2%
Post-retirement benefit increases	Lower of annual consumer price index or 2% to maximum adjustment of 25%

The net pension obligation is generally liquidated by the General Fund.

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

2. Uniformed Employees' Pension Fund (UERF)

A. Plan Description and Provisions

Under Ordinance No. 5028 as amended by Ordinance No. 5043, the City established a single-employer defined benefit plan, the City's UERF, that provides retirement, disability, and death benefits. The UERF does not issue a stand-alone financial report.

Current membership in the UERF is as follows:

<u>Group</u>	<u>January 1 2014</u>
Retirees and beneficiaries currently receiving benefits	67
Vested terminated employees	6
Active employees:	
Fully vested	39
Nonvested	43

Each full-time employee who is employed by the City as a police officer or firefighter shall be eligible to participate in the UERF on the date the employee becomes a police officer or firefighter. Employees are vested after 10 years. If an employee terminates before 10 years of service, they are entitled to a refund of the employee contribution plus interest earned at 5%.

Employees are eligible for normal retirement benefits at age 55 and completion of 10 years of credited service or age 50 and completion of 25 years of credited service or age 65 with completion of 5 years of credited service. The monthly retirement benefit is based on the final average salary, which is calculated as the greater of the top pay range of a police officer/firefighter or of the actual highest 5-year average annual salary out of the last 10 years. The actual benefit is based on 2% for each year of credited service to a maximum of 60% of the final average monthly salary. Disabled employees or their surviving spouse will receive benefits based upon the years of service and basic pay of the employee as of such date. Early retirement is available to vested employees, but benefits are not paid until age 55.

City ordinance requires each member to contribute 5% of basic pay during the first 30 years of credited service. The City appropriates annually such funds as are necessary, which, together with employee contributions and investment income, will cover the costs and accrued liabilities of the Plan.

B. NPL and Disclosure Required by GASB 67

GASB 67 requires that pension plans disclose the NPL and other related disclosures; however, the reporting of the NPL in the financial statements of the employer and noncontributing employer entity are not required until implementation of GASB 68 in fiscal year 2015.

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

2. Uniformed Employees' Pension Fund (UERF) (Continued)

The components of the NPL are shown as follows:

	December 31 2013
Total pension liability	\$41,013,316
Plan fiduciary net position	<u>36,765,240</u>
NPL	<u>\$ 4,248,076</u>

Additional information regarding changes in the NPL for the year ended December 31, 2013 can be found in the required supplemental information section of these financial statements.

Actuarial assumptions used in calculations of actuarially determined pension liability:

Actuarial assumptions:	
Valuation date	January 1, 2014
Investment rate of return	7%
Projected salary increases	3.5%
Inflation	2.5%

Mortality rates were based on the RP-2000 Blue Collar Mortality Tables with generational improvements for mortality.

Actuarial valuations attempt to estimate costs associated with the pension system based on a number of demographic, economic, and retirement experience assumptions. To the extent assumptions are at variance to experience, this can result in actuarial gains and losses ultimately impacting contribution rates and the development of the actuarially required contribution.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense 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 rate of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

2. Uniformed Employees' Pension Fund (UERF) (Continued)

<u>December 31, 2013</u>			
<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-term Arithmetic Average Nominal Return¹</u>	<u>Long-term Arithmetic Average Real Return²</u>
Core bonds	20%	6.40%	2.80%
Multi-sector bonds	10	7.38	3.78
U.S. large cap equity	30	11.39	7.80
U.S. small cap equity	15	12.68	9.09
Non-U.S. equity	15	12.62	9.02
Core real estate	10	9.11	5.51

1) Long-term arithmetic average nominal return is the average return assumption for any given year derived from long-term risk premiums and a long-term average risk-free rate.

2) Long-term arithmetic average real return is the long-term arithmetic average nominal return minus an average annual inflation rate of 3.60%.

The above long-term expected real rate of returns represents best estimates of geometric rates of return for each major asset class included.

Discount Rate

The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that City contributions will continue to follow the current funding policy of contributing employer normal cost plus a 20-year amortization of unfunded liabilities. Based on this assumption, the Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current plan members. A municipal bond rate of 3.34% was used in the development of the blended GASB discount rate after that point. The 3.34% rate is based on the S&P Municipal Bond 20-Year High Grade Rate Index as of December 31, 2014. Based on the long-term rate of return of 7% and the municipal bond rate of 3.34%, the blended GASB discount rate would be 7.0%.

Sensitivity of the NPL to Changes in the Discount Rate

The following presents the NPL of the retirement system, calculated using the discount rate determined above, as well as what the system's NPL would be if it were calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

2. Uniformed Employees' Pension Fund (UERF) (Continued)

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
Discount rate	6.0%	7.0	8.0
NPL	\$9,513,019	4,248,076	(113,559)

C. Funding the Plan and the Accrued Liability

This section includes information on the funding valuation, including the APC and NPO, as well as funded status and funding progress of the unfunded AAL for the Plan.

APC

The City's APC and net pension asset (NPA) for the current year were as follows:

ARC	\$1,004,082
Interest on NPA	(41,556)
Adjustment to ARC	<u>40,298</u>
APC	1,002,824
Actual contributions	<u>1,004,082</u>
Increase in NPA	1,258
NPA beginning of year	<u>593,655</u>
NPA End Of Year	<u>\$ 594,913</u>
Percentage of APC contributed	100.1%

**Valuation For
The Actuarial
Years Ended
December 31**

	<u>APC</u>	<u>Percentage Contributed</u>	<u>NPA End Of Year</u>
2013	\$1,002,824	100.1%	(\$594,913)
2012	1,028,365	129.7	(593,655)
2011	963,922	100.2	(288,114)

Funding Status and Progress

**Valuation For
The Actuarial
Year Ended
December 31**

	<u>Actuarial Value Of Assets</u>	<u>AAL</u>	<u>UAAL</u>
2013	\$32,333,932	\$38,251,051	(\$5,917,119)

**Valuation For
The Actuarial
Year Ended
December 31**

	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL As A Percentage Of Covered Payroll</u>
2013	84.5%	\$4,909,329	120.5%

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

2. Uniformed Employees' Pension Fund (UERF) (Continued)

Actuarial methods and assumptions:

Valuation date	January 1, 2014
Actuarial cost method	Entry age (normal)
Amortization method	Closed
Amortization period	20 years
Actuarial assumptions:	
Investment rate of return	7%
Projected salary increases	3.5%
Inflation rate	2.5%
Post-retirement benefit increases	Lower of annual consumer price index or 2% to maximum adjustment of 25%

3. Condensed Statement of Fiduciary Net Position

	September 30, 2014		
	City Of Clayton Non- uniformed Employees' Retirement Fund	City Of Clayton Uniformed Employees' Pension Fund	Total
ASSETS			
Cash and cash equivalents	\$ 60,738	1,255,736	1,316,474
Investments:			
U.S. government and agency securities	-	1,247,793	1,247,793
Common stocks	-	5,090,442	5,090,442
Corporate bonds	-	4,391,181	4,391,181
Taxable municipal obligations	-	680,054	680,054
Mutual funds	12,384,983	20,059,752	32,444,735
Property funds	1,433,683	3,112,781	4,546,464
Interest receivable	12,009	64,697	76,706
Unsettled investment transactions	-	43,195	43,195
Total Assets	13,891,413	35,945,631	49,837,044
LIABILITIES			
Accrued investment expenses	4,843	-	4,843
Unsettled investment transactions	-	108,609	108,609
Total Liabilities	4,843	108,609	113,452
NET POSITION			
Held in trust for pension benefits	\$ 13,886,570	35,837,022	49,723,592

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLANS (Continued)

4. Condensed Statement of Changes in Fiduciary Net Position

	For The Year Ended September 30, 2014		
	City Of Clayton Non- uniformed Employees' Retirement Fund	City Of Clayton Uniformed Employees' Pension Fund	Total
ADDITIONS			
Contributions:			
Participant contributions	\$ 138,812	243,520	382,332
Employer contributions	473,909	1,004,082	1,477,991
Total Contributions	612,721	1,247,602	1,860,323
Investment income:			
Net appreciation in fair value of invest- ments and interest and dividends	1,536,863	3,190,780	4,727,643
Less - Investment expense	(44,273)	(183,310)	(227,583)
Total Investment Income	1,492,590	3,007,470	4,500,060
Total Additions	2,105,311	4,255,072	6,360,383
DEDUCTIONS			
Benefits paid	781,811	2,975,473	3,757,284
CHANGE IN NET POSITION	1,323,500	1,279,599	2,603,099
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, OCTOBER 1	12,563,070	34,557,423	47,120,493
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, SEPTEMBER 30	\$ 13,886,570	35,837,022	49,723,592

NOTE I - OTHER POST-EMPLOYMENT BENEFITS (OPEB) OTHER THAN PENSIONS

Plan Description

The City sponsors and administers a single-employer OPEB plan that does not issue a separate stand-alone financial report. The City provides medical and prescription drug benefits to eligible retirees. All employees who retire from the City and meet the eligibility criteria may participate. Nonuniformed employees are eligible to retire once they have attained age 55 and have 10 years of service or age 60 and 5 years of service. Uniformed employees are eligible to retire once they have attained the age of 50 and have 25 years of service; age 55 and 10 years of service; or age 60 and 5 years of service. Retirees who elect to participate must pay the en-

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE I - OTHER POST-EMPLOYMENT BENEFITS (OPEB) OTHER THAN PENSIONS
(Continued)

tire monthly premium. The City's annual OPEB cost (expense) is calculated based on the ARC of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities. The City's annual OPEB cost for the most recent actuarial valuation and the related information are as follows:

	For The Year Ended September 30 2013
Normal cost	\$ 41,929
Amortization of unfunded accrued liability	50,447
Interest to end of year	<u>3,695</u>
ARC	96,071
Interest on net OPEB obligation	8,696
Adjustment to ARC	<u>(15,997)</u>
Annual OPEB cost	88,770
Contributions made	<u>(30,885)</u>
Increase in net OPEB obligation	57,885
Net OPEB obligation, September 30, 2012	<u>217,405</u>
Net OPEB Obligation, September 30, 2013	<u>\$275,290</u>

The Plan, stated in the City's Personnel Policy, was established by City Ordinance, which assigned the authority to establish and amend plan benefit provisions to the City. The contribution requirements of the City and plan members are established and may be amended by the City. The OPEB liability is generally liquidated by the General Fund.

Required Supplemental Information

Schedule Of Funding Progress

Valuation For The Actuarial Valuation October 1	Actuarial Value Of Assets (1)	Actuarial Accrued Liability (2)	Unfunded Accrued Liability (UAAL) (1)-(2)	Funded Ratio (1)/(2)	Covered Payroll	UAAL As A Percentage Of Covered Payroll
2012	\$ -	\$713,009	(\$713,009)	- %	\$10,185,513	7.00%
2010	-	838,489	(838,489)	-	10,322,076	8.12
2008	-	512,770	(512,770)	-	10,378,293	4.94

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE I - OTHER POST-EMPLOYMENT BENEFITS (OPEB) OTHER THAN PENSIONS
(Continued)

<u>For The Years Ended September 30</u>	<u>Annual OPEB Cost</u>	<u>OPEB Plan</u>		<u>Net OPEB Obligation</u>
		<u>Contribution Made</u>	<u>Percent Contributed</u>	
2013	\$ 88,770	\$ 30,885	34.79 %	\$ 275,290
2012	104,618	46,015	43.98	217,405
2011	107,048	34,714	32.43	158,802

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern to that point.

In the October 1, 2013 actuarial valuation, the liabilities were computed using the Projected Unit Credit Method. The initial UAAL is being amortized over 20 years. The actuarial assumptions utilized a 4% discount rate. The valuation assumes a 9% medical inflation rate for fiscal year 2013, reduced by decrements to an ultimate 5% increase for 2030 and later years.

NOTE J - DEFERRED COMPENSATION PLAN

The City participates in a deferred compensation plan under Internal Revenue Code Section 457. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

NOTE K - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

The City also purchases commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past 3 years.

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE L - COMMITMENTS AND CONTINGENCIES

Litigation. The City is a defendant in a number of lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. Based on the current status of all these legal proceedings, it is the opinion of management that they will not have a material effect on the City's financial position.

Federal grants. Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursements to the grantor agencies. It is the opinion of management that such reimbursements, if any, will not have a material effect on the City's financial position.

NOTE M - JOINT VENTURE

Pursuant to an agreement authorized by City ordinance, the City joined with the Clayton School District to construct and operate a recreational facility. The construction was funded by the City and the Clayton School District. Administration, accounting, and repair and maintenance of the facility will be shared in accordance with the agreement. The City has contributed approximately two-thirds of the construction in the amount of \$11,789,000. The joint venture's financial statements are available at the City. The City is liable for one-half of any operational cash shortages incurred by the joint venture. The City paid \$123,064 for its share of the operational cash shortage incurred by the joint venture for the year ended September 30, 2014.

A condensed summary of financial information for the joint venture is as follows:

	For The Year Ended September 30 2014
Assets	\$ 12,882,619
Liabilities	694,588
Net Position	
Net investment in capital assets	12,508,613
Unrestricted	(320,582)
Total Net Position	\$ 12,188,031
Operating revenue	\$ 3,005,208
Operating expenses	(3,675,899)
Nonoperating revenues (expenses)	(2,778)
Capital contributions	426,416
Change In Net Position	\$ (247,053)

CITY OF CLAYTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE N - NET POSITION/FUND BALANCE

The government-wide statement of net position reports \$2,615,467 of restricted net position, of which \$322,738 is restricted by enabling legislation.

At September 30, 2014 the Capital Improvement Fund's accumulated deficit of \$510,305, 2014 G.O. Bond Issue accumulated deficit of \$1,068,521, and 2014 S.O. Bond Issue accumulated deficit of \$58,009, are the result of expenditures which exceeded revenues in 2014 plus prior years. The accumulated deficits will be offset by future revenues received by the funds.

NOTE O - LEASE AGREEMENT

The City entered into a lease agreement to rent part of the police building. The lease term is May 2013 through May 2033. The amount paid in advance of \$4,325,269 will be recognized over 20 years. At September 30, 2014 the unearned rent was \$4,018,896.

NOTE P - PRIOR PERIOD ADJUSTMENT

The previously stated net position/fund balance have been adjusted as follows:

	Governmental Activities	Capital Improvement Fund
Net position/fund balance, September 30, 2013 as previously reported	\$ 73,477,972	(962,852)
Restatement for:		
Retainage payable	49,193	49,193
Capital assets	(49,193)	-
Net Position/Fund Balance, September 30, 2013, As Restated	<u>\$ 73,477,972</u>	<u>(913,659)</u>

NOTE Q - FUTURE ACCOUNTING PRONOUNCEMENTS

GASB Statement No. 68 (GASB 68), *Accounting and Financial Reporting for Pensions*, will require the City to record unfunded actuarial accrued liability (UAAL) on the government-wide statement of net position. UAAL equals the difference between the total pension liability and the value of assets set aside in a pension plan to pay benefits. GASB 68 may also require changes to the projection of benefit payments and the rate used to discount the projected benefit payments. GASB 68 will be effective for the City for the year ending September 30, 2015.

NOTE R - SUBSEQUENT EVENTS

The City issued \$15,000,000 of General Obligation Bonds in October 2014 to fund street improvements. The City also refunded the 2005A and 2007 Special Obligation Bonds for \$6,735,000 in October 2014.

REQUIRED SUPPLEMENTAL INFORMATION SECTION

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
General property taxes	\$ 5,952,523	5,642,523	5,584,653	(57,870)
Licenses and permits	1,431,300	1,531,300	1,617,546	86,246
Public utility licenses	5,669,547	5,569,547	5,452,949	(116,598)
Intergovernmental	4,326,968	4,274,718	4,416,796	142,078
Community programs	1,814,445	1,786,405	1,806,270	19,865
Parking facilities and meters	1,783,850	1,783,850	1,790,473	6,623
Fines and forfeitures	1,062,000	1,062,000	1,050,619	(11,381)
Investment income	95,000	95,000	91,501	(3,499)
Miscellaneous	182,350	129,600	141,296	11,696
Total Revenues	22,317,983	21,874,943	21,952,103	77,160
EXPENDITURES				
Current:				
General government:				
City planning and development	818,025	799,918	781,573	(18,345)
Nondepartmental	517,975	480,259	468,556	(11,703)
Information systems	998,258	885,923	708,011	(177,912)
Finance	652,839	647,362	626,322	(21,040)
City manager's office	530,344	679,609	674,419	(5,190)
Municipal court	299,489	298,858	259,999	(38,859)
Board of Aldermen and City Clerk	116,404	116,404	71,586	(44,818)
Personnel administration	266,026	224,239	208,305	(15,934)
Building maintenance	663,105	673,772	626,211	(47,561)
Parks and recreation	2,297,559	2,298,404	2,255,175	(43,229)
Public safety	10,303,126	10,329,432	10,028,108	(301,324)
Streets and highways	5,282,799	5,256,861	4,850,023	(406,838)
Debt service:				
Principal	187,837	187,837	187,837	-
Interest and fiscal charges	42,972	42,972	42,971	(1)
Total Expenditures	22,976,758	22,921,850	21,789,096	(1,132,754)
REVENUES OVER (UNDER) EXPENDITURES	(658,775)	(1,046,907)	163,007	1,209,914
OTHER FINANCING SOURCES (USES)				
Transfers in	1,105,654	1,105,654	1,099,768	(5,886)
Transfers out	(1,421,307)	(1,361,175)	(1,361,107)	(68)
Total Other Financing Sources (Uses)	(315,653)	(255,521)	(261,339)	(5,818)
NET CHANGE IN FUND BALANCE	\$ (974,428)	(1,302,428)	(98,332)	1,204,096
FUND BALANCE, OCTOBER 1			16,437,480	
FUND BALANCE, SEPTEMBER 30			\$ 16,339,148	

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Explanation of Budgetary Process

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

- a. Prior to August 1, the City Manager submits to the Board of Aldermen a proposed operating budget for all funds, except the Drug Forfeiture Fund for the fiscal year. The operating budget includes proposed expenditures and the means of financing them, except for police grant revenues and expenditures. Expenditures may not exceed appropriations at the department level for the General Fund and at the fund level for all other funds.
- b. Public hearings and open council meetings are held to obtain taxpayer comments.
- c. Prior to October 1, the budget is adopted by the Board of Aldermen.
- d. Budgets are adopted on a basis generally consistent with accounting principles generally accepted in the United States of America except for certain accruals in the Capital Improvement Fund. Unencumbered appropriations lapse at year-end.
- e. The current year budget includes amendments. Budget amendments between funds or departments must be approved by the Board of Aldermen.

For the year ended September 30, 2014, expenditures exceeded appropriations in the Sewer Lateral Fund by \$10,270, 2007 Capital Project Bond Fund by \$289, Nonuniformed Employees' Retirement Pension Trust Fund by \$366,160, and Uniformed Employees' Pension Trust Fund by \$1,547,861. These over expenditures were covered by additional current year revenues or available fund balance.

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF CHANGES IN NET PENSION LIABILITY -
NONUNIFORMED EMPLOYEES' RETIREMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Valuation Date June 30 2014
Total Pension Liability	
Service cost	\$ 378,669
Interest	1,041,305
Changes of benefit terms	-
Difference between expected and actual experience	51,094
Change of assumptions	-
Benefit payments, including refund of member contributions	(752,949)
Net Change In Total Pension Liability	718,119
Total Pension Liability - Beginning Of Year	14,995,885
Total Pension Liability - End Of Year (a)	<u>\$ 15,714,004</u>
 Plan Fiduciary Net Position	
Employer contributions	\$ 473,909
Member contributions	137,488
Net investment income	1,859,720
Benefit payments, including refund of member contributions	(752,949)
Administrative expenses	(49,687)
Other	-
Net Change In Plan Fiduciary Net Position	1,668,481
Plan Fiduciary Net Position - Beginning Of Year	12,264,876
Plan Fiduciary Net Position - End Of Year (b)	<u>\$ 13,933,357</u>
Net Pension Liability, Ending (a-b)	<u>\$ 1,780,647</u>
Plan fiduciary net position as a percentage of pension liability	88.67%
Covered employee payroll	\$ 4,864,905
Net pension liability as a percentage of covered employee payroll	36.60%

Note: GASB 67 required supplemental information is not available for fiscal years prior to 2014.

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF FUNDING STATUS AND PROGRESS -
NONUNIFORMED EMPLOYEES' RETIREMENT FUND
FOR THE YEARS ENDED SEPTEMBER 30

Pension Plan

Valuation For The Actuarial Years Ended June 30	Actuarial Value Of Assets	AAL	UAAL	Funded Ratio	Covered Payroll	UAAL As A Percentage Of Covered Payroll
2014	\$ 13,271,406	\$ 15,597,709	\$ (2,326,303)	85.1 %	\$ 4,864,905	47.8 %
2013	12,385,365	14,784,318	(2,398,953)	83.8	4,173,224	57.5
2012	11,401,566	14,444,725	(3,043,159)	78.9	4,333,343	70.2
2011	10,814,733	12,431,460	(1,616,727)	87.0	4,367,581	37.0
2010	10,217,856	11,801,559	(1,583,703)	86.6	4,724,615	33.5
2009	10,035,142	10,869,394	(834,252)	92.3	4,690,330	17.8

Schedule Of Employer Contributions

Valuation For The Actuarial Years Ended June 30	ARC	Actual Contribution	Percentage Contributed
2014	\$ 453,411	\$ 473,909	104.5 %
2013	582,958	639,229	109.7
2012	396,443	363,049	91.6
2011	423,850	243,242	57.4
2010	353,902	161,614	45.7
2009	251,507	-	-

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
NONUNIFORMED EMPLOYEES' RETIREMENT FUND TREND INFORMATION
FOR THE YEARS ENDED SEPTEMBER 30

Valuation For The Actuarial Years Ended June 30	Pension Plan							
	APC	Percentage Contributed	Net Pension Obligation Beginning Of Year	ARC	Interest On Net Pension Obligation	Adjustment To ARC	Actual Contri- butions	Net Pension Obligation End Of Year
2014	\$ 367,103	129.1 %	\$ 1,437,141	\$ 453,411	\$ 100,600	\$ 186,908	\$ 473,909	\$ 1,330,335
2013	551,467	115.9	1,524,903	582,958	106,743	138,234	639,229	1,437,141
2012	334,670	108.5	1,553,282	396,443	108,730	170,503	363,049	1,524,903
2011	366,999	66.3	1,429,525	423,850	100,067	156,918	243,242	1,553,282
2010	302,660	53.4	1,288,479	353,902	90,194	141,436	161,614	1,429,525
2009	208,559	-	1,079,920	251,507	75,594	118,542	-	1,288,479

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF CHANGES IN NET PENSION LIABILITY -
UNIFORMED EMPLOYEES' PENSION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Valuation Date December 31 2013
Total Pension Liability	
Service cost	\$ 839,544
Interest	2,753,542
Changes of benefit terms	-
Difference between expected and actual experience	977,634
Change of assumptions	-
Benefit payments, including refund of member contributions	(3,094,899)
Net Change In Total Pension Liability	1,475,821
Total Pension Liability - Beginning Of Year	39,537,495
Total Pension Liability - End Of Year (a)	\$ 41,013,316
Plan Fiduciary Net Position	
Employer contributions	\$ 857,131
Member contributions	249,647
Net investment income	1,876,874
Benefit payments, including refund of member contributions	(3,094,899)
Administrative expenses	-
Other	-
Net Change In Plan Fiduciary Net Position	(111,247)
Plan Fiduciary Net Position - Beginning Of Year	36,876,487
Plan Fiduciary Net Position - End Of Year (b)	\$ 36,765,240
Net Pension Liability, Ending (a-b)	\$ 4,248,076
Plan fiduciary net position as a percentage of pension liability	89.64%
Covered employee payroll	\$ 4,909,329
Net pension liability as a percentage of covered employee payroll	86.53%

Note: GASB 67 required supplemental information is not available for fiscal years prior to 2014.

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF FUNDING STATUS AND PROGRESS -
UNIFORMED EMPLOYEES' PENSION FUND
FOR THE YEARS ENDED SEPTEMBER 30

Pension Plan

Valuation For The Actuarial Years Ended December 31	Actuarial Value Of Assets	AAL	UAAL	Funded Ratio	Covered Payroll	UAAL As A Percentage Of Covered Payroll
2013	\$ 32,333,932	\$ 38,251,051	\$ (5,917,119)	84.5 %	\$ 4,909,329	120.5 %
2012	28,918,766	35,520,930	(6,602,164)	81.4	5,511,753	119.8
2011	27,748,837	34,449,054	(6,700,217)	80.6	5,735,000	116.8
2010	25,439,311	32,958,143	(7,518,832)	77.2	5,502,000	136.7
2009	21,744,890	31,448,981	(9,704,091)	69.1	5,688,000	170.6
2008	27,667,999	30,172,986	(2,504,987)	91.7	5,274,000	47.5

Schedule Of Employer Contributions

Valuation For The Actuarial Years Ended December 31	ARC	Actual Contribution	Percentage Contributed
2013	\$ 1,004,082	\$ 1,004,082	100.0 %
2012	1,029,534	1,333,906	129.6
2011	965,627	965,627	100.0
2010	990,993	990,993	100.0
2009	1,125,201	1,125,201	100.0
2008	677,396	677,396	100.0

CITY OF CLAYTON, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
UNIFORMED EMPLOYEES' PENSION FUND TREND INFORMATION
FOR THE YEARS ENDED SEPTEMBER 30

Pension Plan

Valuation For The Actuarial Years Ended December 31	APC	Percentage Contributed	Net Pension Obligation (Asset) Beginning Of Year	ARC	Interest On Net Pension Obligation (Asset)	Adjustment To ARC	Actual Contri- butions	Net Pension Obligation (Asset) End Of Year
2013	\$ 1,002,824	100.1 %	\$ (593,655)	\$ 1,004,082	\$ (41,556)	\$ (40,298)	\$ 1,004,082	\$ (594,913)
2012	1,028,365	129.7	(288,114)	1,029,554	(20,168)	(18,979)	1,333,906	(593,655)
2011	963,922	100.2	(286,409)	965,627	(20,049)	(18,344)	965,627	(288,114)
2010	987,011	100.4	(282,427)	990,993	(19,770)	(15,788)	990,993	(286,409)
2009	1,121,274	100.4	(278,500)	1,125,201	(19,495)	(15,568)	1,125,201	(282,427)
2008	673,523	100.6	(274,627)	677,396	(19,224)	(15,351)	677,396	(278,500)

OTHER SUPPLEMENTAL INFORMATION SECTION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

Special Taxing District Fund -- This fund is used to account for the ad valorem real estate tax assessed on the Special Business District, which funds are to be utilized for promotion, maintenance, and improvements of the district.

Sewer Lateral Fund -- This fund is used to account for the sewer lateral fees assessed on all residential property, which funds are to be utilized for the repair of sewer lateral service lines, up to a maximum of \$3,000 per residence.

Drug Forfeiture Fund -- This fund is used to account for the fines and forfeitures received, which funds are to be utilized for police assistance, police training, and police equipment purchases.

DEBT SERVICE FUNDS

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.

2007 Capital Project Bond Fund -- This fund is used to account for the accumulation of resources for, and the payment of, special obligation refunding bond principal and interest.

2005 Bond Debt Service Fund -- This fund is used to account for the accumulation of resources for, and the payment of, special obligation refunding bond principal and interest.

2009 Build America Bond Fund -- This fund is used to account for the accumulation of resources for, and the payment of, special obligation bond principal and interest.

2011 Bond Issue Fund -- This fund is used to account for the proceeds for the project and debt service payments of the 2011 bonds.

2014 S.O. Bond Issue Fund -- This fund is used to account for the accumulation of resources for, and the payment of, special obligation refunding bond principal and interest.

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - COMBINING
BALANCE SHEETS - NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	Special Revenue Funds			Debt Service Funds					Total
	Special Taxing District	Sewer Lateral	Drug Forfeiture	2007 Capital Project Bond	2005 Bond Debt Service	2009 Build America Bond	2011 Bond Issue	2014 S.O. Bond Issue	
ASSETS									
Cash and cash equivalents	\$ 3,937	13,301	29,011	-	197,772	20,423	64,222	134,700	463,366
Investments	150,000	133,196	-	-	-	-	648,991	-	932,187
Property taxes receivable	11,699	-	-	-	-	29,809	-	-	41,508
Special assessments receivables	-	753	-	-	45,153	-	-	-	45,906
Interest receivable	345	-	-	-	4,541	-	-	-	4,886
Other receivable	16,600	-	-	-	-	-	-	-	16,600
Cash and cash equivalents - restricted	-	-	-	571,000	1,216,950	-	-	-	1,787,950
Investments - restricted	-	-	-	-	265,500	-	-	-	265,500
Total Assets	\$ 182,581	147,250	29,011	571,000	1,729,916	50,232	713,213	134,700	3,557,903
LIABILITIES									
Accounts payable	\$ 4,896	10,460	8,784	286	715	-	292	58,009	83,442
Accrued liabilities	7,371	-	-	-	-	-	-	-	7,371
Deposit	-	-	-	-	-	-	-	134,700	134,700
Total Liabilities	12,267	10,460	8,784	286	715	-	292	192,709	225,513
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenues:									
Property taxes	4,593	-	-	-	-	12,265	-	-	16,858
Special assessments	-	-	-	-	45,153	-	-	-	45,153
Total Deferred Inflows Of Resources	4,593	-	-	-	45,153	12,265	-	-	62,011
FUND BALANCES (DEFICIT)									
Restricted for:									
Capital projects	-	-	-	-	-	-	712,921	-	712,921
Community development	165,721	-	-	-	-	-	-	-	165,721
Debt service	-	-	-	570,714	1,684,048	37,967	-	-	2,292,729
Public safety	-	-	20,227	-	-	-	-	-	20,227
Sewer lateral	-	136,790	-	-	-	-	-	-	136,790
Unassigned	-	-	-	-	-	-	-	(58,009)	(58,009)
Total Fund Balances (Deficit)	165,721	136,790	20,227	570,714	1,684,048	37,967	712,921	(58,009)	3,270,379
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 182,581	147,250	29,011	571,000	1,729,916	50,232	713,213	134,700	3,557,903

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENTS
OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(DEFICIT) - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Special Revenue Funds			Debt Service Funds					Total
	Special Taxing District	Sewer Lateral	Drug Forfeiture	2007 Capital Project Bond	2005 Bond Debt Service	2009 Build America Bond	2011 Bond Issue	2014 S.O. Bond Issue	
REVENUES									
General property taxes	\$ 428,244	-	-	-	-	1,082,694	-	-	1,510,938
Assessment income	-	85,075	-	-	25,413	-	-	-	110,488
Fines and forfeitures	-	-	16,796	-	-	-	-	-	16,796
Intergovernmental	16,600	-	-	-	-	204,522	-	-	221,122
Investment income	705	1,034	20	3,177	9,563	15	4,389	-	18,903
Total Revenues	<u>445,549</u>	<u>86,109</u>	<u>16,816</u>	<u>3,177</u>	<u>34,976</u>	<u>1,287,231</u>	<u>4,389</u>	<u>-</u>	<u>1,878,247</u>
EXPENDITURES									
Current:									
Community development	314,959	-	-	-	-	-	-	-	314,959
Public safety	-	-	29,658	-	-	-	-	-	29,658
Capital outlay	-	156,770	-	-	-	-	-	-	156,770
Debt service:									
Principal	-	-	-	480,000	1,135,000	620,000	400,000	-	2,635,000
Interest and fiscal charges	-	-	-	138,198	263,869	629,786	254,247	58,009	1,344,109
Total Expenditures	<u>314,959</u>	<u>156,770</u>	<u>29,658</u>	<u>618,198</u>	<u>1,398,869</u>	<u>1,249,786</u>	<u>654,247</u>	<u>58,009</u>	<u>4,480,496</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>130,590</u>	<u>(70,661)</u>	<u>(12,842)</u>	<u>(615,021)</u>	<u>(1,363,893)</u>	<u>37,445</u>	<u>(649,858)</u>	<u>(58,009)</u>	<u>(2,602,249)</u>
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	609,342	1,240,785	-	650,563	-	2,500,690
Transfers out	(110,072)	-	-	-	-	-	(1,535,618)	-	(1,645,690)
Total Other Financing Sources (Uses)	<u>(110,072)</u>	<u>-</u>	<u>-</u>	<u>609,342</u>	<u>1,240,785</u>	<u>-</u>	<u>(885,055)</u>	<u>-</u>	<u>855,000</u>
NET CHANGE IN FUND BALANCES	20,518	(70,661)	(12,842)	(5,679)	(123,108)	37,445	(1,534,913)	(58,009)	(1,747,249)
FUND BALANCES, OCTOBER 1	<u>145,203</u>	<u>207,451</u>	<u>33,069</u>	<u>576,393</u>	<u>1,807,156</u>	<u>522</u>	<u>2,247,834</u>	<u>-</u>	<u>5,017,628</u>
FUND BALANCES (DEFICIT), SEPTEMBER 30	<u>\$ 165,721</u>	<u>136,790</u>	<u>20,227</u>	<u>570,714</u>	<u>1,684,048</u>	<u>37,967</u>	<u>712,921</u>	<u>(58,009)</u>	<u>3,270,379</u>

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
SPECIAL TAXING DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
General property taxes	\$ 423,000	423,000	428,244	5,244
Intergovernmental	-	16,600	16,600	-
Investment income	60	60	705	645
Total Revenues	423,060	439,660	445,549	5,889
EXPENDITURES				
Community development	296,815	372,052	314,959	(57,093)
REVENUES OVER EXPENDITURES	126,245	67,608	130,590	62,982
OTHER FINANCING USES				
Transfers out	(121,500)	(121,500)	(110,072)	(11,428)
NET CHANGE IN FUND BALANCE	\$ 4,745	(53,892)	20,518	74,410
FUND BALANCE, OCTOBER 1			145,203	
FUND BALANCE, SEPTEMBER 30			\$ 165,721	

**CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SEWER LATERAL SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES				
Assessment income	\$ 95,500	85,500	85,075	(425)
Investment income	785	785	1,034	249
Total Revenues	<u>96,285</u>	<u>86,285</u>	<u>86,109</u>	<u>(176)</u>
EXPENDITURES				
Capital outlay	<u>120,000</u>	<u>146,500</u>	<u>156,770</u>	<u>10,270</u>
NET CHANGE IN FUND BALANCE	<u>\$ (23,715)</u>	<u>(60,215)</u>	(70,661)	<u>(10,446)</u>
FUND BALANCE, OCTOBER 1			<u>207,451</u>	
FUND BALANCE, SEPTEMBER 30			<u>\$ 136,790</u>	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
2007 CAPITAL PROJECT BOND DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Investment income	\$ 3,900	3,900	3,177	(723)
EXPENDITURES				
Debt service:				
Principal	480,000	480,000	480,000	-
Interest and fiscal charges	137,909	137,909	138,198	289
Total Expenditures	617,909	617,909	618,198	289
REVENUES UNDER EXPENDITURES	(614,009)	(614,009)	(615,021)	(1,012)
OTHER FINANCING SOURCES (USES)				
Transfers in	614,009	614,009	609,342	(4,667)
Refunding of long-term debt	-	(571,000)	-	(571,000)
Total Other Financing Sources (Uses)	614,009	43,009	609,342	566,333
NET CHANGE IN FUND BALANCE	\$ -	(571,000)	(5,679)	565,321
FUND BALANCE, OCTOBER 1			576,393	
FUND BALANCE, SEPTEMBER 30			\$ 570,714	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - 2005 BOND DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Assessment income	\$ 16,500	16,500	25,413	8,913
Investment income	10,580	10,580	9,563	(1,017)
Total Revenues	27,080	27,080	34,976	7,896
EXPENDITURES				
Debt service:				
Principal	1,135,000	1,135,000	1,135,000	-
Interest and fiscal charges	263,251	263,951	263,869	(82)
Total Expenditures	1,398,251	1,398,951	1,398,869	(82)
REVENUES UNDER EXPENDITURES	(1,371,171)	(1,371,871)	(1,363,893)	7,978
OTHER FINANCING SOURCES (USES)				
Transfers in	1,307,053	1,240,753	1,240,785	32
Refunding of long-term debt	-	(1,216,500)	-	(1,216,500)
Total Other Financing Sources (Uses)	1,307,053	24,253	1,240,785	1,216,532
NET CHANGE IN FUND BALANCE	\$ (64,118)	(1,347,618)	(123,108)	1,224,510
FUND BALANCE, OCTOBER 1			1,807,156	
FUND BALANCE, SEPTEMBER 30			\$ 1,684,048	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND
ACTUAL - 2009 BUILD AMERICA BOND DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original And Final Budgeted Amounts	Actual	Over (Under) Budget
REVENUES			
General property taxes	\$ 1,050,000	1,082,694	32,694
Intergovernmental	201,217	204,522	3,305
Investment income	300	15	(285)
Total Revenues	1,251,517	1,287,231	35,714
EXPENDITURES			
Debt service:			
Principal	620,000	620,000	-
Interest and fiscal charges	629,788	629,786	(2)
Total Expenditures	1,249,788	1,249,786	(2)
REVENUES OVER EXPENDITURES	1,729	37,445	35,716
OTHER FINANCING SOURCES			
Transfers in	100	-	(100)
NET CHANGE IN FUND BALANCE	\$ 1,829	37,445	35,616
FUND BALANCE, OCTOBER 1		522	
FUND BALANCE, SEPTEMBER 30		\$ 37,967	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
2011 BOND ISSUE DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Investment income	\$ 1,100	1,100	4,389	3,289
EXPENDITURES				
Debt service:				
Principal	400,000	400,000	400,000	-
Interest and fiscal charges	251,663	254,663	254,247	(416)
Total Expenditures	651,663	654,663	654,247	(416)
REVENUES UNDER EXPENDITURES				
	(650,563)	(653,563)	(649,858)	3,705
OTHER FINANCING SOURCES (USES)				
Transfers in	650,563	650,563	650,563	-
Transfers out	(1,818,322)	(1,818,322)	(1,535,618)	(282,704)
Total Other Financing Sources (Uses)	(1,167,759)	(1,167,759)	(885,055)	282,704
NET CHANGE IN FUND BALANCE				
	\$ (1,818,322)	(1,821,322)	(1,534,913)	286,409
FUND BALANCE, OCTOBER 1			2,247,834	
FUND BALANCE, SEPTEMBER 30			\$ 712,921	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE (DEFICIT) -
BUDGET AND ACTUAL - 2014 S.O. BOND ISSUE DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES	\$ -	-	-	-
EXPENDITURES				
Debt service:				
Interest and fiscal charges	-	67,700	58,009	(9,691)
REVENUES OVER (UNDER) EXPENDITURES	-	(67,700)	(58,009)	9,691
OTHER FINANCING SOURCES				
Issuance of long-term debt	-	67,600	-	(67,600)
NET CHANGE IN FUND BALANCE	\$ -	(100)	(58,009)	(57,909)
FUND BALANCE, OCTOBER 1			-	
FUND BALANCE (DEFICIT), SEPTEMBER 30			\$ (58,009)	

MAJOR GOVERNMENTAL FUNDS - BUDGETARY INFORMATION

CAPITAL PROJECTS FUNDS

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

Capital Improvement Fund -- This fund is used to monitor the funding of special infrastructure improvements throughout the City. Revenues derived by this fund include two half-cent capital improvement sales taxes, road and bridge taxes, and certain special assessment taxes.

Equipment Replacement Fund -- This fund is used to account for capital asset replacement funds.

DEBT SERVICE FUND

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

2014 G.O. Bond Issue Fund -- This fund is used to account for the accumulation of resources for, and the payment of, general obligation bond principal and interest.

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL -
CAPITAL IMPROVEMENT CAPITAL PROJECTS FUND - BUDGET BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Assessment income	\$ 14,750	14,750	21,326	6,576
Intergovernmental	7,023,958	5,212,676	5,496,035	283,359
Donations and reimbursements	276,000	398,500	249,750	(148,750)
Investment income	8,000	8,000	16,281	8,281
Miscellaneous	44,480	-	-	-
Total Revenues	7,367,188	5,633,926	5,783,392	149,466
EXPENDITURES				
Capital outlay	8,291,166	5,193,813	4,947,163	(246,650)
REVENUES OVER (UNDER) EXPENDI- TURES				
	(923,978)	440,113	836,229	396,116
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	2,185,000	-	-	-
Transfers in	1,868,322	2,853,322	2,564,921	(288,401)
Transfers out	(3,218,726)	(3,218,726)	(3,214,059)	(4,667)
Total Other Financing Sources (Uses)	834,596	(365,404)	(649,138)	(283,734)
NET CHANGE IN FUND BALANCE				
	\$ (89,382)	74,709	187,091	112,382
FUND BALANCE (DEFICIT), OCTOBER 1				
			(913,659)	
BUDGET BASIS FUND BALANCE (DEFICIT) SEPTEMBER 30				
			(726,568)	
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments			216,263	
FUND BALANCE (DEFICIT), SEPTEMBER 30				
			\$ (510,305)	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
EQUIPMENT REPLACEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Donations and reimbursements	\$ -	-	4,177	4,177
Investment income	3,410	3,410	11,771	8,361
Miscellaneous	-	-	10,653	10,653
Total Revenues	3,410	3,410	26,601	23,191
EXPENDITURES				
Capital outlay	1,646,214	661,082	521,641	(139,441)
Debt service:				
Principal	77,570	77,570	77,570	-
Interest and fiscal charges	33,865	33,865	34,328	463
Total Expenditures	1,757,649	772,517	633,539	(138,978)
REVENUES UNDER EXPENDITURES	(1,754,239)	(769,107)	(606,938)	162,169
OTHER FINANCING SOURCES				
Transfers in	1,034,154	1,040,322	1,040,322	-
Sale of capital assets	57,700	57,700	20,207	(37,493)
Total Other Financing Sources	1,091,854	1,098,022	1,060,529	(37,493)
NET CHANGE IN FUND BALANCE	\$ (662,385)	328,915	453,591	124,676
FUND BALANCE, OCTOBER 1			2,167,454	
FUND BALANCE, SEPTEMBER 30			\$ 2,621,045	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE (DEFICIT) -
BUDGET AND ACTUAL - 2014 G.O. BOND ISSUE DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES	\$ -	-	-	-
EXPENDITURES				
Debt service:				
Interest and fiscal charges	-	88,000	83,676	(4,324)
REVENUES OVER (UNDER) EXPENDITURES	-	(88,000)	(83,676)	4,324
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	-	15,000,000	-	(15,000,000)
Premium on issuance of debt	-	457,200	-	(457,200)
Transfers out	-	(985,000)	(984,845)	(155)
Total Other Financing Sources (Uses)	-	14,472,200	(984,845)	(15,457,045)
NET CHANGE IN FUND BALANCE	\$ -	14,384,200	(1,068,521)	(15,452,721)
FUND BALANCE, OCTOBER 1			-	
FUND BALANCE (DEFICIT), SEPTEMBER 30			\$ (1,068,521)	

FIDUCIARY FUND TYPES

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

PENSION TRUST FUNDS

Nonuniformed Employees' Retirement Fund -- This fund is used to account for assets held in a trustee capacity for the City's nonuniformed employees.

Uniformed Employees' Pension Fund -- This fund is used to account for assets held in a trustee capacity for the City's police officers and firefighters.

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
CHANGE IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL -
NONUNIFORMED EMPLOYEES' RETIREMENT PENSION TRUST FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
ADDITIONS				
Contributions:				
Participant contributions	\$ 135,000	135,000	138,812	3,812
Employer contributions	539,154	473,909	473,909	-
Total Contributions	<u>674,154</u>	<u>608,909</u>	<u>612,721</u>	<u>3,812</u>
Investment income:				
Net appreciation in fair value of investments and interest and dividends	1,170,760	1,170,760	1,536,863	366,103
Less - Investment expense	<u>(44,330)</u>	<u>(44,330)</u>	<u>(44,273)</u>	<u>(57)</u>
Total Investment Income	<u>1,126,430</u>	<u>1,126,430</u>	<u>1,492,590</u>	<u>366,160</u>
Total Additions	<u>1,800,584</u>	<u>1,735,339</u>	<u>2,105,311</u>	<u>369,972</u>
DEDUCTIONS				
Benefits paid	<u>829,140</u>	<u>829,140</u>	<u>781,811</u>	<u>(47,329)</u>
CHANGE IN NET POSITION	<u>\$ 971,444</u>	<u>906,199</u>	1,323,500	<u>417,301</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, OCTOBER 1			<u>12,563,070</u>	
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, SEPTEMBER 30			<u>\$ 13,886,570</u>	

CITY OF CLAYTON, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF CHANGE
IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL -
UNIFORMED EMPLOYEES' PENSION TRUST FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Original And Final Budgeted Amounts	Actual	Over (Under) Budget
ADDITIONS			
Contributions:			
Participant contributions	\$ 248,000	243,520	(4,480)
Employer contributions	1,004,082	1,004,082	-
Total Contributions	1,252,082	1,247,602	(4,480)
Investment income:			
Net appreciation in fair value of investments and interest and dividends	1,634,450	3,190,780	1,556,330
Less - Investment expense	(174,841)	(183,310)	8,469
Total Investment Income	1,459,609	3,007,470	1,547,861
Total Additions	2,711,691	4,255,072	1,543,381
DEDUCTIONS			
Benefits paid	3,063,265	2,975,473	(87,792)
CHANGE IN NET POSITION	\$ (351,574)	1,279,599	1,631,173
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, OCTOBER 1		34,557,423	
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, SEPTEMBER 30		\$ 35,837,022	

STATISTICAL SECTION

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.

Contents	Pages
Financial Trends	
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	82 - 86
Revenue Capacity	
These schedules contain information to help the reader assess the City’s local revenue sources.	87 - 90
Debt Capacity	
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.	91 - 94
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	95 - 96
Operating Information	
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.	97 - 99

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

CITY OF CLAYTON, MISSOURI
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	September 30									
	2014	2013	2012	2011	2010 (1)	2009	2008	2007	2006	2005
Governmental Activities										
Net investment in capital assets	\$ 57,476,317	54,100,278	47,823,828	37,682,326	26,675,814	15,329,996	12,335,368	11,295,023	8,732,202	6,595,418
Restricted	2,615,467	2,769,794	3,133,907	4,723,377	3,717,214	3,782,799	2,819,375	2,729,192	2,613,411	2,512,962
Unrestricted	16,239,618	16,607,900	18,799,802	20,789,148	26,909,957	18,326,512	19,948,353	15,591,402	14,090,912	14,478,948
 Total Governmental Activities Net Position	 <u>\$ 76,331,402</u>	 <u>73,477,972</u>	 <u>69,757,537</u>	 <u>63,194,851</u>	 <u>57,302,985</u>	 <u>37,439,307</u>	 <u>35,103,096</u>	 <u>29,615,617</u>	 <u>25,436,525</u>	 <u>23,587,328</u>
Business-type Activities										
Net investment in capital assets	\$ -	-	-	-	-	9,397,875	9,404,409	9,415,507	9,545,577	11,540,026
Restricted	-	-	-	-	-	265,500	204,000	285,195	280,174	283,450
Unrestricted	-	-	-	-	-	10,203,839	10,283,256	10,306,400	10,127,036	6,211,445
 Total Business-type Activities Net Position	 <u>\$ -</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>19,867,214</u>	 <u>19,891,665</u>	 <u>20,007,102</u>	 <u>19,952,787</u>	 <u>18,034,921</u>
Primary Government										
Net investment in capital assets	\$ 57,476,317	54,100,278	47,823,828	37,682,326	26,675,814	24,727,871	21,739,777	20,710,530	18,277,779	18,135,444
Restricted	2,615,467	2,769,794	3,133,907	4,723,377	3,717,214	4,048,299	3,023,375	3,014,387	2,893,585	2,796,412
Unrestricted	16,239,618	16,607,900	18,799,802	20,789,148	26,909,957	28,530,351	30,231,609	25,897,802	24,217,948	20,690,393
 Total Primary Government Net Position	 <u>\$ 76,331,402</u>	 <u>73,477,972</u>	 <u>69,757,537</u>	 <u>63,194,851</u>	 <u>57,302,985</u>	 <u>57,306,521</u>	 <u>54,994,761</u>	 <u>49,622,719</u>	 <u>45,389,312</u>	 <u>41,622,249</u>

Note:
(1) Business-type activities were combined with governmental activities.

Source: Basic financial statements

CITY OF CLAYTON, MISSOURI
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	For The Years Ended September 30									
	2014	2013	2012	2011	2010 (1)	2009	2008	2007	2006	2005
EXPENSES										
Governmental Activities										
General government	\$ 5,015,781	5,009,171	5,050,212	5,006,261	6,066,181	5,184,518	5,286,324	4,585,667	4,253,478	4,706,827
Public safety	11,133,094	11,980,104	10,148,499	10,240,914	9,784,707	9,153,714	8,495,262	8,246,154	8,660,970	8,198,773
Streets and highways	6,297,163	6,472,311	5,968,351	6,060,451	6,847,543	7,133,404	5,411,338	5,919,304	4,530,039	4,530,110
Parks and recreation	2,778,702	3,038,435	2,990,170	2,808,620	2,938,071	2,135,837	2,079,965	1,975,986	2,865,602	2,211,655
Community development	311,973	274,020	298,989	318,787	432,432	199,035	173,316	220,788	975,774	528,627
Interest and fiscal charges	1,525,218	1,485,657	1,799,671	1,525,947	1,571,301	779,891	963,747	910,350	989,693	861,255
Total Governmental Activities Expenses	<u>27,061,931</u>	<u>28,259,698</u>	<u>26,255,892</u>	<u>25,960,980</u>	<u>27,640,235</u>	<u>24,586,399</u>	<u>22,409,952</u>	<u>21,858,249</u>	<u>22,275,556</u>	<u>21,037,247</u>
Business-type Activities										
Parking facility	-	-	-	-	-	1,081,979	1,210,118	1,155,318	1,274,489	1,247,961
Total Primary Government Expenses	<u>27,061,931</u>	<u>28,259,698</u>	<u>26,255,892</u>	<u>25,960,980</u>	<u>27,640,235</u>	<u>25,668,378</u>	<u>23,620,070</u>	<u>23,013,567</u>	<u>23,550,045</u>	<u>22,285,208</u>
PROGRAM REVENUES										
Governmental Activities										
Charges for services:										
General government	1,667,576	1,618,158	1,462,385	1,549,918	1,773,196	662,163	867,722	735,781	666,138	595,618
Public safety	2,449,170	3,334,775	2,367,393	2,481,302	2,125,691	1,295,680	1,286,279	1,141,418	931,486	1,381,324
Streets and highways	1,223,177	1,238,118	1,161,444	1,174,765	1,068,315	233,699	187,215	277,604	246,210	238,677
Parks and recreation	1,038,084	982,734	881,990	917,628	885,857	850,860	824,989	739,568	672,161	611,660
Community development	-	-	-	-	-	1,354,083	1,398,448	1,331,109	1,309,048	824,766
Operating grants and contributions	1,895,184	1,828,807	1,859,222	2,010,033	1,865,220	1,098,553	1,270,321	1,232,687	924,132	1,680,413
Capital grants and contributions	2,441,406	3,923,903	5,285,025	5,997,466	372,500	1,024,386	569,600	287,100	-	-
Total Governmental Activities Program Revenues	<u>10,714,597</u>	<u>12,926,495</u>	<u>13,017,459</u>	<u>14,131,112</u>	<u>8,090,779</u>	<u>6,519,424</u>	<u>6,404,574</u>	<u>5,745,267</u>	<u>4,749,175</u>	<u>5,332,458</u>
Business-type Activities										
Charges for services:										
Parking facility	-	-	-	-	-	1,521,683	1,420,803	1,416,686	1,486,560	1,595,313
Total Primary Government Program Revenues	<u>10,714,597</u>	<u>12,926,495</u>	<u>13,017,459</u>	<u>14,131,112</u>	<u>8,090,779</u>	<u>8,041,107</u>	<u>7,825,377</u>	<u>7,161,953</u>	<u>6,235,735</u>	<u>6,927,771</u>
NET REVENUES (EXPENSES)										
Governmental activities	(16,347,334)	(15,333,203)	(13,238,433)	(11,829,868)	(19,549,456)	(18,066,975)	(16,005,378)	(16,112,982)	(17,526,381)	(15,704,789)
Business-type activities	-	-	-	-	-	439,704	210,685	261,368	212,071	347,352
Total Primary Government Net Revenues (Expenses)	<u>(16,347,334)</u>	<u>(15,333,203)</u>	<u>(13,238,433)</u>	<u>(11,829,868)</u>	<u>(19,549,456)</u>	<u>(17,627,271)</u>	<u>(15,794,693)</u>	<u>(15,851,614)</u>	<u>(17,314,310)</u>	<u>(15,357,437)</u>

CITY OF CLAYTON, MISSOURI
CHANGE IN NET POSITION (Continued)
LAST TEN FISCAL YEARS

	For The Years Ended September 30									
	2014	2013	2012	2011	2010 (1)	2009	2008	2007	2006	2005
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities										
Taxes:										
Property	7,051,113	7,340,797	6,707,168	6,665,628	6,388,623	6,886,241	6,643,277	6,332,125	6,135,030	4,707,073
Sales	6,186,273	5,723,220	5,650,981	5,486,472	5,260,745	5,541,603	6,043,834	6,226,794	5,934,900	5,706,839
Utility	5,452,949	5,364,645	5,206,297	5,450,458	6,172,511	4,894,278	5,701,276	4,758,606	4,890,845	4,553,878
Other	100,488	100,489	100,489	100,488	100,488	538,881	556,272	565,780	554,595	100,613
Grants and contributions not restricted to specific programs	202,533	214,458	1,797,555	309,426	-	-	-	-	-	-
Investment income	138,456	122,293	167,766	320,728	667,936	659,833	771,380	884,333	665,054	329,421
Gain on sale of capital assets	6,323	-	12,554	-	264,774	4,887	-	-	70,222	-
Miscellaneous	62,629	187,736	158,309	349,838	652,450	1,092,730	1,022,818	400,027	220,455	284,031
Transfers	-	-	-	-	-	784,733	754,000	1,124,409	904,477	390,576
Total Governmental Activities General Revenues And Other Change In Net Position	<u>19,200,764</u>	<u>19,053,638</u>	<u>19,801,119</u>	<u>18,683,038</u>	<u>19,507,527</u>	<u>20,403,186</u>	<u>21,492,857</u>	<u>20,292,074</u>	<u>19,375,578</u>	<u>16,072,431</u>
Business-type Activities										
Investment income	-	-	-	-	-	320,578	427,878	586,580	367,140	140,936
Gain on sale of capital assets	-	-	-	-	-	-	-	330,776	2,243,132	-
Transfers	-	-	-	-	-	(784,733)	(754,000)	(1,124,409)	(904,477)	(390,576)
Total Business-type Activities General Revenues And Other Change In Net Position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(464,155)</u>	<u>(326,122)</u>	<u>(207,053)</u>	<u>1,705,795</u>	<u>(249,640)</u>
Total Primary Government General Revenues And Other Change In Net Position	<u>19,200,764</u>	<u>19,053,638</u>	<u>19,801,119</u>	<u>18,683,038</u>	<u>19,507,527</u>	<u>19,939,031</u>	<u>21,166,735</u>	<u>20,085,021</u>	<u>21,081,373</u>	<u>15,822,791</u>
CHANGE IN NET POSITION BEFORE RESTATEMENT										
Governmental activities	2,853,430	3,720,435	6,562,686	6,853,170	(41,929)	2,336,211	5,487,479	4,179,092	1,849,197	367,642
Business-type activities	-	-	-	-	-	(24,451)	(115,437)	54,315	1,917,866	97,712
Total Primary Government Changes In Net Position Before Restatement	<u>2,853,430</u>	<u>3,720,435</u>	<u>6,562,686</u>	<u>6,853,170</u>	<u>(41,929)</u>	<u>2,311,760</u>	<u>5,372,042</u>	<u>4,233,407</u>	<u>3,767,063</u>	<u>465,354</u>
RESTATEMENT										
Governmental activities	-	-	-	(961,304)	-	-	-	-	-	-
CHANGE IN NET POSITION										
Governmental activities	2,853,430	3,720,435	6,562,686	5,891,866	(41,929)	2,336,211	5,487,479	4,179,092	1,849,197	367,642
Business-type activities	-	-	-	-	-	(24,451)	(115,437)	54,315	1,917,866	97,712
Total Primary Government Restatement	<u>\$ 2,853,430</u>	<u>3,720,435</u>	<u>6,562,686</u>	<u>5,891,866</u>	<u>(41,929)</u>	<u>2,311,760</u>	<u>5,372,042</u>	<u>4,233,407</u>	<u>3,767,063</u>	<u>465,354</u>

Notes:
(1) Business-type activities were combined with governmental activities.

Source: Basic financial statements

CITY OF CLAYTON, MISSOURI
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	September 30									
	2014	2013	2012	2011	2010 (1)	2009	2008	2007	2006	2005
General Fund										
Nonspendable	\$ 24,339	17,715	-	-	-	-	-	-	-	-
Assigned	107,705	1,030,039	3,663,374	2,838,638	-	-	-	-	-	-
Unassigned	16,207,104	15,389,726	14,673,064	17,927,718	-	-	-	-	-	-
Reserved	-	-	-	-	434,493	46,246	50,748	124,339	4,095	4,000
Unreserved	-	-	-	-	22,623,263	12,590,092	11,816,465	9,552,077	8,324,588	7,084,601
Total General Fund	<u>\$ 16,339,148</u>	<u>16,437,480</u>	<u>18,336,438</u>	<u>20,766,356</u>	<u>23,057,756</u>	<u>12,636,338</u>	<u>11,867,213</u>	<u>9,676,416</u>	<u>8,328,683</u>	<u>7,088,601</u>
All Other Governmental Funds										
Restricted	\$ 3,328,388	5,017,628	7,914,614	9,733,471	-	-	-	-	-	-
Committed	2,621,045	2,167,454	2,349,061	1,974,198	-	-	-	-	-	-
Unassigned	(1,636,835)	(913,659)	(555,647)	-	-	-	-	-	-	-
Reserved:										
Capital Improvement Fund	-	-	-	-	2,266,413	601,000	1,074,715	-	-	-
Capital Improvement Project Fund	-	-	-	-	-	-	-	-	-	52
Equipment Replacement Fund	-	-	-	-	2,887	1,433	76,455	250	243,051	5,940
2009 Build America Bond Fund	-	-	-	-	7,149,194	-	-	-	-	-
Other Governmental Funds	-	-	-	-	2,953,109	3,626,688	2,333,652	2,317,646	2,282,433	2,260,337
Unreserved, reported in:										
Capital Improvement Fund	-	-	-	-	398,512	1,689,633	2,358,173	2,249,824	1,801,767	2,469,123
Equipment Replacement Fund	-	-	-	-	2,355,125	2,272,303	2,551,415	2,662,744	2,406,124	2,994,069
Other governmental funds:										
Special Revenue Funds	-	-	-	-	386,822	570,813	559,631	357,866	318,166	400,612
Capital Projects Funds	-	-	-	-	-	581,651	1,755,975	440,311	329,158	775,873
Total All Other Governmental Funds	<u>\$ 4,312,598</u>	<u>6,271,423</u>	<u>9,708,028</u>	<u>11,707,669</u>	<u>15,512,062</u>	<u>9,343,521</u>	<u>10,710,016</u>	<u>8,028,641</u>	<u>7,380,699</u>	<u>8,906,006</u>

Note:
(1) Enterprise and Internal Service Funds combined with General Fund and Capital Improvement Project Fund combined with Capital Improvement Fund.

Source: Basic financial statements

GASB 54 was implemented in 2011.

CITY OF CLAYTON, MISSOURI
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	For The Years Ended September 30									
	2014	2013	2012	2011	2010 (1)	2009	2008	2007	2006	2005
REVENUES										
General property taxes	\$ 7,095,591	7,403,480	6,717,939	6,619,357	6,374,580	6,846,052	6,693,072	6,310,263	6,086,868	4,716,717
Assessment income	131,814	180,111	222,394	172,250	162,842	201,676	177,136	185,843	186,253	414,771
Licenses and permits	1,617,546	1,577,390	1,387,155	1,523,861	1,780,141	1,671,897	1,644,961	1,415,552	1,362,041	1,207,727
Public utility licenses	5,452,949	5,364,645	5,206,297	5,450,458	6,172,511	4,894,278	5,701,276	4,758,606	4,890,845	4,553,878
Intergovernmental	10,307,818	9,650,914	10,660,964	13,086,730	7,602,191	8,280,839	8,490,868	8,387,313	7,520,816	7,519,596
Community programs	1,806,270	1,713,754	1,549,301	1,460,533	1,413,736	1,193,102	1,281,421	1,249,216	1,112,109	1,000,188
Parking facilities and meters	1,790,473	1,707,401	1,587,248	1,653,514	1,474,297	-	-	-	-	-
Fines and forfeitures	1,067,415	2,012,156	1,111,217	1,302,852	1,078,799	1,097,872	1,189,598	929,316	777,766	756,907
Donations and reimbursements	470,190	2,008,212	3,879,251	-	-	-	-	-	-	-
Investment income	138,456	122,293	167,766	320,728	667,936	659,833	771,380	884,333	665,054	329,421
Miscellaneous	151,949	305,347	305,778	346,602	653,957	1,278,934	1,349,506	825,518	596,398	583,531
Total Revenues	<u>30,030,471</u>	<u>32,045,703</u>	<u>32,795,310</u>	<u>31,936,885</u>	<u>27,380,990</u>	<u>26,124,483</u>	<u>27,299,218</u>	<u>24,945,960</u>	<u>23,198,150</u>	<u>21,082,736</u>
EXPENDITURES										
General government	4,424,982	4,438,505	4,494,963	4,430,545	4,828,548	4,794,723	4,752,688	4,070,285	3,914,379	3,986,435
Parks and recreation	2,255,175	2,451,301	2,330,063	2,322,392	1,991,742	1,878,493	1,839,134	1,759,570	1,657,278	1,600,093
Public safety	10,231,631	11,331,936	9,760,295	9,678,202	9,458,242	8,658,593	8,362,366	8,119,616	7,921,971	7,930,225
Streets and highways	4,850,023	4,992,413	4,827,147	4,801,188	4,636,808	3,888,910	3,822,033	3,754,718	3,405,316	3,256,194
Community development	314,959	275,160	299,774	314,280	432,432	199,035	173,316	220,788	254,375	191,357
Capital outlay	5,625,574	8,089,679	20,061,767	11,477,048	12,094,749	5,004,207	2,585,407	2,918,374	3,930,973	3,106,040
Debt service:										
Principal	2,900,407	4,397,690	3,764,825	3,586,804	2,924,263	2,345,000	8,960,000	2,395,000	2,465,000	2,040,000
Interest and fiscal charges	1,505,084	1,487,881	1,490,748	1,492,390	1,289,215	786,175	894,912	882,260	962,248	892,930
Bond issue costs	-	-	217,195	-	271,353	56,446	76,239	-	-	139,036
Total Expenditures	<u>32,107,835</u>	<u>37,464,565</u>	<u>47,246,777</u>	<u>38,102,849</u>	<u>37,927,352</u>	<u>27,611,582</u>	<u>31,466,095</u>	<u>24,120,611</u>	<u>24,511,540</u>	<u>23,142,310</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(2,077,364)</u>	<u>(5,418,862)</u>	<u>(14,451,467)</u>	<u>(6,165,964)</u>	<u>(10,546,362)</u>	<u>(1,487,099)</u>	<u>(4,166,877)</u>	<u>825,349</u>	<u>(1,313,390)</u>	<u>(2,059,574)</u>
OTHER FINANCING SOURCES (USES)										
Issuance of long-term debt	-	-	9,845,000	-	15,000,000	3,950,000	8,175,000	-	-	12,165,000
Premium on issuance of debt	-	-	150,600	-	40,020	134,548	73,266	-	-	-
Payments to refunding escrow agent	-	-	-	-	-	(4,025,342)	-	-	-	(11,411,136)
Issuance of capital lease	-	-	-	-	1,020,000	-	-	-	-	-
Sale of capital assets	20,207	34,106	26,308	70,171	228,577	45,790	36,783	45,917	123,688	24,510
Transfers in	7,205,701	8,914,942	16,099,102	5,630,967	11,580,668	3,073,696	2,303,079	4,796,573	3,488,397	3,852,528
Transfers out	(7,205,701)	(8,914,942)	(16,099,102)	(5,630,967)	(11,580,668)	(2,288,963)	(1,549,079)	(3,672,164)	(2,583,920)	(3,461,952)
Total Other Financing Sources (Uses)	<u>20,207</u>	<u>34,106</u>	<u>10,021,908</u>	<u>70,171</u>	<u>16,288,597</u>	<u>889,729</u>	<u>9,039,049</u>	<u>1,170,326</u>	<u>1,028,165</u>	<u>1,168,950</u>
NET CHANGES IN FUND BALANCES	<u>\$ (2,057,157)</u>	<u>(5,384,756)</u>	<u>(4,429,559)</u>	<u>(6,095,793)</u>	<u>5,742,235</u>	<u>(597,370)</u>	<u>4,872,172</u>	<u>1,995,675</u>	<u>(285,225)</u>	<u>(890,624)</u>
Debt service as a percentage of noncapital expenditures	17.8 %	19.5	19.0	18.7	15.1	12.5	33.4	15.5	16.7	15.3
Fines and forfeitures as a percentage of general revenues (2)	5.7 %	6.3	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

- (1) Enterprise and Internal Service Funds combined with General Fund and Capital Improvement Project Fund combined with Capital Improvement Fund.
- (2) Beginning in 2013 Missouri House Bill (HB) 103 requires cities to report the percentage of fines and forfeitures for traffic violations to the annual general operating revenue, for 2014 total fines and forfeitures of all types were \$1,018,293 and general operating revenues were \$17,929,790.

Source: Basic financial statements

CITY OF CLAYTON, MISSOURI
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS (IN THOUSANDS)

<u>Fiscal Year</u>	<u>Real Property</u>		<u>Personal Property</u>	<u>Railroads And Utilities</u>	<u>Total</u>		<u>Direct Tax Rate</u>
	<u>Residential Property</u>	<u>Commercial Property</u>			<u>Assessed Value</u>	<u>Estimated Actual Value</u>	
2014	\$ 450,536	\$ 336,201	\$ 77,352	\$ 2,794	\$ 866,883	\$ 3,662,604	0.787
2013	457,137	325,845	74,813	2,727	860,522	3,657,151	0.789
2012	455,763	326,175	75,590	3,042	860,570	3,654,239	0.717
2011	472,317	335,399	75,385	2,959	886,060	3,769,305	0.692
2010	470,815	335,157	84,470	2,986	893,428	3,787,977	0.673
2009	480,595	347,077	83,620	2,795	914,087	3,873,569	0.689
2008	459,370	346,326	84,556	2,881	893,133	3,762,594	0.691
2007	367,607	307,107	86,612	2,820	764,146	3,163,050	0.779
2006	361,777	307,555	86,774	2,367	758,473	3,132,865	0.796
2005	325,974	300,037	83,904	2,290	712,205	2,912,085	0.652

Source: St. Louis County Assessor

CITY OF CLAYTON, MISSOURI
PROPERTY TAX RATES (RESIDENTIAL ONLY) - DIRECT AND ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
City of Clayton:										
General	0.659	0.659	0.626	0.601	0.582	0.567	0.566	0.634	0.646	0.582
General Obligation Debt	0.128	0.130	0.091	0.091	0.091	0.122	0.125	0.145	0.150	0.070
Total City of Clayton	<u>0.787</u>	<u>0.789</u>	<u>0.717</u>	<u>0.692</u>	<u>0.673</u>	<u>0.689</u>	<u>0.691</u>	<u>0.779</u>	<u>0.796</u>	<u>0.652</u>
Overlapping Governments:										
State of Missouri	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030
St. Louis County	0.523	0.523	0.523	0.523	0.523	0.558	0.558	0.558	0.558	0.580
St. Louis County Library	0.250	0.173	0.163	0.157	0.140	0.140	0.140	0.150	0.150	0.150
Special School District	1.240	1.012	1.013	0.995	0.938	0.918	0.908	0.824	0.840	0.905
St. Louis Community College	0.220	0.220	0.220	0.218	0.214	0.201	0.200	0.223	0.223	0.237
Metropolitan St. Louis Sewer District (Extension)	0.107	0.082	0.082	0.079	-	-	0.067	0.069	0.069	0.069
Metropolitan Zoological Park and Museum District	0.280	0.268	0.267	0.255	0.249	0.234	0.233	0.261	0.265	0.276
Sheltered Workshop	0.089	0.084	0.084	0.079	0.074	0.069	0.070	0.082	0.082	0.085
Clayton School District	4.017	3.743	3.899	3.743	3.628	3.230	3.254	3.716	3.925	3.769
Deer Creek Sewer District	0.086	0.840	0.840	0.081	-	-	0.060	0.060	0.060	0.060
Black Jack Sewer District	-	-	-	0.092	-	-	0.060	0.060	0.060	0.060
Total Overlapping Governments	<u>6.842</u>	<u>6.975</u>	<u>7.121</u>	<u>6.252</u>	<u>5.796</u>	<u>5.380</u>	<u>5.580</u>	<u>6.033</u>	<u>6.262</u>	<u>6.221</u>
Total City And Overlapping Governments	<u>7.629</u>	<u>7.764</u>	<u>7.838</u>	<u>6.944</u>	<u>6.469</u>	<u>6.069</u>	<u>6.271</u>	<u>6.812</u>	<u>7.058</u>	<u>6.873</u>

Source: St. Louis County Assessor (rates stated per \$100 assessed valuation)

CITY OF CLAYTON, MISSOURI
PRINCIPAL TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO

<u>Taxpayer</u>	<u>2014</u>			<u>2004</u>		
	<u>Taxable Assessed Valuation</u>	<u>Rank</u>	<u>Percentage Of Total City Taxable Assessed Value</u>	<u>Taxable Assessed Valuation</u>	<u>Rank</u>	<u>Percentage Of Total City Taxable Assessed Value</u>
Clayton Corporate Park Mgmt. Co.	\$ 27,794,330	1	3.21 %	\$ 24,337,020	1	3.42 %
KBS11 Pierre Laclede Center, LLC	22,119,100	2	2.55	21,175,490	2	2.97
KBS Clayton Plaza, LLC	21,540,800	3	2.48	-		-
Chapter 100 City of Clayton	16,004,210	4	1.85	-		-
HEF 1-STL NO 1 LLC	15,202,620	5	1.75	12,533,850	6	1.76
Duke Realty Limited Partnership	12,761,760	6	1.47	15,344,030	4	2.15
MEPT Shaw Park Plaza LLC	12,233,860	7	1.41	-		-
Clayton Central Owner LLC	11,654,690	8	1.34	-		-
8182 Maryland Associates	9,258,820	9	1.07	11,012,550	7	1.55
Forsyth Center Associates	8,276,700	10	0.95	12,533,850	6	1.76
THF Plaza Office LLC	-		-	15,685,820	3	2.20
Riggs & Company Trustee	-		-	9,706,940	8	1.36
Realty Associates Fund IV and V	-		-	13,156,450	5	1.85
TIC Clayton Investment Co. LLC	-		-	8,383,390	9	1.18
8000 Maryland, LLC	-		-	8,166,400	10	1.15
Total	<u>\$ 156,846,890</u>		<u>18.08 %</u>	<u>\$ 152,035,790</u>		<u>21.35 %</u>

Notes:

(1) Total assessed value of the City was \$866,883,691 as of January 1, 2014.

(2) Total assessed value of the City was \$712,205,122 as of January 1, 2004.

Source: St. Louis County Assessor, ten highest property tax valuations

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

Fiscal Year	Taxes Levied For The Fiscal Year (1)	Collected Within The Fiscal Year Of The Levy		Delinquent Tax Collected Within The Fiscal Year For Previous Levies	Total Collections To Date (2)(3)	
		Amount	Percent Of Levy		Amount	Percent Of Levy
2014	\$ 6,960,444	\$ 6,866,868	98.7 %	\$ (152,247)	\$ 6,714,621	96.5 %
2013	7,104,828	6,941,019	97.7	70,521	7,011,540	98.7
2012	6,406,061	6,285,537	98.1	(44,170)	6,241,367	97.4
2011	6,452,891	6,319,990	97.9	84,864	6,404,854	99.3
2010	6,255,287	6,162,067	98.5	62,071	6,224,138	99.5
2009	6,664,208	6,592,851	98.9	108,933	6,701,784	100.6
2008	6,566,784	6,458,568	98.4	70,990	6,529,558	99.4
2007	6,206,413	6,123,300	98.7	114,431	6,237,731	100.5
2006	6,251,869	6,119,773	97.9	(148,346)	5,971,427	95.5
2005	4,644,371	4,392,929	94.6	181,332	4,574,261	98.5

Notes:

- (1) Originally adjusted for strike offs and additions by St. Louis Board of Equalization after 1978.
- (2) St. Louis County Collectors Office charges a collection fee of 1.5%.
- (3) Data for delinquent tax collection, excluding penalties and interest, is not available by levy year. St. Louis County will need more time to make system updates to track this information.

Source: St. Louis County Assessor

CITY OF CLAYTON, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE (1)
LAST TEN FISCAL YEARS (IN THOUSANDS)

Fiscal Year	Governmental Activities				Business-type Activities		Total Primary Government	Percentage Of Personal Income (2)	Per Capita (2)
	Capital Improvement Bonds	General Obligation Bonds	Note Payable	Capital Leases	Capital Improvement Bonds	Note Payable			
2014	\$ 31,092	\$ -	\$ 756	\$ 677	\$ -	\$ -	\$ 32,525	2.28 %	\$ 2,041
2013	33,743	-	944	754	-	-	35,441	2.51	2,224
2012 (7)	36,966	945	1,122	829	-	-	39,862	2.85	2,501
2011	29,525	1,960	1,292	893	-	-	33,670	2.52	2,112
2010 (6)	31,958	2,955	1,431	961	-	-	37,305	3.65	2,341
2009 (5)	16,680	3,950	-	-	1,835	1,576	24,041	2.35	1,509
2008 (4)	18,110	4,885	-	-	2,040	1,716	26,751	2.62	1,679
2007	18,020	5,760	-	4	2,240	1,846	27,870	2.72	1,749
2006	19,575	6,600	-	8	2,430	1,971	30,584	2.99	1,919
2005 (3)	21,230	7,410	-	12	2,655	2,091	33,398	3.27	2,096

Notes:

- (1) Details regarding the City's outstanding debt can be found in the notes to financial statements.
- (2) See "Demographic and Economic Statistics" table for personal income and population data.
- (3) In fiscal year 2005, capital improvement bonds of \$14,820,000 were issued to refinance the capital improvement bonds issued in fiscal year 1998.
- (4) In fiscal year 2008, capital improvement bonds of \$8,175,000 were issued to refund \$7,375,000 of the Series 2002 capital improvement bonds.
- (5) In fiscal year 2009, general obligation refunding bonds, Series 2009 in the amount of \$3,950,000 were issued to refund \$3,970,000 of the Series 1999 bond issuance.
- (6) In fiscal year 2010, capital improvement bonds of \$15,000,000 were issued to finance the purchase and renovation of the new Police Station. Business-type activities were combined with governmental activities.
- (7) In fiscal year 2012, capital improvement bonds of \$9,845,000 were issued. \$5,000,000 was issued to finance the construction of the new Police Station. The \$4,845,000 balance was issued to finance Public Works and Parks and Recreation projects in fiscal years 2012 and 2013.

Source: Basic financial statements

CITY OF CLAYTON, MISSOURI
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS (IN THOUSANDS)

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Percentage Of Actual Taxable Value of Property (2)</u>	<u>Per Capita (3)</u>
2014	\$ -	- %	\$ -
2013	-	-	-
2012	945	0.11	59
2011	1,960	0.22	123
2010	2,955	0.33	185
2009	3,950	0.43	249
2008	4,885	0.55	307
2007	5,760	0.75	36
2006	6,600	0.87	414
2005	7,410	1.04	465

Notes:

- (1) Details regarding the City's outstanding debt can be found in the notes to financial statements.
- (2) See "Assessed Value and Actual Value of Taxable Property" table for property value data.
- (3) See "Demographic and Economic Statistics" table for population data.

Source: Basic financial statements and Assessor of St. Louis County

CITY OF CLAYTON, MISSOURI
DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2014

<u>Name Of Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable To City Of Clayton</u>	<u>Amount Applicable To City Of Clayton</u>
St. Louis County	\$ 110,315,000	3.96 %	\$ 4,368,474
Clayton School District	92,842,000	86.60	80,401,172
Subtotal	203,157,000		84,769,646
City of Clayton	32,524,245	100.00	32,524,245
Total	<u>\$ 235,681,245</u>		<u>\$ 117,293,891</u>

Sources:

City of Clayton Financial Report
St. Louis County
Clayton School District

CITY OF CLAYTON, MISSOURI
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS (IN THOUSANDS)

	City Purposes Basic Limit
Assessed valuation	<u>\$ 866,883,691</u>
Debt limit - 10% of assessed valuation	<u>\$ 86,688,369</u>
Amount of debt applicable to debt limit	-
Total General Obligation Debt	-
Less - Amount available in debt service fund	-
Net bond indebtedness applicable to debt limit	<u>-</u>
Legal Debt Margin	<u>\$ 86,688,369</u>

City Purposes Basic Limit

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	
Debt limit (1)	\$ 86,688	86,052	86,057	88,606	89,343	91,409	89,313	76,415	75,847	71,221	
Total net debt applicable to debt limit	<u>-</u>	<u>-</u>	<u>910</u>	<u>1,678</u>	<u>2,383</u>	<u>3,092</u>	<u>4,097</u>	<u>4,993</u>	<u>5,859</u>	<u>6,680</u>	
Legal Debt Margin	<u>\$ 86,688</u>	<u>86,052</u>	<u>85,147</u>	<u>86,928</u>	<u>86,960</u>	<u>88,317</u>	<u>85,216</u>	<u>71,422</u>	<u>69,988</u>	<u>64,541</u>	
Total net debt applicable to the limit as a percentage of debt limit	-	%	-	1.06	1.89	2.67	3.38	4.59	6.53	7.72	9.38

Note:

(1) Debt limit is 10% of the assessed value, which can be found in the "Assessed Value and Actual Value of Taxable Property" table. Bonded indebtedness is limited by Sections 95.111 and 95.120 of the Missouri Revised Statutes (1986) to 10% of the assessed value of taxable tangible property. This does not include an additional debt limit of 10% of the assessed valuation for purposes of street improvements, sanitary or storm sewer systems, and utility plants.

Source: Basic financial statements

CITY OF CLAYTON, MISSOURI
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (Thousands Of Dollars)	Median Household Income (2)	Clayton School District Enrollment (3)	Unemployment Rate (4)
2014	15,939	\$ 1,426,206	\$ 89,479	2,549	3.4 %
2013	15,939	1,409,518	88,432	2,588	3.8
2012	15,939	1,398,743	87,756	2,504	3.4
2011	15,939	1,337,920	83,940	2,455	4.6
2010	15,935	1,022,772	64,184	2,509	5.2
2009	15,935	1,022,772	64,184	2,478	5.4
2008	15,935	1,022,772	64,184	2,490	3.5
2007	15,935	1,022,772	64,184	2,479	2.8
2006	15,935	1,022,772	64,184	2,460	2.6
2005	15,935	1,022,772	64,184	2,558	2.5

Notes:

(1) Source: Data for 2005 - 2010 from 2000 revised census from the U.S. Census Bureau dated December 7, 2001. Source of data for 2011 - 2014 from 2010 U.S. Census Bureau.

(2) Sources of data from 2005 to 2010 from 2000 U.S. Bureau of Census. Sources of data for 2011 from "2005 - 2009 American Community Survey Estimates." Sources of data for 2012 from "2006 - 2010 American Community Survey Estimates." Sources of data for 2013 from "2008 - 2012 American Community Survey Estimates." Sources of data for 2014 from "2009-2013 American Community Survey."

(3) Source: Administrative Office - Clayton School District.

(4) Source: 2005 through 2014 from Missouri Department of Economic Development.

CITY OF CLAYTON, MISSOURI
PRINCIPAL EMPLOYERS
CURRENT YEAR AND EIGHT YEARS AGO

<u>Taxpayer</u>	<u>2014</u>			<u>2006</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage Of Total City Employment (1)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage Of Total City Employment (2)</u>
St. Louis County	2,137	1	4.65 %	2,000	1	6.04 %
Enterprise Holdings, Inc.	1,598	2	3.47	638	3	1.93
Centene Corporation	1,342	3	2.92	525	5	1.59
Washington University	754	4	1.64	-	-	-
Brown Group	728	5	1.58	583	4	1.76
Commerce Bank NA	501	6	1.09	519	6	1.57
Clayton School District	498	8	1.08	467	7	1.41
Husch Blackwell	448	7	0.97	-	-	-
Armstrong Teasdale	367	9	0.80	-	-	-
Rubin Brown	312	10	0.68	-	-	-
The Crawford Group	-		-	803	2	2.43
Ritz Carlton	-		-	365	8	1.10
Ernest & Young U.S. LLP	-		-	261	9	0.79
Bank of America	-		-	180	10	0.54
Total	<u><u>8,685</u></u>		<u><u>18.88 %</u></u>	<u><u>6,341</u></u>		<u><u>19.16 %</u></u>

Notes:

(1) Percentage for 2014 based on 46,000 total daytime employees in the Downtown area.

(2) Percentage for 2006 based on estimate of 33,100 total daytime employees in the Downtown area.

Source: Business License Database from City of Clayton Finance Division, St. Louis County Human Resources Division, and the Clayton School District.

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

FUNCTIONS/PROGRAMS	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General government:										
City Clerk (1)	-	-	-	-	-	-	-	-	1	1
City Manager	4	4	5	5	5	5	5	5	4	4
Human resources	2	2	2	2	2	2	2	2	2	2
Finance	6	6	6	6	7	7	7	7	7	7
Municipal court	2	2	2	2	3	3	3	3	3	3
Information systems	4	4	4	4	3	3	3	3	3	3
Planning and development (4)	9	10	10	10	10	10	10	10	10	10
Police:										
Officers (5)	49	52	52	52	52	52	52	52	52	52
Civilians	8	8	7	7	7	7	7	8	8	8
Fire:										
Firefighters and officers	35	35	35	35	35	35	35	35	35	35
Civilians	1	1	1	1	1	1	1	1	1	1
Public works:										
Engineering (3)	6	6	6	6	6	6	5	5	5	5
Street maintenance (6)	14	15	16	16	16	16	16	16	16	16
Vehicle maintenance (7)	3	4	4	4	4	4	4	5	5	5
Building maintenance (8)	3	2	2	2	2	2	2	3	3	3
Parking maintenance	1	1	1	1	1	1	1	1	1	1
Parks and recreation:										
Administration/recreation (2) (9)	8	9	9	9	9	9	9	8	6	6
Parks maintenance (10)	7	9	9	9	9	9	9	9	9	9
Total	<u>162</u>	<u>170</u>	<u>171</u>	<u>171</u>	<u>172</u>	<u>172</u>	<u>171</u>	<u>173</u>	<u>171</u>	<u>171</u>

Notes:

- (1) Transfer of City Clerk position to City Manager's office from legislative in 2007.
- (2) Community Resource Coordinator position added in 2008.
- (3) Civil Engineer 1 position added in 2009.
- (4) Deputy Building Official position eliminated in 2014.
- (5) Staffing positions reduced in 2014 due to retirements.
- (6) Laborer eliminated in 2013. Asst. Forester position eliminated in 2014.
- (7) Fleet and Building Manager position eliminated in 2014.
- (8) Facilities Maintenance Supervisor position transferred in from Park Maintenance in 2014.
- (9) Recreation Assistant Supervisor position eliminated in 2014.
- (10) Staffing for Parks Supervisor transferred to Building Maintenance and one laborer position eliminated in 2014.

Source: City of Clayton Annual Budgets (2005-2014)

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

FUNCTIONS/PROGRAMS	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Police:										
Arrests	1,281	1,540	1,253	1,217	1,334	1,127	959	1,176	973	848
Parking violations	1,400	1,846	1,654	2,182	2,046	2,448	2,890	3,729	5,362	4,114
Traffic violations	5,892	6,171	6,583	7,061	6,831	7,248	7,053	6,011	7,626	7,402
Parking tickets*	37,905	28,944	29,888	37,198	41,366	41,624	44,200	43,427	44,221	50,222
Fire:										
Emergency response ambulance	1,619	1,577	1,639	1,524	1,474	1,511	1,648	1,497	1,430	1,370
Emergency response - fire	1,904	1,378	1,661	1,639	1,763	1,863	1,739	1,665	1,420	1,460
Inspections	683	709	640	787	660	691	717	656	520	767
Parks and recreation:										
Shaw Park Pool - passes	915	1,006	1,281	1,189	1,145	913	1,025	871	651	528
Shaw Park Ice Rink - passes	36	55	42	53	38	17	15	-	8	16
Platinum passes	448	452	420	525	402	348	267	152	-	-
Tennis Court - passes	120	157	-	43	40	13	17	9	8	26
Pool/Tennis - passes	N/A	N/A	N/A	N/A	N/A	44	56	66	57	69
Tri passes (pool/rink/tennis)	N/A	N/A	N/A	N/A	N/A	-	4	-	13	12
Shelter rentals (including picnic pads)	322	177	302	305	282	245	269	306	266	497
Planning and development:										
Residential permits issued	325	324	278	308	273	219	299	282	304	172
Estimated cost of construction for residential permits	\$ 31,818,681	22,738,220	15,533,472	22,374,538	16,600,417	15,892,142	26,602,257	33,021,571	43,081,206	29,333,420
Commercial permits issued	122	134	142	153	150	147	183	135	113	274
Estimated cost of construction for commercial permits	\$ 38,585,373	26,620,710	33,232,912	52,113,313	71,793,104	123,209,999	71,511,966	28,898,204	57,891,052	31,775,928
Administrative services:										
Business licenses issued	936	942	935	805	816	807	787	791	889	894
Liquor licenses issued	70	65	59	60	62	56	63	62	63	67

Notes:

*Parking tickets not included in parking violations.

No operating indicators by functions/programs are available for the Public Works Department.

Sources: City of Clayton Annual Reports (2005 - 2014), various City departments

CITY OF CLAYTON, MISSOURI
CAPITAL ASSET STATISTICS BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

FUNCTIONS/PROGRAMS	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	23	23	25	25	26	26	26	25	25	25
Fire:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire hydrants	371	371	371	371	371	371	371	371	371	371
Vehicles:										
Ladder trucks	1	1	1	1	1	1	1	1	1	1
Pumpers	1	1	1	1	1	1	1	1	1	1
Rescue trucks	1	1	1	1	1	-	-	1	1	1
Ambulances	2	2	2	2	2	2	2	2	2	2
Command vehicles	3	3	3	3	3	3	3	3	3	3
Public works:										
Miles of streets - paved (1)	98.7	98.7	98.7	98.7	98.7	99.1	38.0	46.7	46.7	46.7
Miles of alleys (3)	6.5	6.5	6.5	6.5	6.5	19.3	5.3	5.3	5.3	5.3
Miles of sidewalks (5)	54	54	54	54	54	39	39	39	39	39
Number of street lights (7)	2,024	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200
Number of traffic signals (4)	22	22	22	24	24	24	28	28	28	28
Parks and recreation:										
Acres of parks (6)	89.0	89.0	89.0	84.4	84.4	84.4	84.4	84.4	84.4	84.4
Number of parks (2) (6)	11	11	11	10	10	10	10	10	10	10
Athletic complex	1	1	1	1	1	1	1	1	1	1
Aquatic center	1	1	1	1	1	1	1	1	1	1

Notes:

- (1) In 2008, survey taken by public works resulted in new figures. Miles include private subdivisions located in and maintained by the City.
In 2009, based on lane mile unit of measure (unit is more consistent with standards) where 1 mile of pavement 12 ft. wide equals one lane mile.
- (2) In 2005, added Whitburn Park - size 1/8 acre.
- (3) In 2009, based on lane mile unit of measure (unit is more consistent with standards) where 1 mile of pavement 12 ft. wide equals one lane mile.
In 2010, based on lane mile unit of measure where 1 mile of pavement 15 ft. wide equals one lane mile. (15 ft. represents a standard residential alley width).
- (4) In 2009, changed to number of signalized intersections owned and maintained by the City.
- (5) Quantity represents paved linear miles of sidewalk.
- (6) In 2012, added Haddington Park - size 4.6 acres.
- (7) An inventory of the existing street light fixtures was completed in 2014.

No capital asset indicators are available for the administration, finance, or planning functions.

Source: City of Clayton Annual Reports (2005 - 2014), various City departments