

CITY OF CRESTWOOD, MISSOURI

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT

JUNE 30, 2001

TABLE OF CONTENTS

Page

Independent Auditors' Report	1
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Financial Statements

Combined Balance Sheet – All Fund Types and Account Groups	2
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) – All Governmental Fund Types and Similar Expendable Trust Fund	3
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) – Budget and Actual – All Governmental Fund Types for Which Official Budgets Have Been Adopted – Budget Basis	4
Statement of Revenues, Expenses and Changes in Contributed Capital – Proprietary Fund Type.....	5
Notes to Financial Statements.....	6

Supplemental Information

GENERAL FUND	20
Schedule of Revenues – Budget and Actual – Budget Basis	21
Schedule of Expenditures – Budget and Actual – Budget Basis.....	22
CAPITAL PROJECTS FUNDS	25
Combining Balance Sheet.....	26
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficit)	27
Schedule of Revenues and Expenditures – Budget and Actual – Capital Improvements Fund – Budget Basis	28
FIDUCIARY FUND TYPES	29
Trust and Agency Funds – Combining Balance Sheet	30
Agency Fund – Statement of Changes in Assets and Liabilities.....	31

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Crestwood, Missouri

We have audited the accompanying general purpose financial statements of the City of Crestwood, Missouri (the "City") as of and for the year ended June 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. The financial statements of the City of Crestwood as of June 30, 2001, before the restatement described in Note J, were audited by other auditors whose report dated October 12, 2001, expressed an unqualified opinion on those statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of June 30, 2001 and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

We also audited the adjustments described in Note J that were applied to restate the 2001 general purpose financial statements. In our opinion, such adjustments are appropriate and have been properly applied.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

Brown Smith WALLACE, LLC

January 5, 2004

CITY OF CRESTWOOD, MISSOURI

Combined Balance Sheet - All Fund Types and Account Groups

June 30, 2001

With comparative totals for June 30, 2000

(See Independent Auditors' Report)

	Governmental Fund Types			
	General	Special Revenue	Capital Projects	Debt Service
ASSETS AND OTHER DEBITS				
Cash and investments	\$ 1,268,500	\$ -	\$ -	\$ -
Receivables:				
Taxes	519,057	-	301,813	-
Grant	-	-	-	-
Other	104,036	-	-	-
Due from other funds	29,074	-	695,890	-
Investments - restricted	-	-	7,570,411	853,018
Fixed assets	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
Amount available in Debt Service Fund	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$ 1,920,667	\$ -	\$ 8,568,114	\$ 853,018
LIABILITIES, FUND EQUITY AND OTHER CREDITS				
Liabilities				
Accounts payable	\$ 140,207	\$ 5,120	\$ 284,953	\$ -
Accrued payroll	184,884	-	-	-
Compensated absences	-	-	-	-
Accrued interest payable	-	-	1,073	-
Deposits payable	-	-	-	-
Due to other funds	1,788,563	18,762	10,312	-
Deferred revenue	11,085	-	-	-
Certificates of participation payable	-	-	-	-
Capital lease payable	-	-	-	-
Note payable	-	-	-	-
Total Liabilities	2,124,739	23,882	296,338	-
Fund Equity and Other Credits				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Fund balances (deficiency):				
Reserved for encumbrances	14,144	-	65,440	-
Reserved for debt service	-	-	-	853,018
Unreserved:				
Designated for special projects	9,000	-	-	-
Designated for vehicle replacement	-	-	81,259	-
Designated for park and stormwater improvement	-	-	7,808,775	-
Designated for Sappington House Library	-	-	-	-
Designated for Sappington House - other	-	-	-	-
Undesignated	(227,216)	(23,882)	316,302	-
Total Fund Equity and Other Credits	(204,072)	(23,882)	8,271,776	853,018
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 1,920,667	\$ -	\$ 8,568,114	\$ 853,018

The accompanying notes are an integral part of these financial statements.

Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long- Term Debt	2001	2000
Internal Service	Trust and Agency				
\$ -	\$ 416,160	\$ -	\$ -	\$ 1,684,660	\$ 1,345,088
-	-	-	-	820,870	670,265
-	-	-	-	-	66,000
-	-	-	-	104,036	104,036
1,000,000	92,673	-	-	1,817,637	1,434,974
-	-	-	-	8,423,429	-
-	-	10,034,034	-	10,034,034	9,465,802
-	-	-	8,131,558	8,131,558	567,635
-	-	-	853,018	853,018	-
\$ 1,000,000	\$ 508,833	\$ 10,034,034	\$ 8,984,576	\$ 31,869,242	\$ 13,653,800
\$ -	\$ -	\$ -	\$ -	\$ 430,280	\$ 422,375
-	-	-	-	184,884	177,980
-	-	-	390,118	390,118	357,594
-	-	-	-	1,073	-
-	118,675	-	-	118,675	77,118
-	-	-	-	1,817,637	1,434,974
-	-	-	-	11,085	11,085
-	-	-	8,495,000	8,495,000	-
-	-	-	88,396	88,396	134,886
-	-	-	11,062	11,062	75,155
-	118,675	-	8,984,576	11,548,210	2,691,167
-	-	10,034,034	-	10,034,034	9,465,802
1,000,000	-	-	-	1,000,000	1,000,000
-	-	-	-	79,584	22,678
-	-	-	-	853,018	-
-	-	-	-	9,000	9,000
-	-	-	-	81,259	161,834
-	-	-	-	7,808,775	-
-	310,167	-	-	310,167	258,144
-	79,991	-	-	79,991	75,130
-	-	-	-	65,204	(29,955)
1,000,000	390,158	10,034,034	-	20,321,032	10,962,633
\$ 1,000,000	\$ 508,833	\$ 10,034,034	\$ 8,984,576	\$ 31,869,242	\$ 13,653,800

CITY OF CRESTWOOD, MISSOURI

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - All Governmental Fund Types and Similar Expendable Trust Fund

For the year ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	Governmental Fund Types			
	General	Special Revenue	Capital Projects	Debt Service
REVENUES				
Taxes	\$ 6,682,714	\$ 139,404	\$ 2,524,818	\$ -
Licenses, permits, fines and fees	1,098,365	-	-	-
Investment income	36,018	-	59,370	3,518
Recreation programs	391,616	-	-	-
Net increase (decrease) in the fair value of investments	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	348,312	-	13,208	-
Total Revenues	8,557,025	139,404	2,597,396	3,518
EXPENDITURES				
Current:				
General services	1,014,089	154,210	-	-
Public works	1,430,655	-	999,882	-
Public safety:				
Police and municipal court	2,707,329	-	-	-
Fire	2,336,321	-	-	-
Parks and recreation	1,463,254	-	26,304	-
Capital outlay	83,273	-	593,009	-
Debt service:				
Principal retirement	-	-	110,583	-
Interest	-	-	9,817	-
Issuance cost	-	-	36,889	-
Total Expenditures	9,034,921	154,210	1,776,484	-
REVENUES OVER (UNDER) EXPENDITURES	(477,896)	(14,806)	820,912	3,518
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds from certificates of participation	-	-	7,552,055	849,500
Total Other Financing Sources (Uses)	-	-	7,552,055	849,500
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	(477,896)	(14,806)	8,372,967	853,018
FUND BALANCES (DEFICIT), JULY 1	273,824	(9,076)	(101,191)	-
FUND BALANCES (DEFICIT), JUNE 30	\$ (204,072)	\$ (23,882)	\$ 8,271,776	\$ 853,018

The accompanying notes are an integral part of these financial statements.

Fiduciary Fund Types	Totals (Memorandum Only)	
	2001	2000
Expendable Trust		
\$ -	\$ 9,346,936	\$ 8,499,495
-	1,098,365	1,100,609
12,914	111,820	51,572
17,700	409,316	438,373
46,800	46,800	(17,450)
-	-	66,000
-	361,520	79,102
77,414	11,374,757	10,217,701
-	1,168,299	1,083,719
-	2,430,537	2,614,379
-	2,707,329	2,569,410
-	2,336,321	2,290,262
20,530	1,510,088	1,462,363
-	676,282	305,885
-	110,583	169,178
-	9,817	18,077
-	36,889	-
20,530	10,986,145	10,513,273
56,884	388,612	(295,572)
-	-	100,000
-	-	(100,000)
-	8,401,555	-
-	8,401,555	-
56,884	8,790,167	(295,572)
333,274	496,831	792,403
\$ 390,158	\$ 9,286,998	\$ 496,831

CITY OF CRESTWOOD, MISSOURI

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Budget and Actual - All Governmental Fund Types for Which Official Budgets Have Been Adopted - Budget Basis

For the year ended June 30, 2001

(See Independent Auditors' Report)

	General Fund		
	Budget	Actual	Over (Under) Budget
REVENUES			
Taxes	\$ 7,162,800	\$ 6,682,714	\$ (480,086)
Licenses, permits, fines and fees	1,146,950	1,098,365	(48,585)
Investment income	35,000	36,018	1,018
Recreation programs	239,410	228,560	(10,850)
Miscellaneous	59,070	348,312	289,242
Total Revenues	8,643,230	8,393,969	(249,261)
EXPENDITURES			
General services	1,002,540	1,022,142	19,602
Public works	1,513,091	1,446,607	(66,484)
Public safety:			
Police and municipal court	2,736,020	2,730,868	(5,152)
Fire	2,359,022	2,353,597	(5,425)
Parks and recreation	1,376,032	1,312,145	(63,887)
Total Expenditures	8,986,705	8,865,359	(121,346)
REVENUES OVER (UNDER) EXPENDITURES (BUDGET BASIS)	\$ (343,475)	(471,390)	\$ (127,915)
ADJUSTMENTS TO RECONCILE TO GAAP BASIS			
Encumbrances reserved at June 30, 2001		14,144	
Encumbrances reserved at June 30, 2000		(17,991)	
Operating transfers in		-	
Proceeds from certificates of participation		-	
Unbudgeted activity		(2,659)	
		<u>(6,506)</u>	
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES) (GAAP BASIS)		(477,896)	
FUND BALANCES (DEFICIT), JULY 1		<u>273,824</u>	
FUND BALANCES (DEFICIT), JUNE 30		<u>\$ (204,072)</u>	

The accompanying notes are an integral part of these financial statements.

Capital Projects Funds

Budget	Actual	Over (Under) Budget
\$ 1,976,250	\$ 1,751,140	\$ (225,110)
-	-	-
-	5,197	5,197
-	-	-
-	13,208	13,208
<u>1,976,250</u>	<u>1,769,545</u>	<u>(206,705)</u>
-	-	-
1,285,000	1,093,012	(191,988)
27,296	25,599	(1,697)
45,000	-	(45,000)
66,920	66,920	-
<u>1,424,216</u>	<u>1,185,531</u>	<u>(238,685)</u>
<u>\$ 552,034</u>	<u>584,014</u>	<u>\$ 31,980</u>

65,440
(4,687)

-
7,552,055
176,145
7,788,953

8,372,967

(101,191)

\$ 8,271,776

CITY OF CRESTWOOD, MISSOURI

**Statement of Revenues, Expenses and Changes in Contributed Capital -
Proprietary Fund Type**

For the year ended June 30, 2001

(See Independent Auditors' Report)

	<u>Proprietary Fund Type Internal Service</u>
OPERATING REVENUES	
Investment income	\$ -
OPERATING EXPENSES	
Administrative	-
OPERATING INCOME	-
OPERATING TRANSFERS OUT	-
NET LOSS	-
CONTRIBUTED CAPITAL, JULY 1	<u>1,000,000</u>
CONTRIBUTED CAPITAL, JUNE 30	<u>\$ 1,000,000</u>

The accompanying notes are an integral part of these financial statements.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements

June 30, 2001

(See Independent Auditors' Report)

Note A - Summary of Significant Accounting Policies

The significant accounting policies applied by the City of Crestwood, Missouri (the "City") in the preparation of the accompanying general purpose financial statements are summarized below:

Reporting Entity

The general purpose financial statements of the City include the financial activities of the City and its component units. The criteria used in determining the scope of the reporting entity are based on the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14. The City is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's Board or because the component unit will provide a financial benefit or impose a financial burden on the City. Based on these requirements, the general purpose financial statements include all funds, account groups, agencies, boards, commissions and authorities for which the City is financially accountable.

Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the general purpose financial statements as follows:

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.

Special Revenue Fund – The Special Revenue Fund is 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 specified purposes. The City's Special Revenue Fund consists of amounts collected for sewer lateral repairs.

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

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note A - Summary of Significant Accounting Policies (Continued)

Fund Accounting (Continued)

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

PROPRIETARY FUND

The Proprietary Fund is used to account for those operations that are financed and operated in a manner similar to private business, or where the governing body has decided that determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Internal Service Fund – The Internal Service Fund is a working capital reserve fund established by the City to provide for the financing of contingencies of other City funds when revenues in the other City funds are insufficient to meet such contingencies and as a source of accumulation of funds for future projects. All borrowings as provided by City ordinance are expected to be repaid.

FIDUCIARY FUNDS

Expendable Trust and Agency Funds – Expendable Trust and Agency 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. Expendable Trust Funds are accounted for and reported in the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

ACCOUNT GROUPS

General Fixed Assets – The general fixed assets used in the City's operations are to be accounted for in the General Fixed Assets Account Group rather than in the governmental funds.

General Long-Term Debt – Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note A - Summary of Significant Accounting Policies (Continued)

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the general purpose financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The governmental and fiduciary (Expendable Trust and Agency Funds) fund types are accounted for on the current financial resources measurement focus using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers property taxes as available if they are collected within 60 days after year-end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred, except for interest on obligations in the General Long-Term Debt Account Group which is recorded in the governmental fund types when paid. Sales and utilities gross receipts taxes collected and held at year-end on behalf of the City are also recognized as revenue. Licenses, permits, fines, fees, recreation programs and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The Proprietary Fund (Internal Service) is accounted for on the flow of economic resources measurement focus using the accrual basis of accounting. Its revenues are recognized when earned and its expenses are recognized when incurred. A statement of cash flows – proprietary fund type is not presented for the year ended June 30, 2001 because there was no cash activity in this fund.

Budgets and Budgetary Accounting

An annual budget is legally adopted through passage of an appropriation ordinance by the Board of Aldermen for the General and Capital Projects – Capital Improvements Funds prior to the beginning of each fiscal year. The Board of Aldermen follow the procedures outlined below in establishing the budgetary data reflected in the accompanying general purpose financial statements:

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note A - Summary of Significant Accounting Policies (Continued)

Budgets and Budgetary Accounting (Continued)

- City department heads prepare departmental operating budgets and the City Finance Officer makes revenue projections on or before March 15. The City Finance Department edits and assembles the data for review.
- The City Administrator and City Finance Officer review and revise departmental operating budgets based upon estimated revenue projections.
- At least forty-five days prior to the beginning of each fiscal year, the City Administrator shall submit to the Board of Aldermen a proposed final budget and accompanying written narrative.
- The Board of Aldermen meets for a budget work session in which board members express their opinions on the proposed budget.
- Based on the Board's recommendations, a budget ordinance is prepared. After a fifteen-day public notice, the Board of Aldermen holds a public hearing (in June) to hear taxpayer comments on the proposed budget.
- Prior to July 1, the budget is legally enacted. Budgeted expenditures cannot legally exceed appropriations at the department level. Revenue estimates are adjusted to reflect any unencumbered or undesignated balance from the previous year.
- During the year, the City Administrator may transfer all or any part of any unencumbered appropriation balance among accounts within a department. The Board of Aldermen may, by motion of the Board, transfer part or all of an unencumbered appropriation balance from one department to another. Supplemental appropriations may be made by ordinance of the Board of Aldermen if the City Administrator certifies that funds will be available for such expenditures. Supplemental appropriations during the year ended June 30, 2001 were not significant.
- At the end of each budget period, all appropriated balances lapse and may be reappropriated in the next budget period.

The City's budgets are prepared on the modified accrual basis, except that encumbrances are reflected as expenditures, certain parks and recreation expenditures for activities at the City's community center and swimming pool are netted against the related revenues and activity relating to the Summer Concert series is not budgeted.

During 2001, the City incurred \$349,215 in start-up expenses related to construction of the Aquatic Center, as reflected as capital outlay in the Park and Stormwater Improvements Fund. The start-up expenses were not budgeted for.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note A - Summary of Significant Accounting Policies (Continued)

Fixed Assets

General fixed assets acquired for general governmental purposes are recorded as expenditures in the governmental funds. Assets are valued at original or estimated original cost. Contributed fixed assets are stated at estimated fair value at the date of contribution. No depreciation has been provided on general fixed assets. Assets acquired under lease/purchase agreements are recorded at the inception of the agreement.

Public domain ("infrastructure") general fixed assets, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City. Therefore, the purpose of stewardship for capital expenditures is satisfied without recording these assets.

Compensated Absences

Under terms of the City's personnel policy, employees are granted vacations based on length of service every January 1. Upon termination, the employee is entitled to payment for accrued vacation benefits. A reasonable determination of the amount of accrued vacation benefits to be liquidated with expendable available financial resources cannot be made. Accordingly, all accrued vacation benefits have been recorded in the General Long-Term Debt Account Group. Sick leave is accumulated based upon length of service and is available only to provide compensation during periods of illness. No portion of sick leave is payable to the employee upon termination.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

Property Tax Revenue

Property taxes attach as an enforceable lien on property as of January 1, based on the assessed value of the property. Taxes are levied on September 1 and are due and payable on or before December 31.

Property taxes are billed and collected by St. Louis County and remitted by the County to the City. The City accounts for property tax revenues on a modified accrual basis and, therefore, defers revenue recognition for delinquent taxes.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note A - Summary of Significant Accounting Policies (Continued)

Interfund Transactions

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

Total Columns on Combined Statements

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position or results of operations in conformity with accounting principles generally accepted in the United States of America. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Comparative Data

Comparative data for the prior year is presented in the accompanying general purpose financial statements in order to provide an understanding of changes in the City's financial position and operations. However, complete comparative data (i.e., presentation of prior year totals by fund type in each of the statements) is not presented since their inclusion would make the statements unduly complex and difficult to read.

Reclassifications

Certain reclassifications have been made to the June 30, 2000 amounts in order to conform to the presentation of the June 30, 2001 general purpose financial statements.

Note B - Cash and Investments

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 June 30, 2001, the carrying amount of the City's bank deposits totaled \$324,310 with bank balances of \$391,018. The bank balance was covered by the FDIC in the amount of \$287,293; \$44,372 was covered by collateral pledged in the name of the City and held by the pledging bank's trust department or agent; and the remainder of \$59,353 was uncollateralized.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note B - Cash and Investments (Continued)

Investments

State statutes and City policy authorize the investment in obligations of the U.S. Treasury, agencies and instrumentalities, time deposit certificates and repurchase agreements. Investments of the Expendable Trust Funds are not required to conform to these investment guidelines. The investments of the Expendable Trust Fund are maintained in trust funds managed by a trustee on its behalf.

The City's investments are categorized below to give an indication of the level of risk assumed by the City at year-end as: (1) insured or registered with securities held by the City or its agent in the City's name, or (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the City's name.

	June 30, 2001		Carrying Amount/ Fair Value
	Categories		
	<u>1</u>	<u>2</u>	
Expendable Trust Fund – common stock	\$ 145,481	\$ -	\$ 145,481
U.S. Government and agency securities	-	7,754,296	7,754,296
Repurchase agreement	-	<u>1,214,869</u>	<u>1,214,869</u>
	<u>\$ 145,481</u>	<u>\$8,969,165</u>	<u>9,114,646</u>
Money market funds			<u>669,133</u>
Total Investments			<u>\$9,783,779</u>

Note C - Changes in General Fixed Assets

The following is a summary of changes in general fixed assets:

	For the year ended June 30, 2001			Balance June 30, 2001
	Balance June 30, 2000	Additions	Deletions	
Land	\$1,929,730	\$ -	\$ 16,027	\$ 1,913,703
Buildings and improvements	4,047,044	-	-	4,047,044
Trucks and autos	1,679,183	86,480	36,246	1,729,417
Machinery and equipment	1,809,845	33,387	7,300	1,835,932
Construction in progress	-	<u>507,938</u>	-	<u>507,938</u>
Total	<u>\$9,465,802</u>	<u>\$ 627,805</u>	<u>\$ 59,573</u>	<u>\$10,034,034</u>

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note C - Changes in General Fixed Assets (Continued)

A summary of sources of investment in general fixed assets acquired after June 30, 1981 is as follows:

	For the year ended June 30, 2001			Balance June 30, 2001
	Balance June 30, 2000	Additions	Deletions	
Assets acquired prior to July 1, 1981	\$6,409,430	\$ -	\$ -	\$ 6,409,430
Assets acquired after June 30, 1981:				
General Fund	1,712,360	119,867	59,573	1,772,654
Special Revenue Fund	42,127	-	-	42,127
Capital Projects Funds	1,287,629	507,938	-	1,795,567
Donations	14,256	-	-	14,256
	<u>\$9,465,802</u>	<u>\$ 627,805</u>	<u>\$ 59,573</u>	<u>\$10,034,034</u>

A summary of changes in general fixed assets by function acquired after June 30, 1981 is as follows:

	For the year ended June 30, 2001			Balance June 30, 2001
	Balance June 30, 2000	Additions	Deletions	
Assets acquired prior to July 1, 1981	\$6,409,430	\$ -	\$ -	\$ 6,409,430
Assets acquired after June 30, 1981:				
General services	345,833	17,022	-	362,855
Public works	839,284	16,365	39,068	816,581
Public safety:				
Police and municipal court	584,589	86,480	20,505	650,564
Fire	589,553	-	-	589,553
Parks and recreation	697,113	507,938	-	1,205,051
	<u>\$9,465,802</u>	<u>\$ 627,805</u>	<u>\$ 59,573</u>	<u>\$10,034,034</u>

A summary of general fixed assets by function and activity is as follows:

	June 30, 2001					Totals
	Land	Buildings and Improvements	Trucks and Autos	Machinery and Equipment	Construction in Progress	
General services	\$ 107,800	\$1,874,853	\$ 55,294	\$ 299,173	\$ -	\$ 2,337,120
Public works	230,000	117,499	358,443	654,407	-	1,360,349
Public safety:						
Police and municipal court	-	-	499,985	302,903	-	802,888
Fire	-	-	593,978	191,069	-	785,047
Parks and recreation	1,575,903	2,054,692	221,717	388,380	507,938	4,748,630
	<u>\$1,913,703</u>	<u>\$4,047,044</u>	<u>\$1,729,417</u>	<u>\$1,835,932</u>	<u>\$ 507,938</u>	<u>\$10,034,034</u>

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note D - Long-Term Debt

Long-term debt consisted of the following:

	June 30, 2001
2001 certificates of participation of \$8,495,000 used for constructing an aquatic center and improving related park facilities. Principal payments from \$700,000 to \$1,030,000 are due on April 1 and October 1 of each year from 2003 through 2012. Interest rates range from 3.9% to 5%.	<u>\$ 8,495,000</u>
Capital lease \$230,000, City garage, 1998, due in monthly installments through March 2002, interest payable at 6%.	<u>\$ 88,396</u>
Note payable \$183,081, real property, 1998, due in monthly installments through November 2001, interest payable at 6%.	<u>\$ 11,062</u>

Changes in general long-term debt are as follows:

	For the year ended June 30, 2001			Balance June 30, 2001
	Balance June 30, 2000	Additions	Deletions	
Compensated absences	\$ 357,594	\$ 32,524	\$ -	\$ 390,118
Certificates of participation payable	-	8,495,000	-	8,495,000
Capital lease payable	134,886	-	46,490	88,396
Note payable	75,155	-	64,093	11,062
	<u>\$ 567,635</u>	<u>\$ 8,527,524</u>	<u>\$ 110,583</u>	<u>\$ 8,984,576</u>

The annual requirements to amortize the certificates of participation of the long-term debt outstanding are as follows:

<u>Years Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2002	\$ -	\$ 354,101	\$ 354,101
2003	700,000	386,293	1,086,293
2004	725,000	358,993	1,083,993
2005	755,000	329,267	1,084,267
2006	785,000	297,557	1,082,557
2007 to maturity	<u>5,530,000</u>	<u>973,020</u>	<u>6,503,020</u>
	<u>\$ 8,495,000</u>	<u>\$ 2,699,231</u>	<u>\$11,194,231</u>

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note D - Long-Term Debt (Continued)

The annual requirements to amortize the capital lease of the long-term debt outstanding of the General Long-Term Debt Account Group including interest payments are as follows:

<u>Years Ending June 30,</u>	<u>City Garage</u>
2002	\$ 53,480
2003	<u>38,387</u>
Total minimum lease payments	91,867
Less – amount representing interest	<u>3,471</u>
Present value of future minimum lease payments	<u>\$ 88,396</u>

The annual requirements to amortize the note payable of the long-term debt outstanding including interest payments are as follows:

<u>Years Ending June 30,</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2002	\$ <u>55</u>	\$ <u>11,062</u>	\$ <u>11,117</u>

Note E - Pension Plan

Plan Description

The City participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan which provides retirement, disability and death benefits to plan members and beneficiaries. LAGERS was created and is governed by statute section RSMo 70.600 – 70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and it is tax exempt. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

Funding Policy

The City's full-time employees do not contribute to the pension plan. The City is required by state statute to contribute at an actuarially determined rate; the current rate is 7.4% (general), 12% (police) and 14.3% (fire) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the City. The contribution provisions of the City are established by state statute.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note E - Pension Plan (Continued)

Annual Pension Cost

For 2001, the City's annual pension cost of \$546,561 was equal to the required and actual contributions. The required contribution was determined as part of the February 28/29, 1999 and/or 2000 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included: (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually; (b) projected salary increases of 4% per year, compounded annually, attributable to inflation; (c) additional projected salary increases ranging from 0% to 4.2% per year, depending on age attributable to seniority/merit; (d) pre-retirement mortality based on the 1983 Group Annuity Mortality table; and (e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back 1 year for men and 7 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 28, 2001 was 15 years. Three-year trend information follows:

For The Years Ending <u>June 30,</u>	Annual Pension Cost <u>(APC)</u>	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
2001	\$ 546,561	100%	\$ -
2000	532,734	100%	-
1999	502,502	100%	-

Schedule of funding progress follows:

For The Actuarial Valuation Years Ended <u>February 28/29</u>	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability <u>(AAL)</u>	(Excess Assets) Unfunded Accrued Liability <u>(UAL)</u>
2001	\$10,285,113	\$ 9,190,833	\$(1,094,280)
2000	8,505,007	8,503,755	(1,252)
1999	7,020,079	7,860,985	840,906

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note E - Pension Plan (Continued)

For The Actuarial Valuation Years Ended <u>February 28/29</u>	Funded Ratio	Annual Covered Payroll (ACP)	Percentage of UAL Over ACP
2001	112%	\$ 4,972,172	- %
2000	100%	4,479,155	-
1999	89%	4,260,633	20

Note: The above assets and actuarial accrued liability do not include the assets and present value of future benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund of LAGERS. The actuarial assumptions were changed in conjunction with the February 28, 2001 annual actuarial valuations.

Note F - Interfund Assets/Liabilities

Individual interfund assets and liabilities are as follows:

Due from/to other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>June 30, 2001</u>
General Fund	Capital Projects – Capital Improvements Fund	\$ 10,312
General Fund	Special Revenue Fund	18,762
Capital Projects – Capital Improvement Fund	General Fund	362,675
Capital Projects – Vehicle Replacement Fund	General Fund	81,259
Capital Projects – Park and Stormwater Improvements Fund	General Fund	251,956
Internal Service Fund	General Fund	1,000,000
Agency Fund	General Fund	<u>92,673</u>
		<u>\$ 1,817,637</u>

Note G - 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.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note G - Risk Management (Continued)

The City is a member of the St. Louis Area Insurance Trust (SLAIT) and the Property and Casualty Trust of St. Louis, Inc. (PACT), which are two not-for-profit, self-insurance risk pools formed by various St. Louis County municipalities.

In order to operate as a group self-insurer of workers' compensation, SLAIT was formed in August 1986. In addition to insurance protection, the program provides risk management services with emphasis on loss control, claims administration and management information services. SLAIT is fully funded by its member participants and employs an outside service company to process all claims.

PACT was formed in February 1987 with the intent of providing the municipalities with an improved loss control program which, in turn, would help prevent or lessen the claims filed against the participating municipalities. The trust is also able to provide the required excess reinsurance at a discount based on volume and the existence of the loss control program. Coverage is provided by the trust for general and auto liability subject to a \$500 deductible per occurrence. This trust employs an outside service company to process all claims.

The trusts require an annual premium payment by members to cover estimated claims payable and reserves for claims. The members of the trust have no legal interest in the assets, liabilities or fund balances of the insurance trusts. However, the City retains a contingent liability to fund its pro rata share of any deficit incurred by the trusts should the trusts cease operation at some future date. The City's 2001 expenditures for the trusts totaled \$125,004 to SLAIT and \$69,592 to PACT.

The City also purchases commercial insurance to cover risks related to travel, public official liability, earthquakes and employee blanket bonds. Settled claims resulting from these risks have not exceeded coverage in any of the past three years.

Note H - Other Postemployment Benefits

In fiscal 1997, the City passed an ordinance which established a plan to provide postemployment health care benefits to employees who retire from City employment with at least 15 years of service. Eligible employees are entitled to benefits once they have reached the normal retirement age, as defined by LAGERS, until qualifying for Medicare or reaching the age of 65, whichever comes first. The City pays a portion of the health insurance premium in an amount equal to what is being paid by the City for single coverage for then current employees. No employee shall be covered under this program for more than 120 months for police and fire personnel and 60 months for civilian employees. Expenditures for postemployment health care benefits are recognized as paid by the City. No expenditures were incurred in the current year for postemployment health care benefits.

CITY OF CRESTWOOD, MISSOURI

Notes to Financial Statements - Continued

June 30, 2001

(See Independent Auditors' Report)

Note I - Commitments

At June 30, 2001, the City had commitments for various street and stormwater improvements in the amount of \$644,279, construction in the amount of \$593,089 and development of an employee comprehensive pay and position classification system in the amount of \$23,400.

The City had a \$600,000 open (Revolving Business Note) line-of-credit with Southwest Bank as of June 30, 2001. At June 30, 2001, \$0 was drawn against the line-of-credit.

Note J - Restatement

The City restated its 2001 financial statements to properly account for the General Fund borrowing \$250,000 from the Internal Service Fund. This borrowing was previously reflected in the City's June 30, 2001 audited financial statements as a transfer from the Internal Service Fund to the General Fund.

Note K - Subsequent Events

On September 30, 2003, the City revised its line-of-credit with Southwest Bank to \$1,185,000. In addition, on October 6, 2003, \$33,684 was advanced by Southwest Bank against the Revolving Business Note. Since October 24, 2003, the City has borrowed up to \$755,637 under the Revolving Business Note with Southwest Bank.

The City is currently pursuing litigation against various parties as a result of the forensic audit that was performed in 2003.

Supplemental Information

CITY OF CRESTWOOD, MISSOURI

General Fund

June 30, 2001

(See Independent Auditors' Report)

GENERAL FUND

The General Fund is used to account for all financial resources, except those required to be accounted for in another fund.

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - General Fund
Schedule of Revenues - Budget and Actual - Budget Basis**

For the Year Ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	2001			2000 Actual
	Budget	Actual	Over (Under) Budget	
REVENUES				
Taxes:				
Property taxes	\$ 504,500	\$ 540,386	\$ 35,886	\$ 529,613
Utility taxes	1,202,000	1,239,461	37,461	1,054,863
Sales tax	4,650,000	4,088,953	(561,047)	4,157,486
Cigarette tax	60,000	54,719	(5,281)	58,441
Gasoline and motor vehicle taxes	536,000	532,268	(3,732)	529,678
Financial institution tax	4,300	4,803	503	4,330
County road refund	206,000	222,124	16,124	217,551
Total Taxes	7,162,800	6,682,714	(480,086)	6,551,962
Licenses, permits, fines and fees:				
Merchants' licenses	960,000	846,120	(113,880)	896,879
Permits and inspections	1,450	29,230	27,780	7,665
Police fines	185,500	223,015	37,515	196,065
Total Licenses, Permits, Fines and Fees	1,146,950	1,098,365	(48,585)	1,100,609
Investment income	35,000	36,018	1,018	40,467
Recreation programs:				
Swimming pool	129,300	89,128	(40,172)	130,124
Community center	95,700	128,846	33,146	109,205
Sappington House	5,350	2,518	(2,832)	6,299
Other	9,060	8,068	(992)	9,491
Total Recreation Programs	239,410	228,560	(10,850)	255,119
Intergovernmental	-	-	-	66,000
Miscellaneous:				
Rental property	3,000	3,000	-	3,000
Other	56,070	345,312	289,242	76,102
Total Miscellaneous	59,070	348,312	289,242	79,102
TOTAL REVENUES	\$ 8,643,230	\$ 8,393,969	\$ (249,261)	\$ 8,093,259

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - General Fund
Schedule of Expenditures - Budget and Actual - Budget Basis**

For the year ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	2001			2000 Actual
	Budget	Actual	Over (Under) Budget	
EXPENDITURES:				
General services:				
Mayor's office:				
Personal services	\$ 8,927	\$ 8,641	\$ (286)	\$ 8,119
Contractual services	1,791	-	(1,791)	1,491
Commodities	1,206	1,047	(159)	1,195
Board of Aldermen:				
Personal services	33,424	31,332	(2,092)	24,511
Contractual services	875	445	(430)	820
Commodities	1,350	1,250	(100)	1,317
City Clerk's office:				
Personal services	146,187	151,279	5,092	135,863
Contractual services	15,475	23,527	8,052	11,154
Commodities	2,880	1,705	(1,175)	1,595
Capital outlay	-	-	-	135
Finance department:				
Personal services	176,903	177,697	794	171,426
Contractual services	11,775	3,661	(8,114)	11,971
Commodities	3,150	7,841	4,691	5,600
City Administrator:				
Personal services	216,214	218,719	2,505	201,762
Contractual services	3,831	1,689	(2,142)	1,504
Commodities	2,119	2,107	(12)	7,032
MIS:				
Personal services	2,000	-	(2,000)	-
Contractual services	73,000	89,246	16,246	66,406
Commodities	1,200	-	(1,200)	-
Capital outlay	15,000	17,022	2,022	841
General supporting services:				
Personal services	14,000	12,280	(1,720)	21,996
Contractual services	262,593	261,439	(1,154)	215,057
Commodities	8,640	11,215	2,575	9,138
Capital outlay	-	-	-	700
Total General Services	1,002,540	1,022,142	19,602	899,633

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - General Fund
Schedule of Expenditures - Budget and Actual - Budget Basis - Continued**

For the year ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	2001			2000 Actual
	Budget	Actual	Over (Under) Budget	
EXPENDITURES (Continued):				
Public works:				
General public works services:				
Personal services	\$ 341,599	\$ 285,131	\$ (56,468)	\$ 266,424
Contractual services	22,282	16,249	(6,033)	11,728
Commodities	8,950	13,602	4,652	9,825
Capital outlay	-	-	-	1,133
Street maintenance services:				
Personal services	603,098	556,881	(46,217)	508,312
Contractual services	159,643	188,233	28,590	191,763
Commodities	150,718	151,907	1,189	123,199
Capital outlay	15,000	15,952	952	5,041
Building maintenance services:				
Personal services	56,124	42,384	(13,740)	37,866
Contractual services	104,969	126,014	21,045	104,799
Commodities	12,412	12,020	(392)	11,998
Health services:				
Personal services	36,455	35,935	(520)	37,005
Contractual services	1,592	2,299	707	2,606
Commodities	249	-	(249)	158
Total Public Works	1,513,091	1,446,607	(66,484)	1,311,857
Public safety:				
Police:				
Personal services	2,512,992	2,489,664	(23,328)	2,303,560
Contractual services	102,483	91,402	(11,081)	142,086
Commodities	37,800	67,966	30,166	68,533
Capital outlay	20,000	22,356	2,356	87,058
Municipal court:				
Personal services	56,890	52,418	(4,472)	53,971
Contractual services	630	1,148	518	839
Commodities	225	519	294	-
Capital outlay	5,000	5,395	395	421
Total Police and Municipal Court	2,736,020	2,730,868	(5,152)	2,656,468
Fire:				
Personal services	2,026,965	2,025,825	(1,140)	1,983,630
Contractual services	295,195	289,614	(5,581)	284,259
Commodities	20,862	20,032	(830)	23,684
Capital outlay	16,000	18,126	2,126	16,050
Total Fire	2,359,022	2,353,597	(5,425)	2,307,623

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - General Fund
Schedule of Expenditures - Budget and Actual - Budget Basis - Continued**

For the year ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	2001			2000 Actual
	Budget	Actual	Over (Under) Budget	
EXPENDITURES (Continued):				
Parks and recreation:				
Parks operations:				
Personal services	\$ 495,450	\$ 498,119	\$ 2,669	\$ 451,440
Contractual services	76,395	73,081	(3,314)	82,276
Commodities	36,921	30,668	(6,253)	28,898
Capital outlay	12,500	9,533	(2,967)	1,970
Recreation services:				
Personal services	37,315	42,855	5,540	36,236
Contractual services	2,684	4,035	1,351	3,072
Commodities	2,027	856	(1,171)	245
Historical facilities:				
Personal services	46,085	27,417	(18,668)	38,329
Contractual services	21,781	28,800	7,019	15,838
Commodities	2,387	1,227	(1,160)	839
Community center:				
Personal services	367,414	357,585	(9,829)	360,881
Contractual services	94,823	89,712	(5,111)	85,574
Commodities	11,070	13,403	2,333	13,423
Capital outlay	-	3,471	3,471	2,813
Animal control:				
Personal services	43,700	40,858	(2,842)	38,692
Contractual services	1,568	1,151	(417)	1,092
Commodities	3,724	3,935	211	3,165
Swimming pool:				
Personal services	7,661	4,462	(3,199)	5,608
Contractual services	106,672	78,563	(28,109)	90,137
Commodities	3,598	2,135	(1,463)	3,019
Capital outlay	-	-	-	1,329
Lease facilities:				
Contractual services	1,507	184	(1,323)	51
Commodities	750	95	(655)	4
Total Parks and Recreation	1,376,032	1,312,145	(63,887)	1,264,931
TOTAL EXPENDITURES	\$ 8,986,705	\$ 8,865,359	\$ (121,346)	\$ 8,440,512

CITY OF CRESTWOOD, MISSOURI

Capital Projects Funds

June 30, 2001

(See Independent Auditors' Report)

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities or improvements.

Capital Improvements Fund - This fund is used to account for the accumulation of resources, primarily from 1/2¢ capital improvement sales tax, for the acquisition or construction of major capital items.

Vehicle Replacement Fund - This fund is used to account for the accumulation of resources which are to be used for the purchase of vehicles for the City.

Park and Stormwater Improvements Fund - This fund is used to account for the accumulation of resources, primarily from the issuance of bonds, for the construction of an aquatic center and improvements to related park facilities.

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - Capital Projects Funds
Combining Balance Sheet**

June 30, 2001

With comparative totals for June 30, 2000

(See Independent Auditors' Report)

	Capital	Vehicle	Park and	Totals	
	Improvements	Replacement	Stormwater Improvements	2001	2000
ASSETS					
Receivables - taxes	\$ 138,420	\$ -	\$ 163,393	\$ 301,813	\$ 143,779
Due from other funds	362,675	81,259	251,956	695,890	161,834
Investments - restricted	-	-	7,570,411	7,570,411	-
TOTAL ASSETS	\$ 501,095	\$ 81,259	\$ 7,985,760	\$ 8,568,114	\$ 305,613
LIABILITIES AND FUND EQUITY					
Liabilities					
Accounts payable	\$ 109,041	\$ -	\$ 175,912	\$ 284,953	\$ 209,240
Accrued interest payable	-	-	1,073	1,073	-
Due to other funds	10,312	-	-	10,312	197,564
Total Liabilities	119,353	-	176,985	296,338	406,804
Fund Balances (Deficit)					
Reserved for encumbrances	65,440	-	-	65,440	4,687
Unreserved:					
Designated for vehicle replacement	-	81,259	-	81,259	161,834
Designated for park and stormwater improvements	-	-	7,808,775	7,808,775	-
Undesignated	316,302	-	-	316,302	(267,712)
Total Fund Balances (Deficit)	381,742	81,259	7,808,775	8,271,776	(101,191)
TOTAL LIABILITIES AND FUND EQUITY	\$ 501,095	\$ 81,259	\$ 7,985,760	\$ 8,568,114	\$ 305,613

CITY OF CRESTWOOD, MISSOURI

Supplemental Information - Capital Projects Funds - Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficit)

For the year ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	Capital Improvements	Vehicle Replacement	Park and Stormwater Improvements	Totals	
				2001	2000
REVENUES					
Taxes	\$ 1,751,140	\$ -	\$ 773,678	\$ 2,524,818	\$ 1,803,202
Investment income	5,197	-	54,173	59,370	-
Miscellaneous	13,208	-	-	13,208	-
Total Revenues	1,769,545	-	827,851	2,597,396	1,803,202
EXPENDITURES					
Current:					
Public works	999,882	-	-	999,882	1,305,708
Parks and recreation	-	-	26,304	26,304	-
Capital outlay	4,496	80,575	507,938	593,009	173,437
Debt service:					
Principal retirement	110,583	-	-	110,583	169,178
Interest	9,817	-	-	9,817	18,077
Issuance cost	-	-	36,889	36,889	-
Total Expenditures	1,124,778	80,575	571,131	1,776,484	1,666,400
REVENUES OVER (UNDER) EXPENDITURES	644,767	(80,575)	256,720	820,912	136,802
OTHER FINANCING SOURCES					
Operating transfers in	-	-	-	-	100,000
Proceeds from certificates of participation	-	-	7,552,055	7,552,055	-
Total Other Financing Sources	-	-	7,552,055	7,552,055	100,000
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	644,767	(80,575)	7,808,775	8,372,967	236,802
FUND BALANCES (DEFICIT), JULY 1	(263,025)	161,834	-	(101,191)	(337,993)
FUND BALANCES (DEFICIT), JUNE 30	\$ 381,742	\$ 81,259	\$ 7,808,775	\$ 8,271,776	\$ (101,191)

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - Capital Projects Funds
Schedule of Revenues and Expenditures - Budget and Actual -
Capital Improvements Fund - Budget Basis**

For the year ended June 30, 2001

With comparative totals for the year ended June 30, 2000

(See Independent Auditors' Report)

	2001		Over (Under) Budget	2000 Actual
	Budget	Actual		
REVENUES				
Taxes	\$ 1,976,250	\$ 1,751,140	\$ (225,110)	\$ 1,803,202
Investment income	-	5,197	5,197	-
Miscellaneous	-	13,208	13,208	-
Total Revenues	1,976,250	1,769,545	(206,705)	1,803,202
EXPENDITURES				
Public works:				
General public works services:				
Personal services	-	-	-	67,468
Contractual services	-	8,141	8,141	18,405
Capital outlay	-	-	-	12,024
Street maintenance services:				
Contractual services	-	54,118	54,118	83,498
Commodities	1,225,000	937,623	(287,377)	1,134,636
Capital outlay	60,000	93,130	33,130	53,480
Total Public Works	1,285,000	1,093,012	(191,988)	1,369,511
Public safety:				
Police - capital outlay	27,296	25,599	(1,697)	27,296
Fire - capital outlay	45,000	-	(45,000)	54,832
Total Public Safety	72,296	25,599	(46,697)	82,128
Parks and recreation:				
Parks operations - capital outlay	66,920	66,920	-	66,920
Total Expenditures	1,424,216	1,185,531	(238,685)	1,518,559
REVENUES OVER EXPENDITURES	\$ 552,034	\$ 584,014	\$ 31,980	\$ 284,643

CITY OF CRESTWOOD, MISSOURI

Fiduciary Fund Types

June 30, 2001

(See Independent Auditors' Report)

FIDUCIARY FUND TYPES

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

Expendable Trust Fund - This fund is used to account for assets held in a trustee capacity and related receipts and disbursements for the operation of the Sappington House.

Agency Fund - This fund is used to account for bail bonds posted by individuals awaiting court dates and performance escrows posted by individuals/organizations upon acquiring building permits.

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - Trust and Agency Funds
Combining Balance Sheet**

June 30, 2001

With comparative totals for June 30, 2000

(See Independent Auditors' Report)

	Expendable		Totals	
	Trust	Agency	2001	2000
ASSETS				
Cash and investments	\$ 390,158	\$ 26,002	\$ 416,160	\$ 337,862
Due from other funds	-	92,673	92,673	72,530
TOTAL ASSETS	\$ 390,158	\$ 118,675	\$ 508,833	\$ 410,392
LIABILITIES AND FUND EQUITY				
Liabilities				
Deposits payable	\$ -	\$ 118,675	\$ 118,675	\$ 77,118
Fund Balances				
Unreserved:				
Designated for Sappington House Library	310,167	-	310,167	258,144
Designated for Sappington House - other	79,991	-	79,991	75,130
Total Fund Balances	390,158	-	390,158	333,274
TOTAL LIABILITIES AND FUND EQUITY	\$ 390,158	\$ 118,675	\$ 508,833	\$ 410,392

CITY OF CRESTWOOD, MISSOURI

**Supplemental Information - Agency Fund
Statement of Changes in Assets and Liabilities**

For the year ended June 30, 2001

(See Independent Auditors' Report)

	Balance June 30, 2000	Additions	Deductions	Balance June 30, 2001
ESCROW				
ASSETS				
Cash	\$ 4,588	21,414	-	\$ 26,002
Due from other funds	72,530	28,178	8,035	92,673
TOTAL ASSETS	<u>\$ 77,118</u>	<u>\$ 49,592</u>	<u>\$ 8,035</u>	<u>\$ 118,675</u>
LIABILITIES				
Deposits payable	\$ 77,118	\$ 49,592	\$ 8,035	\$ 118,675