

**CITY OF TWIN OAKS,
MISSOURI**



**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2021**

CITY OF TWIN OAKS, MISSOURI
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2021

Prepared By: City Clerk

CITY OF TWIN OAKS, MISSOURI
ANNUAL COMPREHENSIVE FINANCIAL REPORT

CONTENTS

	PAGE
INTRODUCTORY SECTION:	
List Of Principal Officials	i
GFOA Certificate Of Achievement For Excellence In Financial Reporting	ii
Organizational Chart	iii
Letter Of Transmittal	iv
FINANCIAL SECTION:	
Independent Auditors' Report	1
Management's Discussion And Analysis	4
Basic Financial Statements:	
Statement Of Net Position	11
Statement Of Activities	12
Balance Sheet - Governmental Funds	13
Reconciliation Of The Statement Of Net Position Of Governmental Funds To The Balance Sheet	14
Statement Of Revenues, Expenditures And Changes In Fund Balances - Governmental Funds	15
Reconciliation Of The Statement Of Revenues, Expenditures And Changes In Fund Balances Of Governmental Funds To The Statement Of Activities	16
Notes To Financial Statements	17
REQUIRED SUPPLEMENTARY INFORMATION:	
Budgetary Comparison Schedule - General Fund	31
Budgetary Comparison Schedule - Road Fund	32
Budgetary Comparison Schedule - Parks And Storm Water Fund	33
Note To Required Supplementary Information	34
Schedule Of Changes In Net Pension Liability (Asset) And Related Ratios	35
Schedule Of Employer Contributions	36
SUPPLEMENTAL INFORMATION:	
Budgetary Comparison Schedule - Capital Improvements Fund	37
Budgetary Comparison Schedule - Sewer Lateral Fund	38

CITY OF TWIN OAKS, MISSOURI
ANNUAL COMPREHENSIVE FINANCIAL REPORT

CONTENTS

- continued -

	PAGE
STATISTICAL SECTION:	
Net Position By Component	39
Changes In Net Position	40
Program Revenues By Function/Program	41
Fund Balances - Governmental Funds	42
Changes In Fund Balances - Governmental Funds	43
Tax Revenues By Source - Governmental Funds	44
Assessed Value And Estimated Actual Value Of Taxable Property	45
Direct And Overlapping Property Tax Rates	46
Property Tax Levies And Collections	47
Ratios Of Outstanding Debt By Type	48
Direct And Overlapping Governmental Activities Debt	49
Legal Debt Margin Information	50
Demographic And Economic Statistics	51
Principal Employers	52
Full-Time Equivalent City Government Employees By Function/Program	53
Operating Indicators By Function/Program	54
Capital Asset Statistics By Function/Program	55

INTRODUCTORY SECTION

CITY OF TWIN OAKS, MISSOURI
LIST OF PRINCIPAL OFFICERS

DECEMBER 31, 2021

Elected Officials	Term
Russ Fortune Mayor	April 2021 – April 2023
Lisa Eisenhauer Alderwoman	April 2021 – April 2023
April Milne Alderwoman	April 2020 – April 2022
Tim Stoeckl Alderman	April 2020 – April 2022
Dennis Whitmore Alderman	April 2021 – April 2023



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Twin Oaks
Missouri**

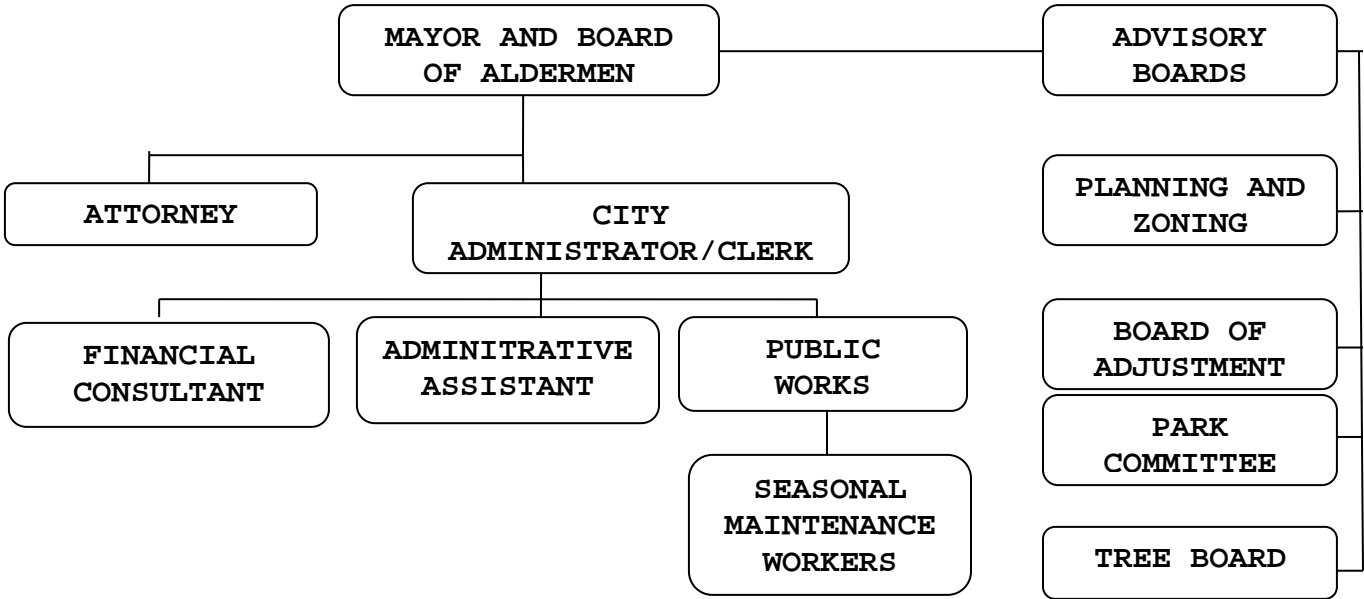
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrill

Executive Director/CEO

**CITY OF TWIN OAKS, MISSOURI
ORGANIZATIONAL CHART**





The Honorable Mayor, Board of Aldermen,
and Citizens of the City of Twin Oaks, Missouri

The Annual Comprehensive Financial Report (ACFR) of the City of Twin Oaks, Missouri (the City) for the fiscal year ending December 31, 2021, is hereby submitted. This report was prepared by the City Clerk/City Administrator and staff. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. The financial statements and supporting schedules have been prepared in accordance with U.S. generally accepted accounting principles (GAAP). To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is designed to fairly present the financial position and results of the various funds and operations of the City.

To provide a reasonable basis for making these representations, management of the City has established internal controls that are designed to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the financial statements in conformance with GAAP. Because the cost of internal controls should not outweigh their benefits, the internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

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

PROFILE OF THE GOVERNMENT

The City was incorporated in 1938 to stop the neighboring communities from annexing the City. The City is a small, fast-growing community with a population of approximately 600, covering approximately 0.27 square miles. Prior to 2016 the City was a Village. During 2016, the residents voted to become a fourth-class city.

In compliance with Missouri State Statutes, the duties of the City are vested in the Board of Aldermen and Mayor. Aldermen are elected at large and hold two year terms. Two Aldermen run in the even numbered years and two in the odd numbered years. The Mayor runs for a two-year term in odd numbered years.

The City is located in Southwest St. Louis County at the intersection of Highway 141 and County arterial Big Bend Road with easy access to I-44, I-270, and Highway 40 (I-64).

ECONOMIC CONDITION

The City relies on retail sales tax collections from local businesses as its primary source of revenue electing not to assess taxes on personal, or residential real property. The commercial real property tax has been levied since 2012.

Housing sales within the City follow national trends and the City has seen an increase in home sales throughout the community. In the last year, home values have increased markedly and the City continues to be a desirable community in which to live due to our low taxes, superior services, and proximity to shopping and major highways.

MAJOR INITIATIVES

For a number of years, the City relied on Big Bend Square Shopping Center for a majority of its revenue. Following the completion of Highway 141, the City has experienced a steady stream of commercial development. Walgreen's opened a new store in 2005, Commerce Bank opened in 2006, another bank, Regions Bank, opened in 2020, Schnucks opened a new store in January 2007, and Shop N' Save opened a new store in November 2007. While the Shop N' Save store closed in 2018, discount grocery Aldi's and Westlake Ace Hardware will soon occupy 80 percent of the former retail space. Aldi's is currently estimated to open in fall 2022 and Ace Hardware in spring 2023. Coincidental with the closure of the Shop N' Save store, in the 2018 – 2019 timeframe, the City saw a substantial shift of trade to the nearby Schnucks Markets store. In 2021, Dunkin Donuts opened a store in the City.

In 2019, the Big Bend Square Redevelopment project was completed. This mixed-use development included a facelift for all existing businesses within the shopping area as well as new buildings and additional retail establishments. The most substantial feature of the redevelopment is "The Village of Twin Oaks," which features 219 new apartments with all the amenities. As a result, the population of Twin Oaks has increased by more than 50%.

LONG-TERM FINANCIAL PLANNING

The voters have approved a ½ cent capital improvement sales tax. These funds are being used for major re-construction projects. In addition, the funds from this sales tax are being reviewed for future street and infrastructure projects.

The voters also passed a ½ cent sales tax for parks and stormwater. The City utilizes these funds for improvements to its park and general park services as well as stormwater mitigation projects.

In late 2021, the City entered discussions with its bank, the sole owner of its Certificates of Participation, regarding extension of the term of this debt. The transaction was closed effective April 1, 2022 with the term of the debt being extended five years to April 2032, thereby avoiding the need to make a balloon payment in April 2027, or re-negotiate the term of the debt at that time.

RELEVANT FINANCIAL POLICIES

In 2021, the City continued its policy of not assessing property taxes to residential and personal property.

INDEPENDENT AUDIT

City ordinances require an annual audit by independent certified public accountants. The certified public accounting firm of Botz, Deal and Company, P.C. was selected by the Board of Aldermen to perform this year's audit. The auditor's report is included in this report.

AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Finance Reporting to the City for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended December 31, 2020. This was the 14th year the City achieved this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized ACFR. Such ACFR must satisfy both GAAP and applicable legal requirements.

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

The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. The City will continue to work toward receiving this award as a commitment to the Board of Aldermen and the general public that we are committed to the highest standards in government financial reporting.

ACKNOWLEDGMENTS

The preparation of the ACFR on a timely basis was made possible by the dedicated service and cooperation of the entire staff of the City. Each member has my sincere appreciation for their contributions made in the preparation of this report. We would also like to acknowledge the assistance of our independent public accountants, Botz, Deal and Company, P.C., in formulating this report.

In closing, without the support of the Mayor and Board of Aldermen, preparation of this report would not have been possible.

Respectfully submitted,



Frank Johnson
City Clerk/City Administrator

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT



The Honorable Mayor and the Board of Aldermen
CITY OF TWIN OAKS, MISSOURI

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Twin Oaks, Missouri, as of and for the year ended December 31, 2021 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Twin Oaks, Missouri, as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Twin Oaks, Missouri, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, schedule of changes in net pension liability (asset) and related ratios, and schedule of employer contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

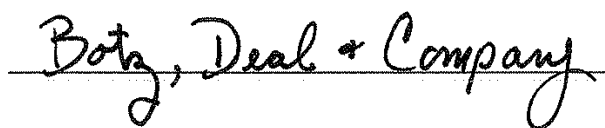
Supplemental Information

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

Other Information

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

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

A handwritten signature in cursive script that reads "Bots, Deal & Company". The signature is written in black ink and is positioned above a horizontal line.

St. Charles, Missouri
May 26, 2022

**CITY OF TWIN OAKS, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

The discussion and analysis of the City of Twin Oaks, Missouri's (the City) financial performance provides an overview and analysis of the City's financial activities for the fiscal year ended December 31, 2021. It should be read in conjunction with the accompanying basic financial statement.

FINANCIAL HIGHLIGHTS

- On a government-wide basis, the assets and deferred outflows of the City of Twin Oaks exceeded its liabilities and deferred inflows for the most recent fiscal year by \$5,503,924. This is an increase of \$48,461 from prior year.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$1,589,422, an increase of \$151,996 in comparison to the prior year.
- At the close of the current fiscal year, the fund balance for the General Fund was \$550,087.
- The City's total long-term liabilities decreased by a net \$92,954 during the current fiscal year as a result of annual payments on certificates of participation.

REPORT LAYOUT

The report consists of the Management's Discussion and Analysis (MD&A), government-wide statements, fund financial statements, notes to the financial statements, required supplementary information, and supplemental information. The first several statements are highly condensed and present a government-wide view of the City's finances. Within this view, all City operations are categorized and reported as either governmental or business-type activities. Governmental activities include basic services such as police, parks, public works, and general government administration. The City currently does not have any business-type activities. These government-wide statements are designed to be more corporate-like in that all activities are consolidated into a total for the City.

Basic Financial Statements

- The Statement of Net Position focuses on resources available for future operation. In simple terms, this statement presents a snap-shot view of the assets the City owns, the liabilities it owes, and the net difference. The net difference is further separated into amounts restricted for specific purposes and unrestricted amounts. Governmental activities reflect capital assets including infrastructure and long-term liabilities. Governmental activities are reported on the full accrual basis of accounting.
- The Statement of Activities focuses on gross and net costs of City programs and the extent to which such programs rely upon general tax and other revenues. This statement summarizes and simplifies the user's analysis to determine the extent to which programs are self-supporting and/or subsidized by general revenues.

- Fund financial statements focus separately on major governmental funds. Governmental fund statements follow the more traditional presentation of financial statements. The City's major governmental funds are presented in their own column. Budgetary comparisons for the General Fund and major special revenue funds are presented as required supplementary information.
- The notes to the financial statements provide additional disclosures required by governmental accounting standards and provide information to assist the reader in understanding the City's financial condition.

The Management's Discussion and Analysis is intended to explain the significant changes in financial position and differences in operation between the current and prior years.

THE CITY AS A WHOLE

COVID-19 Pandemic

It is the rare enterprise that has fared better in pandemic times than in pre-pandemic times. The City is not one of the exceptions. In Fiscal Year 2020, the City experienced an 8.3% decrease in tax revenues, collecting just \$967,000. Tax revenues account for almost 85% of its total revenues. These revenues were equivalent to those in Fiscal Year 2012, when the City collected about \$968,000 in tax revenues.

Seeing tax collections weaken early in the pandemic, the City's Board of Aldermen took decisive action, limiting discretionary spending where possible. This was especially true with respect to general government, park related activities and capital spending. This resulted in the City generating an increase in fund balances of just over \$150,000, of which about \$32,000 were CARES Act receipts.

By the middle of Fiscal Year 2021, tax receipts began to strengthen and remained so until late in the fiscal year. This resurgence of economic activity resulted in total Fiscal Year 2021 revenues of about \$1,278,000. Operating revenues, those excluding ARPA grant receipts, were \$1,238,000; just \$1,000 less than those of Fiscal Year 2013. Fiscal Year 2013 revenues were the highest in the City's history.

At this point, it would seem a logical conclusion that the City, with its unique mix of retail enterprises with concentration in essential product areas like grocery, pharmacy and healthcare, would be out of the "Covid-19 woods." That would be a hasty conclusion. With the Delta and Omicron virus variants continuing to disrupt lives and the economy, sales tax collections began to weaken late in the fiscal year. This weakening caused the City to set its Fiscal Year 2022 sales tax revenues budget at almost 4% less than the City's Fiscal Year 2021 Forecast level.

The foregoing leads to one conclusion. The Covid-19 virus, in all its variants, continues to impact the economy. That said, the City's elected officials will continue to lead the City through this crisis to the best of their abilities.

Government-wide Financial Analysis

The City's net position was \$5,503,924 as of December 31, 2021. This analysis focuses on the net position (Table 1), changes in general revenues (Table 2), and significant expenses of the City's governmental activities.

The City's net position consists of its investment in capital assets (e.g., land, buildings, improvements, vehicles, infrastructure and equipment), less accumulated depreciation and any related debt used to acquire those assets that is still outstanding; restricted balances; and unrestricted balances. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in its 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.

Table 1

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Current and other assets	\$ 1,631,824	\$ 1,505,786	\$ 126,038
Net pension asset	84,089	-	84,089
Capital assets	<u>5,127,801</u>	<u>5,348,040</u>	<u>(220,239)</u>
Total assets	<u>6,843,714</u>	<u>6,853,826</u>	<u>(10,112)</u>
Total deferred outflows of resources	<u>9,237</u>	<u>18,377</u>	<u>(9,140)</u>
Current and other liabilities	53,655	75,421	(21,766)
Long-term liabilities	<u>1,221,557</u>	<u>1,341,319</u>	<u>(119,762)</u>
Total liabilities	<u>1,275,212</u>	<u>1,416,740</u>	<u>(141,528)</u>
Total deferred inflows of resources	<u>73,815</u>	<u>-</u>	<u>73,815</u>
Net position:			
Net investment in capital assets	3,913,317	4,042,101	(128,784)
Restricted	1,039,335	919,682	119,653
Unrestricted	<u>551,272</u>	<u>493,680</u>	<u>57,592</u>
Total net position	<u>\$ 5,503,924</u>	<u>\$ 5,455,463</u>	<u>\$ 48,461</u>

Net position, over time, may serve as a useful indicator of a government's financial position. Governmental activities increased the City's net position by \$48,461. The key elements of this increase are as follows:

Table 2

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Revenues:			
Program revenues:			
Charges for service	\$ 97,025	\$ 88,394	\$ 8,631
Operating and			
Capital grants and contributions	37,913	42,763	(4,850)
General revenues:			
Taxes	1,076,950	958,748	118,202
Interest income	1,674	2,947	(1,273)
Miscellaneous	59,674	54,870	4,804
Total revenues	<u>1,273,236</u>	<u>1,147,722</u>	<u>125,514</u>
Expenses:			
General government	439,253	454,102	(14,849)
Sanitation and other health costs	51,401	46,030	5,371
Public safety	138,617	135,475	3,142
Streets	260,563	236,081	24,482
Parks	249,042	190,819	58,223
Stormwater	14,539	14,539	-
Sewer lateral	20,943	3,993	16,950
Interest and fiscal charges	50,417	53,992	(3,575)
Total expenses	<u>1,224,775</u>	<u>1,135,031</u>	<u>89,744</u>
Increase (decrease) in net position	48,461	12,691	35,770
Net position, beginning of year	5,455,463	5,442,772	12,691
Net position, end of year	<u>\$ 5,503,924</u>	<u>\$ 5,455,463</u>	<u>\$ 48,461</u>

Total 2021 revenues of \$1,273,236, shown in Table 2, compared with total revenues of \$1,147,722 in 2020 represents an increase in total revenues of \$125,514, or about 11.0%. Sales taxes increased approximately \$129,000 in 2021 compared to 2020. This increase was offset by a decrease in property taxes.

Total expenses increased by \$89,744 in 2021 compared to 2020. General government expense decreased in part due to the City Administrator vacancy for a quarter of the year. The increase in Park expenses was due to the cancellation of the July 4th and other events as well as less maintenance costs incurred due to the closure of the park for part of the 2020 calendar year due to COVID. Also, Streets expenses increased due to more costs for snow plowing because of more snow events in 2021 compared to 2020.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of the fiscal year 2021, the City had invested in a broad range of capital assets, including public works equipment, buildings, park facilities, and roads (See Table 3). This represents a net decrease (including additions and deductions) of \$220,239 or 3.7% from the prior fiscal year.

Table 3

	2021	2020	Increase (Decrease)
Land and construction in progress	\$ 1,295,701	\$ 1,309,097	\$ (13,396)
Buildings	2,058,455	2,120,606	(62,151)
Building improvements	30,200	31,926	(1,726)
Improvements other than buildings	603,020	666,359	(63,339)
Machinery and equipment	85,475	66,604	18,871
Infrastructure	1,054,950	1,153,448	(98,498)
Total capital assests, net of depreciation	\$ <u>5,127,801</u>	\$ <u>5,348,040</u>	\$ <u>(220,239)</u>

The decrease is mainly a result of depreciation this fiscal year. More detailed information on the City's capital assets is presented in Note 5 of the financial statements.

Debt

At year-end, the City had \$1,214,484 outstanding debt compared to \$1,305,939 at the end of the prior fiscal year.

Table 4

	2021	2020	Increase (Decrease)
Certificates of Participation	\$ 1,214,484	\$ 1,305,939	\$ (91,455)
Compensated absences	7,073	8,572	(1,499)
Total	\$ <u>1,221,557</u>	\$ <u>1,314,511</u>	\$ <u>(92,954)</u>

During the fiscal year, the City made principal payments totaling \$91,455 on the outstanding Certificates of Participation related to the construction of the new City Center. More detailed information on the City's long-term liabilities is presented in Note 6 of the financial statements.

THE CITY'S FUNDS

Governmental Funds

The following table presents the amount of governmental funds revenue from various sources on the modified accrual basis of accounting.

Table 5

	2021	2020	Variance
Taxes	\$ 1,082,056	\$ 967,491	\$ 114,565
Intergovernmental	37,913	42,763	(4,850)
Licenses and fees	86,746	82,695	4,051
Charges for service	5,400	1,900	3,500
Sewer lateral fees	4,879	3,799	1,080
Other revenue	59,674	49,819	9,855
Investment income	1,674	7,998	(6,324)
Total General Fund Revenues	<u>\$ 1,278,342</u>	<u>\$ 1,156,465</u>	<u>\$ 121,877</u>

The increase in total revenues of \$121,877 represents an overall increase in revenue of 10.5%. The increase is due to an increase in sales tax collections which recovered from a reduction caused by COVID in 2020.

At the close of the City's fiscal year on December 31, 2021, the governmental funds of the City reported a combined fund balance of \$1,589,422. This is an increase in fund balance of \$151,996. The primary reason for the increase was expenditures in the Capital Improvements Fund and the Parks and Stormwater Fund significantly below revenues generated in these funds.

General Fund Budgetary Highlights

For 2021, actual revenues in the General Fund were \$688,044 as compared to the amended budget amount of \$656,200. The main change to the budget was additional grant funds received that were not anticipated when the original budget was passed.

For 2021, actual expenditures in the General Fund were \$570,001 compared to the amended budget amount of \$595,200. No significant changes were made to the original budget during 2021. The budgeted expenditures were in line with actual expenditures.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The following is a synopsis of the 2022 budget:

- Over the last few years, the City has experienced significant public and private development. This includes completion of the City's government center as well as two significant mixed-use (commercial and residential) projects which have the potential to double the City's population. These two developments were completed in late 2019. Together, they have increased the City's population by more than 50%.

- It also includes the opening of a Dunkin Donuts in a vacant outlot in Big Bend Square as well as the redevelopment of the former Shop n' Save on Meramec Station Road. Currently, an Aldi's grocery store is slated to open in the space in fall 2022 and an Ace Hardware in spring 2023. These developments will bring additional sales tax revenue, as well as property taxes and business license fees to the City.
- The City concurs with national assessments that while there are significant economic headwinds, primarily in the form of increased inflation and continued uncertainty from the threat of Covid-19, the economy will continue to grow at a moderate pace in 2022.

Revenues and Expenditures

Very late in Fiscal Year 2021, sales tax receipts began to weaken. It is likely that this weakening was the result of Covid-19 variants impacting economic and social activity. Accordingly, in an abundance of caution, the City chose to set budgeted sales tax revenues of about \$978,000 for Fiscal Year 2022. This was about 4%, or about \$36,000, less than Fiscal Year 2021's forecasted sales tax collections of about \$1,014,000.

In light of anticipated weakening of sales tax collections and with an intent to maintain a balanced budget and to continue to accrete cash necessary to make its balloon payment in April 2027, the City reduced budgeted expenses for Fiscal Year 2022 in order to generate an increase in fund balances of about \$55,000. As explained in more detail below, the City has subsequently renegotiated the terms of debt to eliminate the balloon payment.

Debt service

As of December 31, 2020, the total assessed valuation for the City of Twin Oaks was about \$20,613,000. Under State Law, the City is authorized to incur general obligation bond debt totaling no more than ten percent (10%) of the City's assessed valuation, or about \$2,061,300, or twenty percent (20%) for infrastructure related projects. The City's outstanding Certificates of Participation are not considered general obligation bonded debt.

The City's budgeted annual debt service is about \$142,800. This amount is the sum of principal and interest for its Certificates of Participation. Originally, this amount was due in Fiscal Years 2021 through 2026 with the outstanding principal balance of about \$700,000 due in its entirety in April 2027.

In late 2021, the City entered discussions with its bank, the sole owner of its Certificates of Participation, regarding extension of the term of this debt. The transaction was closed effective April 1, 2022 with the term of the debt being extended five years to April 2032, thereby avoiding the need to make a balloon payment in April 2027, or re-negotiate the term of the debt at that time.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives.

If you have questions about this report or need additional financial information, please contact the City office at 1381 Big Bend Road, Twin Oaks, Missouri 63021, or telephone 636-225-7873.

CITY OF TWIN OAKS, MISSOURI
STATEMENT OF NET POSITION
DECEMBER 31, 2021

	Governmental Activities
ASSETS	
Cash and investments	\$ 1,373,845
Restricted cash and investments	136
Taxes receivable	250,280
Accounts receivable - other	75
Prepaid expenses	7,400
Accrued interest	88
Net pension asset	84,089
Capital assets:	
Nondepreciable	1,295,701
Depreciable, net of accumulated depreciation	3,832,100
TOTAL ASSETS	6,843,714
 DEFERRED OUTFLOWS	
Deferred outflow related to pension	9,237
 LIABILITIES	
Accounts payable	25,788
Accrued expenses	8,952
Deposits	6,770
Interest payable	12,145
Noncurrent liabilities:	
Due in one year	98,685
Due in more than one year	1,122,872
TOTAL LIABILITIES	1,275,212
 DEFERRED INFLOWS	
Deferred inflow related to pension	73,815
 NET POSITION	
Net investment in capital assets	3,913,317
Restricted:	
Capital projects	658,610
Parks and storm water projects	327,751
Sewer lateral repairs	49,428
Road projects	3,546
Unrestricted	551,272
TOTAL NET POSITION	\$ 5,503,924

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

CITY OF TWIN OAKS, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021

Functions/Programs	Expenses	Program Revenue			Net (Expense)
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Change in Net Position
Governmental Activities					Governmental Activities
General government	\$ 439,253	\$ 88,246	\$ -	\$ -	\$ (351,007)
Sanitation and other health costs	51,401	-	-	-	(51,401)
Public safety	138,617	-	-	-	(138,617)
Streets	260,563	-	37,913	-	(222,650)
Parks	249,042	3,900	-	-	(245,142)
Stormwater	14,539	-	-	-	(14,539)
Sewer lateral	20,943	4,879	-	-	(16,064)
Interest and fiscal charges	50,417	-	-	-	(50,417)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 1,224,775	\$ 97,025	\$ 37,913	\$ -	(1,089,837)

General revenues:

Taxes:

Property	35,923
Sales	1,031,441
Other	9,586
Investment income	1,674
Other miscellaneous revenue	59,674
TOTAL GENERAL REVENUES	1,138,298

CHANGE IN NET POSITION

48,461

NET POSITION - BEGINNING OF YEAR

5,455,463

NET POSITION - END OF YEAR

\$ 5,503,924

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

CITY OF TWIN OAKS, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	GENERAL	CAPITAL IMPROVEMENTS	PARKS AND STORM WATER	ROAD	NONMAJOR SEWER LATERAL	TOTAL
ASSETS						
Cash and investments	\$ 422,139	\$ 616,961	\$ 286,386	\$ -	\$ 48,359	\$ 1,373,845
Restricted cash and investments	-	136	-	-	-	136
Taxes receivable	149,305	41,513	48,839	9,554	1,069	250,280
Other receivables	75	-	-	-	-	75
Due from other funds	5,349	-	-	-	-	5,349
Other assets	88	-	-	-	-	88
Prepaid items	7,400	-	-	-	-	7,400
TOTAL ASSETS	\$ 584,356	\$ 658,610	\$ 335,225	\$ 9,554	\$ 49,428	\$ 1,637,173
LIABILITIES						
Accounts payable	\$ 18,855	\$ -	\$ 6,274	\$ 659	\$ -	\$ 25,788
Accrued expenses	8,952	-	-	-	-	8,952
Deposits	5,570	-	1,200	-	-	6,770
Due to other funds	-	-	-	5,349	-	5,349
TOTAL LIABILITIES	33,377	-	7,474	6,008	-	46,859
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	892	-	-	-	-	892
FUND BALANCE						
Fund Balances:						
Non-spendable	7,400	-	-	-	-	7,400
Committed - debt repayment	200,087	-	-	-	-	200,087
Restricted:						
Parks and Stormwater projects	-	-	327,751	-	-	327,751
Sewer lateral repairs	-	-	-	-	49,428	49,428
Capital projects	-	658,610	-	-	-	658,610
Road projects	-	-	-	3,546	-	3,546
Unassigned	342,600	-	-	-	-	342,600
TOTAL FUND BALANCE	550,087	658,610	327,751	3,546	49,428	1,589,422
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 584,356	\$ 658,610	\$ 335,225	\$ 9,554	\$ 49,428	\$ 1,637,173

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

CITY OF TWIN OAKS, MISSOURI
RECONCILIATION OF THE STATEMENT OF NET POSITION
OF GOVERNMENTAL FUNDS TO THE BALANCE SHEET
AS OF DECEMBER 31, 2021

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

Total fund balance per balance sheet	\$ 1,589,422
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	5,127,801
The net pension assets reported in governmental activities does not provide current financial resource and, therefore, is not reported in the funds.	84,089
Certain deferred outflows and inflows of resources represent a consumption or acquisition of net position in a future period and, therefore, are not reported in the funds:	
Deferred outflow of resources - related to pension	9,237
Deferred inflow of resources - related to pension	(73,815)
Receivables not collected in the current period are not available to pay current expenditures and, therefore, are deferred in the funds.	892
Accrued interest payable recorded in the statement of net position does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.	(12,145)
Long-term liabilities, including certificates of participation and accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(1,221,557)</u>
Net position of governmental activities	<u><u>\$ 5,503,924</u></u>

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

CITY OF TWIN OAKS, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	GENERAL	CAPITAL IMPROVEMENTS	PARKS AND STORM WATER	ROAD	NONMAJOR SEWER LATERAL	TOTAL
REVENUES						
Taxes	\$ 532,048	\$ 248,598	\$ 301,410	\$ -	\$ -	\$ 1,082,056
Intergovernmental	6,446	-	-	31,467	-	37,913
Licenses and fees	86,746	-	-	-	-	86,746
Charges for services	1,500	-	3,900	-	-	5,400
Sewer lateral fees	-	-	-	-	4,879	4,879
Other revenue	59,674	-	-	-	-	59,674
Investment income - interest	1,630	-	-	-	44	1,674
TOTAL REVENUES	<u>688,044</u>	<u>248,598</u>	<u>305,310</u>	<u>31,467</u>	<u>4,923</u>	<u>1,278,342</u>
EXPENDITURES						
Current:						
General government	380,925	-	-	-	-	380,925
Sanitation and other health costs	51,401	-	-	-	-	51,401
Public safety	137,675	-	-	-	-	137,675
Streets	-	-	-	143,705	-	143,705
Parks	-	-	152,192	-	-	152,192
Capital outlay	-	26,883	31,113	38,723	20,943	117,662
Debt service:						
Principal, interest and fiscal charges	-	142,786	-	-	-	142,786
TOTAL EXPENDITURES	<u>570,001</u>	<u>169,669</u>	<u>183,305</u>	<u>182,428</u>	<u>20,943</u>	<u>1,126,346</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	118,043	78,929	122,005	(150,961)	(16,020)	151,996
OTHER FINANCING SOURCES (USES)						
Transfers in (out)	(85,700)	(11,020)	(57,200)	153,920	-	-
CHANGE IN FUND BALANCES	32,343	67,909	64,805	2,959	(16,020)	151,996
FUND BALANCES - BEGINNING OF YEAR	517,744	590,701	262,946	587	65,448	1,437,426
FUND BALANCES - END OF YEAR	<u>\$ 550,087</u>	<u>\$ 658,610</u>	<u>\$ 327,751</u>	<u>\$ 3,546</u>	<u>\$ 49,428</u>	<u>\$ 1,589,422</u>

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

CITY OF TWIN OAKS, 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 DECEMBER 31, 2021**

Amounts reported for governmental activities in the statement of revenues, expenses,
 and changes in net position are different because:

Change in fund balance-total governmental funds	\$ 151,996
Revenues that do not provide current financial resources are not included in the fund financial statements.	(5,106)
The acquisition of capital assets requires the use of current financial resources but has no effect on net position.	41,314
The cost of capital assets is allocated over their estimated useful lives and are reported as depreciation expense in the statement of activities.	(248,157)
The net effect of other miscellaneous transactions involving capital assets (i.e. sales or trade-ins) that decrease net position.	(13,396)
Interest is reported as an expenditure when due in the governmental funds but is accrued in the statement of activities.	914
Expenses related to providing pension benefits are reported using a different measurement focus in the statement of activities compared to the the governmental fund statements. Therefore, expeditures in the governmental fund were different from the expense reported in the statement of activities.	27,942
The costs of providing employee benefits in future periods are recognized as a expense in the statement of activities when the benefit is earned, however it is not recognized as an expenditure until paid in the funds.	1,499
Repayment of long-term debt principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position.	<u>91,455</u>
	<u><u>\$ 48,461</u></u>

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

CITY OF TWIN OAKS, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The Village of Twin Oaks, Missouri was incorporated May 17, 1938. Voters approved transitioning to 4th Class City status in November 2016. The City of Twin Oaks, Missouri (the City) is a municipality governed by an elected four member board of aldermen and a mayor. The City applies the criteria set forth by GASB, to determine which governmental organizations should be included in the reporting entity. The inclusion or exclusion of component units is based on the elected officials' accountability to their constituents. The financial reporting entity follows the same accountability. In addition, the financial statements of the reporting entity should allow the user to distinguish between the primary government (including its blended component units, which are, in substance, part of the primary government) and discretely presented component units. Criteria for inclusion of an entity into the primary governmental unit (in blended or discrete presentation) includes, but is not limited to, legal standing, fiscal dependency, imposition of will and the primary recipient of services. The City presently has no component units included within its reporting entity.

B. BASIC FINANCIAL STATEMENTS

Basic financial statements consist of the following:

- Government-wide financial statements
- Fund financial statements, and
- Notes to the basic financial statements.

The government-wide financial statements consist of the statement of net position and the statement of activities of the Primary Government. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. All internal balances in the statement of net position have been eliminated.

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Program revenue includes charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity and grants and contributions. Taxes and other items not included among program revenues are reported instead as general revenues.

Separate fund based financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. GASB No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses of either fund category for the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined, if applicable, in a column in the fund financial statements.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

C. **MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned or, for property tax revenues, in the period for which levied. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified-accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City in general considers revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due.

For the governmental funds financial statements, the City considers all revenues susceptible to accrual and recognizes revenue if the accrual criteria are met. Specifically, sales taxes, franchise taxes, licenses, interest, special assessments, charges for services, and other miscellaneous revenue are considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period.

The accounts of the City are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions.

The City reports the following major governmental funds:

The General Fund - The City's primary operating fund, which accounts for all the financial resources and the legally authorized activities of the City except those required to be accounted for in other specialized funds.

The Capital Improvements Fund - The City uses this fund to account for sales tax revenue designated for the acquisition or construction of major capital facilities and improvements. It is mainly funded by a dedicated ½-cent capital improvements sales tax.

The Parks and Storm Water Fund - The City uses this special revenue fund to account for financial resources designated for parks and stormwater detention improvements. It is mainly funded by a dedicated ½-cent parks/stormwater sales tax.

Road Fund - The City uses this special revenue fund to account for financial resources designated for construction of major road improvements as well as road maintenance. It is funded by dedicated sales and property tax.

The other governmental fund of the City is considered nonmajor. It is a special revenue fund which accounts for specific revenue sources that are legally restricted to expenditures for specific purposes.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

D. **NET POSITION AND FUND BALANCE**

The City's net position is reported in three categories: net investment in capital assets, restricted, and unrestricted. Net investment in capital assets represents capital assets less accumulated depreciation less outstanding principal on related debt. Net investment in capital assets does not include the unspent proceeds of capital debt. Restricted net position represents net position restricted by parties outside of the City (such as creditors, grantors, contributors, laws and regulations of other governments). All other net position is considered unrestricted. It is the City's policy to use restricted funds before unrestricted funds.

Fund Balance Classification - The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable - Resources which cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted - Resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Committed - Resources which are subject to limitations the government imposes upon itself at its highest level of decision making (ordinance), and that remain binding unless removed in the same manner.

Assigned - Resources neither restricted nor committed for which a government has a stated intended use as established by the Board of Alderman or an official to which the Board of Alderman has delegated the authority to assign amounts for specific purposes. Currently, the Board of Alderman has not delegated this authority to anyone.

Unassigned - Resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

The City would typically use restricted fund balances first, followed by committed resources and assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first.

E. **PREPAID ITEMS**

Payments made to vendors for services that will benefit periods beyond the fiscal year end are recorded as prepaid items using the consumption method.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

F. **CAPITAL ASSETS**

Capital assets, which include land, construction in process, buildings and improvements, equipment, furniture and fixtures, and infrastructure assets (e.g., roads, sidewalks, traffic lights, street lights, sewer lines and similar items), are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of \$1,500 or more and an estimated useful life in excess of one year. Donated capital assets are recorded at acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives is not capitalized.

Capital assets of the City are depreciated using a straight-line method over the following estimated useful lives:

<u>Major Group</u>	<u>Life</u>
Buildings and improvements	15 - 40 years
Improvements other than buildings	15 - 20 years
Machinery and equipment	3 - 10 years
Furniture and fixtures	7 - 20 years
Infrastructure	20 - 30 years

As a result of the implementation of GASB 34, the City has accounted for infrastructure assets on its financial statements. The government-wide financial statements do not reflect those infrastructure assets completed prior to January 1, 2004. From that point forward, new infrastructure has been added to the records while the retroactive historical value of the City's infrastructure assets has not been added.

G. **ESTIMATES**

Management of the City use estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure or nondisclosure of contingent assets and liabilities, if any, and the reported revenues and expenses. Actual results could vary from the estimates that management use.

H. **DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND UNEARNED REVENUE**

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflow of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports Deferred Outflows/Inflows of Resources as follows:

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

H. **DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND UNEARNED REVENUE** - continued

Unavailable Revenues - Unavailable revenue is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues for property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Pension - Deferred outflows and inflows of resources are reported in the government-wide statement of net position related to the pension plan. Deferred outflows represent the deferral of the City's employer contributions subsequent to the net pension liability measurement date of June 30, 2021, as well as the difference between expected and actual plan experience. A deferred inflow of resources is reported for the difference between expected and actual plan experience and the net difference between projected and actual earnings on pension plan investments.

I. **COMPENSATED ABSENCES**

City employees earn vacation at varying rates based upon their length of service. Permanent full-time and part-time employees who are separated from service are compensated for vacation accrued up to the date of separation. All vacation pay is accrued when earned in the government-wide financial statements.

City employees earn sick leave at varying rates based upon their 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. Compensated absences are generally liquidated by the funds in which they originate and within the following year.

J. **PENSIONS**

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

2. **BUDGETARY DATA**

The Board of Alderman adopts an annual budget which covers all funds. The budget includes proposed expenditures and means of financing and is approved at the conclusion of numerous proceedings with input from citizens and City personnel. All amendments to the budget are approved by the Board of Alderman. Legal budget control is maintained at the fund level. The budget is maintained on a basis consistent with generally accepted accounting principles.

3. CASH AND INVESTMENTS

Cash - The City maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is shown on the balance sheet as cash and investments.

The City's bank deposits are required by state law to be collateralized by the deposit of certain securities in an amount at least equal to the uninsured deposits with the financial institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporations. As of December 31, 2021, the City's bank deposits totaled \$1,410,385. The bank balances were covered by federal depository insurance in the amount of \$376,850 and the remainder was covered by collateral pledged in the name of the City and held by the pledging bank's trust department or agent.

Restricted Cash and Investments - Cash and investments are restricted for debt service reserves as of December 31, 2021.

Investments - Statutes authorize the City to invest in obligations of the U.S. Treasury, agencies, and instrumentalities, certain commercial paper, and certificates of deposit if the depository selected has deposited securities under the provisions of Sections 110.010 and 110.020, RSMo.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City places no limit on the amount that it may invest in any one issuer. The City is only invested in a Money Market Fund.

Interest rate risk for an investment is the risk that the fair value of securities will fall due to changes in general interest rates. The City does not currently have investments subject to interest rate risk.

4. PROPERTY TAX

The City's property tax is levied in September each year on the assessed value listed as of the previous January 1 for all real and personal property located in the City. The assessed value of commercial real estate at January 1, 2021, upon which the 2021 levy was based, amounted to \$9,867,883. The tax rates per \$100 of assessed value is \$.4190 for commercial property. The total assessed value of all property within the City was \$23,477,263.

Property taxes attach as an enforceable lien on property as of January 1. Taxes levied in September or October are due and payable prior to December 31. All unpaid taxes become delinquent after December 31. Property tax levied for 2021 and prior years which remain uncollected at December 31, 2021 are recorded as receivables.

5. **CAPITAL ASSETS**

Capital asset activity for the primary government for the year ended December 31, 2021 is as follows:

	Balance, Beginning Of Year	Additions	Deductions	Balance, End Of Year
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 1,295,701	\$ -	\$ -	\$ 1,295,701
Construction in progress	13,396	-	(13,396)	-
Total capital assets, not being depreciated	<u>1,309,097</u>	<u>-</u>	<u>(13,396)</u>	<u>1,295,701</u>
Capital assets, being depreciated:				
Buildings	2,353,824	-	-	2,353,824
Building improvements	71,030	-	-	71,030
Improvements other than buildings	1,478,261	14,431	-	1,492,692
Machinery and equipment	93,236	26,883	-	120,119
Furniture and fixtures	44,271	-	-	44,271
Infrastructure	2,049,009	-	-	2,049,009
Total capital assets, being depreciated	<u>6,089,631</u>	<u>41,314</u>	<u>-</u>	<u>6,130,945</u>
Less accumulated depreciation for:				
Buildings	(233,218)	(62,151)	-	(295,369)
Building improvements	(39,104)	(1,726)	-	(40,830)
Improvements other than buildings	(811,902)	(77,770)	-	(889,672)
Machinery and equipment	(56,593)	(5,827)	-	(62,420)
Furniture and fixtures	(14,310)	(2,185)	-	(16,495)
Infrastructure	(895,561)	(98,498)	-	(994,059)
Total accumulated depreciation	<u>(2,050,688)</u>	<u>(248,157)</u>	<u>-</u>	<u>(2,298,845)</u>
Total capital assets, being depreciated, net	<u>4,038,943</u>	<u>(206,843)</u>	<u>-</u>	<u>3,832,100</u>
Total governmental activities	<u>\$ 5,348,040</u>	<u>\$ (206,843)</u>	<u>\$ (13,396)</u>	<u>\$ 5,127,801</u>

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

Governmental activities:	
General government	\$ 59,917
Police	942
Parks	86,035
Stormwater	14,539
Streets	86,724
Total depreciation expense	<u>\$ 248,157</u>

6. **LONG-TERM DEBT**

CERTIFICATES OF PARTICIPATION

On April 7, 2017, the City issued Certificates of Participation, Series 2017 in the amount of \$1,600,000 to provide funds to be used to acquire, construct, furnish, and equip a new municipal complex in the City. The Certificate of Participation has an interest rate of 4.0% and maturity date of April 1, 2027. At December 31, 2021 the outstanding balance on the certificates of participation was \$1,214,484.

In connection with the Certificates of Participation, the City leases the building from U.S. Bank National Association, as Trustee, under a base lease and entered into an annually renewable lease purchase agreement to lease the building back from U.S. Bank National Association. The lease terms are renewable annually at the option of the City with the final renewal term not to extend beyond April 1, 2027. Total capital assets acquired under this lease amounted to \$2,062,982 with accumulated depreciation totaling \$197,702.

Future maturities are as follows:

	For the Year ending December 31	Principal	Interest	Total
2022	\$	95,149	\$ 47,637	\$ 142,786
2023		98,993	43,793	142,786
2024		102,992	39,794	142,786
2025		107,153	35,633	142,786
2026		111,482	31,304	142,786
2027		698,715	13,973	712,688
	\$	<u>1,214,484</u>	<u>\$ 212,134</u>	<u>\$ 1,426,618</u>

On April 1, 2022, the city refinanced the current certificates of participation and extended the maturity date to April 1, 2032.

The following is a summary of changes in long-term debt:

	Beginning Of Year	Additions	Reductions	End Of Year	Amounts Due in One Year
Certificates of Participation	\$ 1,305,939	\$ -	\$ (91,455)	\$ 1,214,484	\$ 95,149
Compensated absences	8,572	9,465	(10,964)	7,073	3,536
	<u>\$ 1,314,511</u>	<u>\$ 9,465</u>	<u>\$ (102,419)</u>	<u>\$ 1,221,557</u>	<u>\$ 98,685</u>

Funds to pay accrued compensated absences are expected to be provided by the General Fund. The certificates of participation are expected to be serviced by the Capital Improvements Fund.

7. **INTERFUND TRANSACTIONS**

All revenue and expenditures are recorded through the General Fund cash receipts and disbursements records. This method results in the necessity of maintaining interfund accounts receivable and payable to provide fund accountability. As of December 31, 2021, the Road Fund owes the General Fund for general administrative expenses. The interfund balances at December 31, 2021 are as follows:

	<u>DUE FROM</u>	<u>DUE TO</u>
Major Governmental Funds:		
General Fund	\$ 5,349	\$ -
Road Fund	-	5,349

Interfund transfers are used to move resources from a fund budgeted to collect the revenue to the fund through which the resources are to be expended; to provide additional resources for debt service; and to provide funding for certain capital improvement projects. Such transfers are reported as other financing sources and uses. The following transfers were made during the fiscal year ending December 31, 2021:

	<u>TRANSFER IN</u>	<u>TRANSFER OUT</u>
Major Governmental Funds:		
Road Fund	\$ 153,920	\$ -
General Fund	-	85,700
Parks and Stormwater Fund	-	57,200
Capital Improvement Fund	-	11,020
	<u>\$ 153,920</u>	<u>\$ 153,920</u>

8. **PENSION PLAN**

Plan Description

The City’s defined benefit pension plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. The City participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org.

9. **PENSION PLAN** - continued

Benefits Provided

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

	<u>2020</u>
Benefit Program	1.50% for life
Final Average Salary	3 years
Member Contribution Rate	4%

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

Employees Covered By Benefit Terms

At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	2
Inactive employees entitled to but not yet receiving benefits	4
Active employees	<u>4</u>
TOTAL	<u><u>10</u></u>

Contributions - The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer contribute 4% of the gross pay to their pension plan. Employer contribution rates were 10.4% (General) of annual covered payroll.

Net Pension Liability (Asset) - The employer’s net pension liability (asset) was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of February 28, 2021.

Actuarial assumptions - The total pension liability in the February 28, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage; 2.25% price
Salary Increase	2.75% to 6.75% including inflation
Investment rate of return	7.00%

9. **PENSION PLAN** - continued

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

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

The actuarial assumptions used in the February 28, 2021 valuation were based on the results of an actuarial experience study for the period March 1, 2010 through February 28, 2015.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	43.00%	5.29%
Fixed Income	26.00	2.23
Real Assets/real return	21.00	3.31
Strategic Assets	10.00	5.73

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

9. **PENSION PLAN** - continued

Changes in the Net Pension Liability (Asset)

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
	<u> </u>	<u> </u>	<u> </u>
Balances as of June 30, 2020	\$ 418,298	\$ 391,490	\$ 26,808
Changes for the year:			
Service cost	20,219	-	20,219
Interest	30,431	-	30,431
Differences between expected and actual experience	(12,414)	-	(12,414)
Change in assumptions	(11,923)	-	(11,923)
Contributions - employer	-	15,703	(15,703)
Contributions - employee	-	6,090	(6,090)
Net investment income	-	119,600	(119,600)
Benefit payments	(17,280)	(17,280)	-
Administrative expense	-	(925)	925
Other (net transfer)	-	(3,258)	3,258
Net Changes	<u>9,033</u>	<u>119,930</u>	<u>(110,897)</u>
Balances as of June 30, 2021	\$ <u>427,331</u>	\$ <u>511,420</u>	\$ <u>(84,089)</u>

Sensitivity of the net pension liability (asset) to changes in the discount rate - The following presents the Net Pension Liability (Asset) of the employer, calculated using the discount rate of 7.0%, as well as what the employer's Net Pension Liability (Asset) would be using a discount rate that is one percentage point lower (6.0%) or one percentage point higher (8.0%) than the current rate.

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
	<u> </u>	<u> </u>	<u> </u>
Net Pension Liability (Asset)	\$ (28,302)	\$ (84,089)	\$ (130,633)

9. **PENSION PLAN** - continued

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

For the year ended June 30, 2021 the employer recognized negative pension expense of \$9,723. The employer reported deferred outflows and inflows of resources related to the pension from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Difference between expected and actual experience	\$ 85	\$ 6,121
Changes in assumptions	-	5,879
Net difference between projected and actual earning on pension plan investments	-	61,815
Employer contributions subsequent to the measurement date	<u>9,152</u>	<u>-</u>
	<u>\$ 9,237</u>	<u>\$ 73,815</u>

The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Net Pension Liability (Asset) in the next fiscal year.

The other amounts reported as deferred outflows and inflows of resources related to the pension will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2022	\$ (28,246)
2023	(13,511)
2024	(13,732)
2025	(18,241)

10. **COMMITMENTS AND CONTINGENCIES**

The City contracts with the St. Louis County Police Department to provide public safety related services. Payments for services for the year ended December 31, 2021 amount to \$137,675. This amount can be adjusted when both parties agree that special circumstances arise which require additional related costs.

From time to time, the City is a party to various pending claims and legal actions arising in the ordinary course of its operations. Although the outcome of such matters cannot be forecast with certainty, in the opinion of management, all such matters are adequately covered by insurance, or if not covered, are without merit or involve amounts such that an unfavorable disposition would not have a material effect on the financial statements of the City.

11. **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 maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Claims have not exceeded coverage in the last three years. The City also maintains insurance coverage for loss of tax revenue that results from businesses within the City suspending operations due to direct physical loss or damage. Recoveries are limited to a deductible of \$1,000 per event, as well as to losses of certain larger stores. Losses are capped in the aggregate at \$925,000.

12. **SUBSEQUENT EVENT**

Management has evaluated subsequent events through the date of the audit report which is the date the financial statements were available to be issued.

On April 1, 2022, the City signed documents to refinance its current Certificates of Participation, extending the maturity date by five years to 2032. This will avoid a balloon payment being due in 2027.

13. **UNCERTAINTY DUE TO COVID-19**

During the first quarter of 2020, there was a global outbreak of a novel strain of the coronavirus (COVID-19), which resulted in a significant disruption to businesses and individuals throughout the world. This outbreak of COVID-19, could significantly affect the operations and future revenue and expenses of the City. At the time these financial statements were issued, the City is unable to fully quantify the current and future effects of COVID-19 on its financial position and future revenues and expenses. No adjustments have been made to the financial statements for the affects of COVID-19.

14. **PENDING GOVERNMENTAL ACCOUNTING STANDARDS**

The effect on the City's financial statements of the following statements issued, but not yet adopted, has not yet been determined.

This report does not incorporate GASB Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred before the end of a Construction Period*, GASB Statement No. 91, *Conduit Debt Obligations*, GASB Statement No. 92, *Omnibus 2020*, GASB Statement No. 93, *Replacement of Interbank Offered Rates*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, GASB Statement No. 96, *Subscription-Based Information Technology Arrangement* and Statement No. 97, *"Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. The effects of the City's financial statements as a result of adoption of these new pronouncements are unknown. The City will adopt and implement these statements at the required time.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF TWIN OAKS, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 489,700	\$ 497,000	\$ 532,048	\$ 35,048
Intergovernmental	5,000	46,300	6,446	(39,854)
Licenses and fees	67,800	91,900	86,746	(5,154)
Charges for service	1,500	-	1,500	1,500
Other revenue	20,300	19,300	59,674	40,374
Investment income - interest	700	1,700	1,630	(70)
TOTAL REVENUES	<u>585,000</u>	<u>656,200</u>	<u>688,044</u>	<u>31,844</u>
EXPENDITURES				
Current:				
General government	400,400	410,800	380,925	29,875
Sanitation and other health costs	46,900	47,600	51,401	(3,801)
Public safety	131,700	136,800	137,675	(875)
TOTAL EXPENDITURES	<u>579,000</u>	<u>595,200</u>	<u>570,001</u>	<u>25,199</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	6,000	61,000	118,043	57,043
OTHER FINANCING SOURCES				
Transfers in (out)	<u>(85,700)</u>	<u>(85,700)</u>	<u>(85,700)</u>	<u>-</u>
CHANGE IN FUND BALANCE	(79,700)	(24,700)	32,343	<u>\$ 57,043</u>
FUND BALANCE - BEGINNING OF YEAR	<u>517,744</u>	<u>517,744</u>	<u>517,744</u>	
FUND BALANCE - END OF YEAR	<u>\$ 438,044</u>	<u>\$ 493,044</u>	<u>\$ 550,087</u>	

CITY OF TWIN OAKS, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
ROAD FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Intergovernmental	\$ 41,800	\$ 32,800	\$ 31,467	\$ (1,333)
Other revenue	-	-	-	-
TOTAL REVENUES	<u>41,800</u>	<u>32,800</u>	<u>31,467</u>	<u>(1,333)</u>
EXPENDITURES				
Current:				
Streets	150,500	156,000	143,705	12,295
Capital outlay	100,000	45,700	38,723	6,977
TOTAL EXPENDITURES	<u>250,500</u>	<u>201,700</u>	<u>182,428</u>	<u>19,272</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(208,700)	(168,900)	(150,961)	(20,605)
OTHER FINANCING SOURCES				
Transfers in (out)	208,700	168,900	153,920	(14,980)
CHANGE IN FUND BALANCE	-	-	2,959	<u>\$ 2,959</u>
FUND BALANCE - BEGINNING OF YEAR	<u>587</u>	<u>587</u>	<u>587</u>	
FUND BALANCE - END OF YEAR	<u>\$ 587</u>	<u>\$ 587</u>	<u>\$ 3,546</u>	

CITY OF TWIN OAKS, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
PARKS AND STORM WATER FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 276,600	\$ 257,300	\$ 301,410	\$ 44,110
Other revenue	400	4,100	3,900	(200)
TOTAL REVENUES	<u>277,000</u>	<u>261,400</u>	<u>305,310</u>	<u>43,910</u>
EXPENDITURES				
Current:				
Parks	168,400	159,400	152,192	7,208
Capital outlay	-	30,200	31,113	(913)
TOTAL EXPENDITURES	<u>168,400</u>	<u>189,600</u>	<u>183,305</u>	<u>6,295</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	108,600	71,800	122,005	50,205
OTHER FINANCING USES				
Transfers in (out)	<u>(57,200)</u>	<u>(57,200)</u>	<u>(57,200)</u>	<u>-</u>
CHANGE IN FUND BALANCE	51,400	14,600	64,805	<u>\$ 50,205</u>
FUND BALANCE - BEGINNING OF YEAR	<u>262,946</u>	<u>262,946</u>	<u>262,946</u>	
FUND BALANCE - END OF YEAR	<u>\$ 314,346</u>	<u>\$ 277,546</u>	<u>\$ 327,751</u>	

CITY OF TWIN OAKS, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021

1. BUDGETARY INFORMATION

The City prepares its budget on a basis consistent with generally accepted accounting principles. The budgetary process is detailed in footnote 2 of the notes to the financial statements.

CITY OF TWIN OAKS, MISSOURI
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
 YEARS ENDING JUNE 30,

	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability							
Service cost	\$ 20,219	\$ 20,537	\$ 17,494	\$ 15,236	\$ 12,275	\$ 9,923	\$ 12,619
Interest on the total pension liability	30,431	27,559	23,606	19,509	17,281	13,817	14,510
Change of benefit terms	-	-	-	-	-	-	-
Difference between expected and actual experience	(12,414)	1,109	13,320	21,117	(274)	18,003	(35,372)
Changes of assumptions	(11,923)	-	-	-	-	4,879	-
Benefit payments, including refunds	(17,280)	(1,863)	(932)	-	-	-	-
Net change in total pension liability	<u>9,033</u>	<u>47,342</u>	<u>53,488</u>	<u>55,862</u>	<u>29,282</u>	<u>46,622</u>	<u>(8,243)</u>
Total pension liability - beginning	<u>418,298</u>	<u>370,956</u>	<u>317,468</u>	<u>261,606</u>	<u>232,324</u>	<u>185,702</u>	<u>193,945</u>
Total pension liability - ending	<u>\$ 427,331</u>	<u>\$ 418,298</u>	<u>\$ 370,956</u>	<u>\$ 317,468</u>	<u>\$ 261,606</u>	<u>\$ 232,324</u>	<u>\$ 185,702</u>
Plan Fiduciary Net Position							
Contributions-employer	\$ 15,703	\$ 14,882	\$ 15,076	\$ 11,385	\$ 9,915	\$ 9,154	\$ 8,457
Contributions-employee	6,090	6,108	6,776	5,516	5,048	4,605	4,381
Net investment income	119,600	4,828	23,191	34,594	28,434	(791)	3,922
Benefit payments, including refunds	(17,280)	(1,863)	(932)	-	-	-	-
Pension plan administrative expense	(925)	(1,076)	(967)	(683)	(590)	(505)	(559)
Other (net transfer)	(3,258)	(53)	260	(410)	(325)	(227)	8,842
Net change in plan fiduciary net position	<u>119,930</u>	<u>22,826</u>	<u>43,404</u>	<u>50,402</u>	<u>42,482</u>	<u>12,236</u>	<u>25,043</u>
Plan fiduciary net position - beginning	<u>391,490</u>	<u>368,664</u>	<u>325,260</u>	<u>274,858</u>	<u>232,376</u>	<u>220,140</u>	<u>195,097</u>
Plan fiduciary net position - ending	<u>\$ 511,420</u>	<u>\$ 391,490</u>	<u>\$ 368,664</u>	<u>\$ 325,260</u>	<u>\$ 274,858</u>	<u>\$ 232,376</u>	<u>\$ 220,140</u>
Employer net pension liability (asset)	<u>\$ (84,089)</u>	<u>\$ 26,808</u>	<u>\$ 2,292</u>	<u>\$ (7,792)</u>	<u>\$ (13,252)</u>	<u>\$ (52)</u>	<u>\$ (34,438)</u>
Plan fiduciary net position as a percentage of the total pension liability	119.68 %	93.59 %	99.38 %	102.45 %	105.07 %	100.02 %	118.54 %
Covered payroll	\$ 166,704	\$ 172,159	\$ 167,964	\$ 132,538	\$ 123,921	\$ 90,810	\$ 85,641
Employer's net pension liability (asset) as a percentage of covered payroll	(50.44) %	15.57 %	1.36 %	(5.88) %	(10.69) %	(0.06) %	(40.21) %

Notes to schedule:

Information for years prior to 2015 is not available. Amounts presented for the year end were determined as of June 30, the measurement date.

CITY OF TWIN OAKS, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST TEN FISCAL YEARS

Year ended December 31,	Actuarial Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2012	\$ 13,342	\$ 13,342	\$ -	\$ 168,891	7.9 %
2013	9,233	9,233	-	119,913	7.7
2014	8,626	8,626	-	118,166	7.3
2015	9,732	9,732	-	118,681	8.2
2016	8,294	8,294	-	109,126	7.6
2017	10,582	10,582	-	130,645	8.1
2018	13,183	13,183	-	156,933	8.4
2019	16,264	16,093	171	171,198	9.4
2020	13,373	13,373	-	131,111	10.2
2021	18,219	18,219	-	175,183	10.4

Notes to Schedule of Contributions

Valuation date: 02/28/21

Notes: The roll-forward of total pension liability from February 28, 2021 to June 30, 2021 reflects expected service cost and interest reduced by actual benefit payments.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal and Modified Terminal Funding
Amortization method	Level percentage of payroll, closed
Remaining amortization period	Multiple bases from 12 to 15 years
Asset valuation method	5-year smoothed market; 20% corridor
Inflation	2.75% wage inflation; 2.25% price inflation
Salary increases	2.75% - 6.75% including wage inflation
Investment rate of return	7.0%, net of investment expenses
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of PubS-2010 Employee Mortality Table for males and females of Police, Fire, and Public Safety groups.

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

Other information: None

SUPPLEMENTAL INFORMATION

CITY OF TWIN OAKS, MISSOURI
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 242,300	\$ 227,800	\$ 248,598	\$ 20,798
Investment income - interest	-	-	-	-
TOTAL REVENUES	<u>242,300</u>	<u>227,800</u>	<u>248,598</u>	<u>20,798</u>
EXPENDITURES				
Current	-	-	-	-
Capital outlay	40,000	28,700	26,883	1,817
Debt service	142,800	142,800	142,786	14
TOTAL EXPENDITURES	<u>182,800</u>	<u>171,500</u>	<u>169,669</u>	<u>1,831</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	59,500	56,300	78,929	22,629
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	<u>(65,800)</u>	<u>(26,000)</u>	<u>(11,020)</u>	<u>14,980</u>
CHANGE IN FUND BALANCE	(6,300)	30,300	67,909	<u>\$ 37,609</u>
FUND BALANCE - BEGINNING OF YEAR	<u>590,701</u>	<u>590,701</u>	<u>590,701</u>	
FUND BALANCE - END OF YEAR	<u>\$ 584,401</u>	<u>\$ 621,001</u>	<u>\$ 658,610</u>	

CITY OF TWIN OAKS, MISSOURI
BUDGETARY COMPARISON SCHEDULE
SEWER LATERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Sewer lateral fees	\$ 4,200	\$ 4,700	\$ 4,879	\$ 179
Investment income - interest	2,000	100	44	(56)
TOTAL REVENUES	<u>6,200</u>	<u>4,800</u>	<u>4,923</u>	<u>123</u>
EXPENDITURES				
Capital outlay	<u>3,000</u>	<u>28,500</u>	<u>20,943</u>	<u>7,557</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,200	(23,700)	(16,020)	<u>\$ 7,680</u>
FUND BALANCE - BEGINNING OF YEAR	<u>65,448</u>	<u>65,448</u>	<u>65,448</u>	
FUND BALANCE - END OF YEAR	<u>\$ 68,648</u>	<u>\$ 41,748</u>	<u>\$ 49,428</u>	

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 supplementary information says about the City’s overall financial health.

Contents

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

39-43

Revenue Capacity	
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These schedules contain information to help the reader assess the City’s most significant local revenue sources.

44-47

Debt Capacity	
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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.

48-50

Demographic and Economic Information	
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These schedules offer demographic and economic indicators to help the reader understand the environment which the City’s financial activities take place.

51-52

Operating Information	
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These schedules contain service and infrastructure data to help the reader understand how information in the City’s financial report relates to the services the City provides and the activities it performs.

53-55

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

CITY OF TWIN OAKS, MISSOURI
NET POSITION BY COMPONENT
FOR THE LAST TEN FISCAL YEARS
 (Accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Governmental activities:										
Net investment										
in capital assets	\$ 3,913,317	\$ 4,042,101	\$ 4,161,309	\$ 3,880,501	\$ 3,891,184	\$ 3,613,872	\$ 3,551,946	\$ 3,582,373	\$ 2,731,259	\$ 2,645,403
Restricted	1,039,335	919,682	779,353	1,074,064	1,116,254	1,323,704	1,342,045	1,135,095	1,099,489	936,429
Unrestricted	551,272	493,680	502,110	560,089	639,436	683,065	780,923	734,093	651,273	550,754
Total governmental activities net position	<u>\$ 5,503,924</u>	<u>\$ 5,455,463</u>	<u>\$ 5,442,772</u>	<u>\$ 5,514,654</u>	<u>\$ 5,646,874</u>	<u>\$ 5,620,641</u>	<u>\$ 5,674,914</u>	<u>\$ 5,451,561</u>	<u>\$ 4,482,021</u>	<u>\$ 4,132,586</u>

CITY OF TWIN OAKS, MISSOURI
CHANGES IN NET POSITION
FOR THE LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
EXPENSES										
Governmental activities:										
General government	\$ 439,253	\$ 454,102	\$ 517,194	\$ 534,743	\$ 438,161	\$ 490,778	\$ 417,647	\$ 333,695	\$ 326,932	\$ 353,864
Sanitation and other health costs	51,401	46,030	44,272	43,260	46,060	51,011	47,953	53,276	53,698	53,438
Public safety	138,617	135,475	131,638	121,181	107,921	107,720	102,460	99,010	98,971	96,132
Streets	260,563	236,081	273,875	244,664	247,629	224,846	205,169	200,439	182,038	140,141
Parks	249,042	190,819	248,791	284,402	240,828	227,136	222,730	217,603	201,969	217,431
Stormwater	14,539	14,539	14,539	14,539	9,888	19,178	9,338	13,781	24,452	49,857
Sewer lateral	20,943	3,993	1,923	-	3,836	3,960	-	-	2,088	-
Interest and fiscal charges	50,417	53,992	57,292	60,765	46,529	-	-	-	-	-
Total governmental	<u>1,224,775</u>	<u>1,135,031</u>	<u>1,289,524</u>	<u>1,303,554</u>	<u>1,140,852</u>	<u>1,124,629</u>	<u>1,005,297</u>	<u>917,804</u>	<u>890,148</u>	<u>910,863</u>
PROGRAM REVENUE										
Governmental activities:										
Charges for services										
General government	88,246	84,195	67,917	86,538	91,865	63,261	54,036	53,979	53,905	55,962
Parks	3,900	400	100	600	400	1,090	200	-	1,875	2,499
Sewer lateral	4,879	3,799	4,248	4,658	4,783	2,170	4,780	4,844	4,496	4,895
Operating grants and contributions	37,913	42,763	26,971	32,021	30,786	15,555	17,000	58,869	145,713	24,353
Capital grants and contributions	-	-	30,197	-	-	-	-	710,000	8,200	-
Total governmental activities program revenue	<u>134,938</u>	<u>131,157</u>	<u>129,433</u>	<u>123,817</u>	<u>127,834</u>	<u>82,076</u>	<u>76,016</u>	<u>827,692</u>	<u>214,189</u>	<u>87,709</u>
NET EXPENSES	<u>(1,089,837)</u>	<u>(1,003,874)</u>	<u>(1,160,091)</u>	<u>(1,179,737)</u>	<u>(1,013,018)</u>	<u>(1,042,553)</u>	<u>(929,281)</u>	<u>(90,112)</u>	<u>(675,959)</u>	<u>(823,154)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes	1,076,950	958,748	1,061,089	921,231	1,016,914	965,901	1,124,149	1,033,721	984,170	977,669
Investment income	1,674	2,947	7,704	6,038	7,580	7,652	7,113	6,792	7,027	7,879
Other miscellaneous revenue	59,674	54,870	19,416	120,248	14,757	14,727	16,020	19,139	34,197	24,889
Total governmental activities	<u>1,138,298</u>	<u>1,016,565</u>	<u>1,088,209</u>	<u>1,047,517</u>	<u>1,039,251</u>	<u>988,280</u>	<u>1,147,282</u>	<u>1,059,652</u>	<u>1,025,394</u>	<u>1,010,437</u>
CHANGE IN NET POSITION	<u>\$ 48,461</u>	<u>\$ 12,691</u>	<u>\$ (71,882)</u>	<u>\$ (132,220)</u>	<u>\$ 26,233</u>	<u>\$ (54,273)</u>	<u>\$ 218,001</u>	<u>\$ 969,540</u>	<u>\$ 349,435</u>	<u>\$ 187,283</u>

CITY OF TWIN OAKS, MISSOURI
PROGRAM REVENUES BY FUNCTION/PROGRAM
FOR THE LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Governmental activities:										
General government	\$ 88,246	\$ 84,195	\$ 67,917	\$ 86,538	\$ 91,865	\$ 63,261	\$ 54,036	\$ 763,979	\$ 63,776	\$ 55,962
Streets	37,913	42,763	57,168	32,021	30,786	15,555	15,356	14,905	22,409	14,113
Parks	3,900	400	100	600	400	1,090	1,844	43,964	123,508	12,739
Sewer lateral	4,879	3,799	4,248	4,658	4,783	2,170	4,780	4,844	4,496	4,895
Total governmental activities revenues	<u>\$ 134,938</u>	<u>\$ 131,157</u>	<u>\$ 129,433</u>	<u>\$ 123,817</u>	<u>\$ 127,834</u>	<u>\$ 82,076</u>	<u>\$ 76,016</u>	<u>\$ 827,692</u>	<u>\$ 214,189</u>	<u>\$ 87,709</u>

CITY OF TWIN OAKS, MISSOURI
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Nonspendable - prepaid items	\$ 7,400	\$ 6,916	\$ 7,057	\$ 7,057	\$ 8,357	\$ 12,063	\$ 8,804	\$ 7,357	\$ 7,135	\$ 6,566
Committed	200,087	100,010	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	38,800	-	-	-	-
Unassigned	342,600	410,818	495,236	555,298	623,672	602,267	743,973	716,220	631,922	532,070
Total General Fund	<u>\$ 550,087</u>	<u>\$ 517,744</u>	<u>\$ 502,293</u>	<u>\$ 562,355</u>	<u>\$ 632,029</u>	<u>\$ 653,130</u>	<u>\$ 752,777</u>	<u>\$ 723,577</u>	<u>\$ 538,636</u>	<u>\$ 538,636</u>
All Other Governmental Funds:										
Nonspendable - prepaid items	\$ -	\$ 5,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted:										
Capital improvements	658,610	590,701	458,445	503,433	589,782	762,485	808,383	714,503	826,362	739,046
Parks and stormwater	327,751	257,946	231,363	509,480	470,276	508,822	483,889	371,670	227,012	156,226
Sewer lateral repair program	49,428	65,448	65,427	61,151	56,196	52,397	49,318	48,922	46,115	41,157
Road	3,546	587	24,118	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 1,039,335</u>	<u>\$ 919,682</u>	<u>\$ 779,353</u>	<u>\$ 1,074,064</u>	<u>\$ 1,116,254</u>	<u>\$ 1,323,704</u>	<u>\$ 1,341,590</u>	<u>\$ 1,135,095</u>	<u>\$ 1,099,489</u>	<u>\$ 936,429</u>

GASB Statement No. 54 was implemented in 2011.

CITY OF TWIN OAKS, MISSOURI
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Revenues										
Taxes	\$ 1,082,056	\$ 967,491	\$ 1,054,919	\$ 927,401	\$ 1,018,924	\$ 968,746	\$ 1,132,991	\$ 1,042,322	\$ 990,146	\$ 968,767
Intergovernmental	37,913	42,763	26,971	32,021	30,786	-	1,644	43,964	129,833	10,240
Licenses and permits	86,746	82,695	67,917	76,322	76,560	64,238	60,179	60,169	58,737	59,974
Charges for services	5,400	1,900	100	10,816	15,705	7,316	2,300	2,105	2,685	3,365
Sewer lateral fees	4,879	3,799	4,248	4,658	4,783	2,170	4,780	4,844	4,496	4,895
Other revenues	59,674	49,819	49,613	120,248	14,757	15,867	16,270	19,139	45,943	27,388
Investment income - interest	1,674	7,998	7,704	6,038	7,580	7,652	7,113	6,792	7,027	7,879
Total Revenues	1,278,342	1,156,465	1,211,472	1,177,504	1,169,095	1,065,989	1,225,277	1,179,335	1,238,867	1,082,508
Expenditures										
General government	380,925	378,688	444,979	423,453	426,145	477,687	423,271	323,320	319,616	340,640
Sanitation and other health costs	51,401	46,030	44,272	43,260	46,060	50,854	47,740	52,898	53,284	52,939
Public safety	137,675	133,110	128,621	118,164	104,779	107,720	102,460	99,010	98,971	96,132
Streets	143,705	137,630	184,992	150,808	133,424	135,515	127,510	140,903	113,453	73,340
Parks	152,192	100,767	168,271	187,208	155,694	152,469	154,281	155,641	147,683	137,773
Stormwater	-	-	-	-	-	10,555	41,913	6,729	17,400	42,805
Sewer lateral	-	-	-	-	-	-	-	-	2,088	-
Capital outlay	117,662	61,688	452,482	223,688	2,060,151	249,177	91,952	280,708	222,891	74,303
Debt service:										
Principal	91,455	87,889	84,490	81,209	40,460	-	-	-	-	-
Interest	51,331	54,883	58,138	61,578	30,933	-	-	-	-	-
Total Expenditures	1,126,346	1,000,685	1,566,245	1,289,368	2,997,646	1,183,977	989,127	1,059,209	975,386	817,932
Excess of revenues over (under) expenditures	151,996	155,780	(354,773)	(111,864)	(1,828,551)	(117,988)	236,150	120,126	263,481	264,576
Other Financing Sources (Uses)										
Transfers in	153,920	142,787	287,953	162,094	215,352	160,884	169,032	304,584	146,425	48,909
Transfers out	(153,920)	(142,787)	(287,953)	(162,094)	(215,352)	(160,884)	(169,032)	(304,584)	(146,425)	(48,909)
Proceeds from the issuance of debt	-	-	-	-	1,600,000	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	1,600,000	-	-	-	-	-
Net changes in fund balances	\$ 151,996	\$ 155,780	\$ (354,773)	\$ (111,864)	\$ (228,551)	\$ (117,988)	\$ 236,150	\$ 120,126	\$ 263,481	\$ 264,576
Debt service as a percentage of noncapital expenditures	13.2%	14.9%	12.6%	12.5%	7.2%	-	-	-	-	-

CITY OF TWIN OAKS, MISSOURI
TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS
FOR THE LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Sales Tax</u>	<u>Property Tax</u>	<u>Other</u>	<u>Total</u>
2021	\$ 1,031,441	\$ 41,029	\$ 9,586	\$ 1,082,056
2020	902,510	51,731	13,250	967,491
2019	1,023,671	25,741	11,677	1,061,089
2018	889,343	28,897	9,161	927,401
2017	986,199	24,552	8,173	1,018,924
2016	920,292	23,543	1,006	944,841
2015	1,076,608	29,469	1,127	1,107,204
2014	989,937	27,282	-	1,017,219
2013	936,311	29,348	-	965,659
2012	932,288	12,048	-	944,336

CITY OF TWIN OAKS, MISSOURI
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
FOR THE LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Railroads And Utilities (1)</u>	<u>Total</u>		<u>Direct Tax Rate</u>
				<u>Assessed Value</u>	<u>Estimated Actual Value</u>	
2021	\$ 21,045,050	\$ 2,307,450	\$ 124,763	\$ 23,477,263	\$ 96,378,790	\$ 0.419
2020	18,450,010	2,046,000	117,139	20,613,149	80,756,416	0.385
2019	23,357,290	1,352,168	111,885	24,821,343	96,680,997	0.340
2018	14,572,760	1,459,740	126,515	16,159,015	62,278,341	0.322
2017	15,152,490	1,409,950	134,921	16,697,361	63,962,822	0.302
2016	14,009,010	1,403,400	132,920	15,545,330	58,662,807	0.312
2015	13,974,450	1,385,867	141,446	15,501,763	58,579,229	0.312
2014	13,014,620	1,368,210	130,019	14,512,849	55,376,137	0.342
2013	13,118,659	1,295,160	127,978	14,541,797	54,931,683	0.337
2012	13,802,015	1,310,830	128,955	15,241,800	58,217,489	0.326

Source: St. Louis County Collector's Office

(1) The real estate position of railroads and utilities is included with the real estate category.

Notes: All real property is reassessed every two years. Property tax is levied each year on the assessed value listed as of prior January 1. Only commercial property located in the City is taxed. Assessed values are established by St. Louis County Assessment Board at 32% of estimated market value for commercial property. The tax rates are based on \$100 of assessed value.

CITY OF TWIN OAKS, MISSOURI
DIRECT AND OVERLAPPING PROPERTY TAX RATES
FOR THE LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
City of Twin Oaks - Basic Rate	\$ 0.419	\$ 0.385	\$ 0.340	\$ 0.322	\$ 0.302	\$ 0.312	\$ 0.312	\$ 0.342	\$ 0.337	\$ 0.326
Overlapping governments:										
State of Missouri	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
County General	0.1650	0.1760	0.1760	0.1980	0.1980	0.0300	0.0300	0.0300	0.0300	0.0300
Co. Park Maintenance	0.0400	0.0420	0.0420	0.0470	0.0470	0.0490	0.0490	0.0500	0.0500	0.0500
Co. Bond Retirement	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0280	0.0280
Roads and Bridges	0.0830	0.0880	0.0880	0.0990	0.0990	0.1030	0.1030	0.1050	0.1050	0.1050
Co. Health Fund	0.1110	0.1180	0.1180	0.1330	0.1330	0.1370	0.1370	0.1400	0.1400	0.1400
St. Louis Community College	0.2787	0.1987	0.1986	0.2129	0.2112	0.2185	0.2126	0.2200	0.2200	0.2200
Special School District	1.0158	1.1077	1.1077	1.1980	1.1912	1.2409	1.2348	1.2609	1.2400	1.0123
Metro Zoo	0.2455	0.2532	0.2549	0.2724	0.2694	0.2795	0.2777	0.2797	0.2797	0.2684
County Library	0.2060	0.2350	0.2120	0.2590	0.2530	0.2630	0.2590	0.2250	0.2500	0.1730
Sheltered Workshops	0.0710	0.0750	0.0750	0.0890	0.0870	0.0900	0.0880	0.0900	0.8900	0.0840
MSD-Extension	0.1041	0.1078	0.1077	0.1170	0.1159	0.1196	0.0195	0.0197	0.0163	0.0186
Valley Park School District (1)	4.6462	4.9326	4.8519	5.5600	5.4288	5.6642	5.4965	5.5910	5.6526	5.0587
Valley Park Fire District (1)	1.7527	1.8025	1.5980	1.1600	1.1390	1.2076	1.1860	1.3100	1.2780	1.1950
Total Overlapping Governments	8.7680	9.1855	8.8788	9.3943	9.2215	9.4513	9.1421	9.3703	10.2096	8.4130
Total City And Overlapping Governments	\$ 9.187	\$ 9.571	\$ 9.219	\$ 9.716	\$ 9.524	\$ 9.763	\$ 9.454	\$ 9.712	\$ 10.547	\$ 8.739

(1) The City elected to report Valley Park School District and the Valley Park Fire District tax authorities above. A portion of the City's residents are in the Parkway School District and West County Fire District. These District's tax rates are:

West County Fire District	1.0560	1.1060	1.1070	1.2490	1.2450	1.2920	1.2941	1.0000	0.0961	0.8960
Parkway School District	3.6390	3.8330	3.7661	5.2247	4.8758	4.7419	4.6796	4.1279	4.0743	3.9361

Source - St. Louis County Collector's Office

Note: These figures represent residential property only and tax rates for commercial and personal property taxes may differ slightly. The City may not raise property tax rates above the maximum authorized levy of \$0.50 per \$100 of assessed valuation without a vote of the people. Only commercial property is taxed by the City.

CITY OF TWIN OAKS, MISSOURI
PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN FISCAL YEARS

Fiscal Year	Tax Levy	Current Tax Collections	Percent Collected As Current	Delinquent Tax Collections	Total Tax Collections	Total Collections As Percent Of Levy
2021	\$ 41,250	\$ 11,300	27.39 %	\$ -	\$ 11,300	27.39 %
2020	39,492	1,624	4.11	37,868	39,492	100.00
2019	28,539	2,269	7.95	26,270	28,539	100.00
2018	28,539	3,392	11.89	25,147	28,539	100.00
2017	28,491	7,623	26.76	20,868	28,491	100.00
2016	28,698	12,468	43.45	16,230	28,698	100.00
2015	28,701	16,930	58.99	11,771	28,701	100.00
2014	28,446	14,297	50.26	14,149	28,446	100.00
2013	28,082	14,250	50.74	13,832	28,082	100.00
2012	28,108	12,205	-	-	12,205	-

Source: St. Louis County Collector's Office

Note: Sales tax revenue is the most significant own source revenue for the City, but is excluded from statistical section as sales tax information is confidential and not available from the State.

CITY OF TWIN OAKS, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE
FOR THE LAST TEN FISCAL YEARS

Governmental Activities:

Fiscal Year	Certificates of Participation	Total Primary Government	Percentage of Personal Income	Per Capita
2021	\$ 1,214,484	\$ 1,214,484	3.2 %	\$ 2,007
2020	1,305,939	1,305,939	6.8	3,331
2019	1,393,841	1,393,841	7.7	3,556
2018	1,478,331	1,478,331	9.0	3,771
2017	1,559,540	1,559,540	9.1	3,978
2016	-	-	-	-
2015	-	-	-	-
2014	-	-	-	-
2013	-	-	-	-
2012	-	-	-	-

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

CITY OF TWIN OAKS, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2020

<u>City of Twin Oaks</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable To City Of Twin Oaks</u>	<u>Amount Applicable To City Of Twin Oaks</u>
Direct	\$ 1,214,484	100.00 %	\$ 1,214,484
Overlapping:			
St. Louis County	380,900,000	0.01	53,835
Parkway School District	243,765,000	0.01	20,445
Valley Park School District	22,925,584	0.10	19,135
West County Fire Protection District	9,505,000	0.11	12,694
Total Overlapping Debt			<u>106,110</u>
 Total Direct And Overlapping Debt			 <u><u>\$ 1,320,594</u></u>

Sources: Individual taxing authorities

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should not be taken into account. However, this does not imply that every taxpayer is a resident - and therefore responsible for repaying the debt - of each overlapping government. The percentage applicable to the City is based on the jurisdiction's assessed value within the boundaries of the City.

CITY OF TWIN OAKS, MISSOURI
LEGAL DEBT MARGIN INFORMATION
FOR THE LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Net Assessed Value	\$ 23,477,263	\$ 20,613,149	\$ 24,821,343	\$ 16,159,015	\$ 16,697,361	\$ 15,545,330	\$ 15,501,763	\$ 14,512,849	\$ 14,541,797	\$ 15,241,800
Debt limit (10% of assessed value)	2,347,726	2,061,315	2,482,134	1,615,902	1,669,736	1,554,533	1,550,176	1,451,285	1,454,180	1,524,180
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 2,347,726</u>	<u>\$ 2,061,315</u>	<u>\$ 2,482,134</u>	<u>\$ 1,615,902</u>	<u>\$ 1,669,736</u>	<u>\$ 1,554,533</u>	<u>\$ 1,550,176</u>	<u>\$ 1,451,285</u>	<u>\$ 1,454,180</u>	<u>\$ 1,524,180</u>
Total net debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Note: Under Article VI, Sections 26(b) and 26(c) of the Missouri Constitution, the City by vote of 2/3 of the qualified electors thereof, may incur general obligation bonded indebtedness for City purposes in an amount not to exceed 5% of the assessed valuation of taxable tangible property within the City as asserted by the last completed assessment for state or county purposes. Under Section 26(d) of said Article VI, the City may incur general obligation indebtedness not exceeding in the aggregate an additional 10% of the aforesaid assessed valuation for the purposes of acquiring rights-of-way, constructing and improving sanitary or storm sewer systems; and under Section 26(e) of said Article VI, additional general obligation indebtedness may be incurred for purchasing or constructing waterworks, electric or other light plants to be owned exclusively by the City, provided that the general obligation indebtedness of the City shall not exceed 20% of the assessed valuation. The City does not have any debt related to the legal debt margin.

CITY OF TWIN OAKS, MISSOURI
DEMOGRAPHIC AND ECONOMIC STATISTICS
FOR THE LAST TEN CALENDAR YEARS

Fiscal Year	Population (1)	Median Age (1)	Personal Income <i>(thousands of dollars)</i>	Per Capita Personal Income (2)	Unemployment Rate (3)
2021	605	42.9	\$ 37,634,025	\$ 62,205	3.0 %
2020	392	49.0	19,244,848	49,094	5.1
2019	392	49.0	18,193,896	46,413	3.1
2018	392	49.0	16,464,392	42,001	2.5
2017	392	49.0	17,169,992	43,801	2.5
2016	392	49.3	15,253,116	40,498	3.6
2015	392	57.0	15,253,116	38,812	3.6
2014	392	49.0	13,580,000	35,831	4.7
2013	392	49.0	13,580,000	35,831	5.7
2012	392	49.0	13,580,000	35,831	6.0

Sources:

- (1) 2010 Census, US Census Bureau
- (2) American Community Survey 5-Year Estimates
- (3) U.S. Bureau of Labor Statistics - St. Louis Metro Area

CITY OF TWIN OAKS, MISSOURI
PRINCIPAL EMPLOYERS
FOR THE CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>	<u>2021</u>			<u>2012</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Schnucks Market	127	1	35 %	90	1	25 %
1356 Pub	36	2	10			
Dairy Queen	35	3	10	40	3	11
Walgreens Pharmacy	31	4	9	23	4	6
Imo's Pizza	30	5	8	31	5	9
Sauce on the Side	22	6	6			
Pizza Hut	21	7	6	19	8	5
Nicoletti's	17	8	5	23	7	6
H&R Block	15	9	4			
Hardees	12	10	3	19	9	5
Herman and Grumke	12	10	3			
Shop N Save				74	2	20
Krieger's Pub & Grill				28	6	8
Subway				15	10	4

Source: City Business License Applications

CITY OF TWIN OAKS, MISSOURI
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
FOR THE LAST TEN FISCAL YEARS

Function/Program	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General Government:										
Administrator/Clerk	1	1	1	1	1	1	1	1	1	1
Administrative assistant	1	1	1	1	1	1	1	1	1	1
Accounting clerk	-	-	-	-	-	-	-	1	1	1
Streets/parks:										
Maintenance/landscaping	2	2	2	2	1	1	1	1	1	1
Total	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>4</u>	<u>4</u>	<u>4</u>

Source: Annual Budget Document and Payroll Records

CITY OF TWIN OAKS, MISSOURI
OPERATING INDICATORS BY FUNCTION/PROGRAM
FOR THE LAST TEN FISCAL YEARS

Function/Program	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>General government:</u>										
City clerk (1):										
Site development/concept plans	1	1	1	1	1	2	-	-	1	2
Rezoning applications	-	-	-	-	-	1	-	-	-	-
Text amendments	3	2	4	-	-	-	-	-	-	-
Building permits	7	4	8	5	10	5	12	16	11	17
Building/housing inspections	155	78	13	6	9	15	12	9	13	7
Administrative assistant (2):										
Accounts payable processed	644	557	591	609	582	590	579	589	673	674
Payroll checks authorized	188	188	194	215	226	196	214	213	172	184
Public records requested	5	7	1	3	1	1	-	2	6	1
Collector (3):										
Business licenses issued	40	38	39	39	38	36	37	37	34	35
Liquor licenses issued	13	12	13	14	14	14	14	14	14	14
Sewer lateral fees collected (4)	192	176	176	176	176	165	167	160	161	164
<u>Streets/parks:</u>										
Maintenance/landscaping	1	1	1	1	1	1	1	1	1	1

(1) Source: Office records and St. Louis County Public Works Department records

(2) Source: Annual Budget Document and Payroll Records

(3) Source: Office Records/Business and Liquor License Applications

(4) Sewer lateral fees are collected by St. Louis County and remitted to the City.

CITY OF TWIN OAKS, MISSOURI
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
FOR THE LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>Parks:</u>										
Number of parks	1	1	1	1	1	1	1	1	1	1
Acres of parks	11	11	11	11	11	11	11	11	11	11
<u>Streets:</u>										
Miles of streets	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Street lights and signals	53	53	52	52	52	52	52	52	52	52

Source: Office records