

CITY OF ROCK HILL, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
MARCH 31, 2009**

CITY OF ROCK HILL, MISSOURI

Comprehensive Annual Financial Report For The Fiscal Year Ended March 31, 2009

Prepared by:
Ann Robertson, Director of Finance/
Assistant City Administrator

CITY OF ROCK HILL, MISSOURI
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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INTRODUCTORY SECTION

CITY OF ROCK HILL, MISSOURI
PRINCIPAL CITY OFFICIALS

Elected Officials

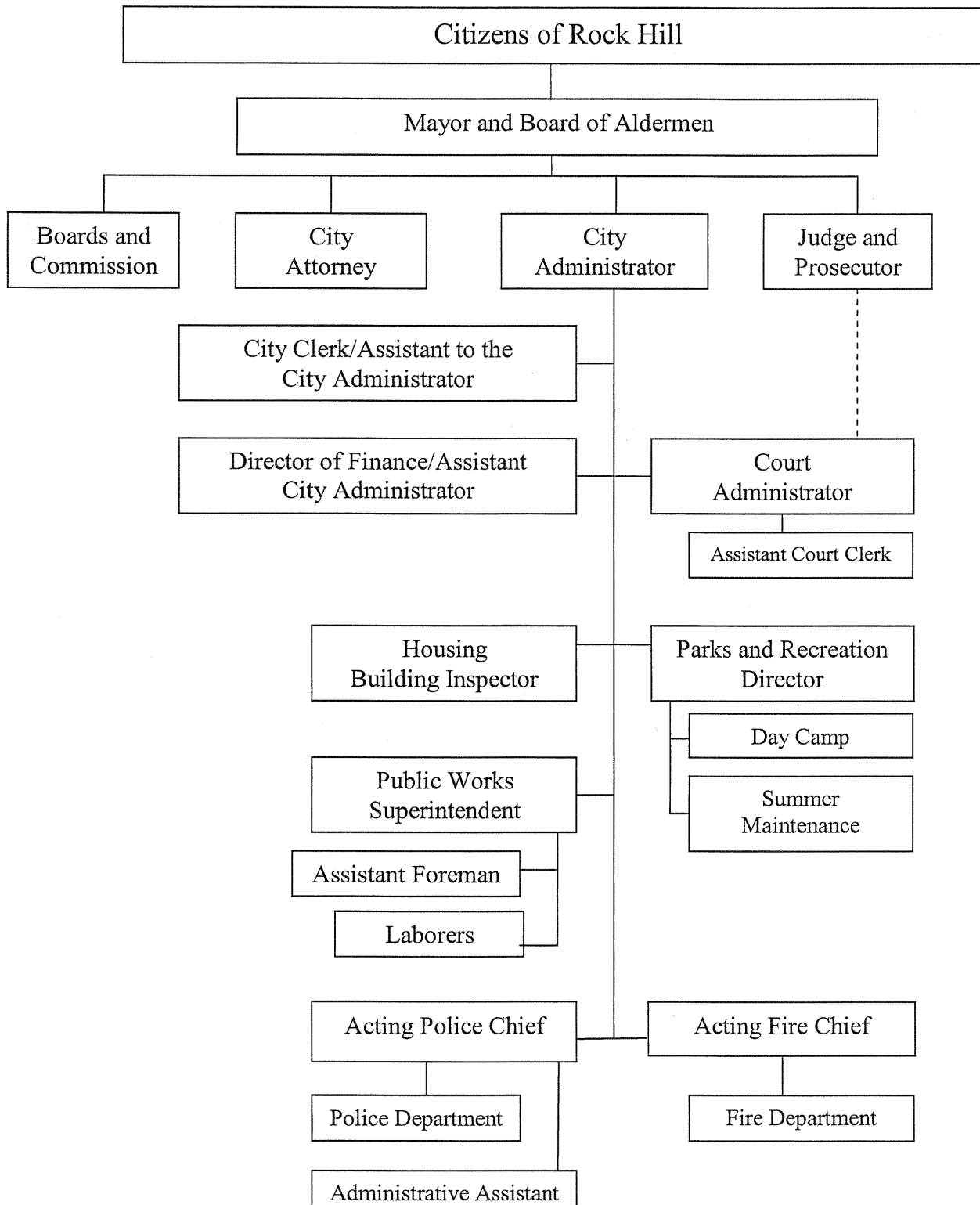
Position	Name	Term
Mayor	Julie Morgan	4/06-4/10
Alderman Ward 1	Edward Johnson	4/07-4/09
Alderman Ward 1	Philip Scherry	4/08-4/10
Alderman Ward 2	Edward Mahan	4/08-4/10
Alderwoman Ward 2	Sheri McCann	4/07-4/09
Alderman Ward 3	Timothy J. Redmond Jr.	4/08-4/10
Alderwoman Ward 3	Mary Wofford	4/07-4/09

Appointed Officials and Department Heads

Position	Name
City Administrator	George Liyeos, CM
Director of Finance/Assistant City Administrator	Ann Robertson
City Clerk/Assistant to the City Administrator	Jennifer Yackley
City Attorney	Ken Heinz
City Prosecutor	Stephen Jianakoplos
Judge	Mark Levitt
Acting Police Chief	Paul Arnett
Acting Fire Chief	Kevin Halloran
Court Administrator	Rita Lay
Building Inspector	C. Cummings (Neil) Cantwell
Park and Recreation Director	Al Hayden
Public Works Superintendent	Ron Meyer

CITY OF ROCK HILL, MISSOURI

ORGANIZATION CHART



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CITY OF ROCK HILL

9511 Manchester Road ♦ Rock Hill, MO 63119 ♦ (314)968-1410 ♦ Fax (314)968-4843

September 9, 2009

The Honorable Mayor Julie Morgan,
Members of the Board of Aldermen, and the
Citizens of the City of Rock Hill, Missouri

We hereby present this Comprehensive Annual Financial Report (CAFR) for fiscal year ended March 31, 2009, for the City of Rock Hill, Missouri (the City) for your review. This report was prepared using U.S. generally accepted accounting principles (GAAP) and audited in accordance with U.S. generally accepted auditing standards by an independent firm of licensed certified public accountants.

The responsibility for the accuracy of the data and for its completeness and reliability, including all disclosures and schedules, rests with the City. To the best of our knowledge, the enclosed data is accurate in all material respects and presents fairly the financial position of the City. We further believe that all necessary information has been included to enable the reader to gain a reasonable understanding of the City's financial affairs.

The City's financial statements have been audited by Hochschild, Bloom & Company LLP, a firm of licensed, certified public accountants. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the City for the year ended March 31, 2009, are free of material misstatement. Based on their audit, they concluded that there was a reasonable basis for rendering an unqualified opinion of the financial statements for the year ended March 31, 2009. They also concluded that the financial statements are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

Profile of the City

The City is located in St. Louis County and is approximately three miles west of the City of St. Louis, Missouri. The City covers approximately 1.1 square mile and serves 4,765 residents.

Mayor
ext 311

City Administrator
ext 310

Director of Finance
ext 364

City Clerk
ext 413

The City was incorporated in 1929 as a fourth class city under Missouri statute. The City operates under a mayor-board-administrator form of government. The Board of Aldermen is comprised of six aldermen and a mayor. Two aldermen are elected from each of the City's three wards and serve two-year terms. The mayor, elected at large to serve a four-year term, is the presiding officer of the Board of Aldermen. The Mayor may vote in the event of a tie vote by the Board of Aldermen. In addition, one alderman is elected as Board President to act in the Mayor's behalf during her absence. The Board of Aldermen is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and appointing the city administrator and the city clerk. The city administrator is responsible for carrying out the policies and ordinances of the Board and for overseeing the day-to-day operations of the City.

The City has approximately 32 full-time and 8 seasonal employees and provides a range of municipal services including general administration, police protection, fire protection, municipal court, planning and zoning, public works, and parks and recreation.

The annual budget serves as the foundation for the City's financial planning and control. All of the departments of the City are required to submit requests for funds to the city administrator who uses these requests as the basis for a proposed budget. The finance director develops estimates of revenues for the upcoming fiscal year which are also incorporated into the proposed budget. The city administrator, along with department heads, presents the proposed budget to the Mayor and Board of Aldermen who hold work sessions in addition to board meetings and adopt a budget by April 1. The budget is prepared by fund, department (e.g., police), and line item (e.g., office supplies). The city administrator has authority to transfer funds between line items within individual departments. Transfers of funds between departments require the approval of the Board of Aldermen. Budget-to-actual comparisons are provided in this report for each individual fund for which an annual budget was adopted. For the General Fund, this comparison is presented as part of the financial statements for the governmental funds.

Factors Affecting Financial Condition

The information presented in this report is best understood within a broader economic context.

Local Economy. The City is a suburban community located in St. Louis County with easy access to Interstate 64. The City has a mix of commercial, industrial, and residential property.

The City has a variety of housing within its borders. The majority of the housing was constructed post-World War II. However, new homes continue to be constructed on the remaining lots scattered throughout the City. Eight new homes were approved in the last year.

The City has a commercial corridor along Manchester Road that stretches most of the length of the City. Additionally, there are two industrial areas north and south of Manchester at Rock Hill Industrial Court.

Long-term Financial Planning and Major Initiatives. The City has moved from a negative General Fund balance to a balance of \$2,456,763 over the last four years. The current goal is to maintain a General Fund balance of 30% of operating expenditures so that City services are not adversely impacted by fluctuating economic conditions. The City receives its primary revenue from sales and utility taxes at 43% and 20% of revenues, respectively.

The Board of Aldermen has approved two Tax Increment Financing (TIF) projects in the last fifteen years designed to improve sales tax revenues for the City. The first TIF is the McKnight Crossing development and was completed in 1999 with 40,000 square feet of retail and commercial space. The second TIF includes 46 acres split north and south of Manchester Road west of the McKnight intersection. The project is being done in two phases. Phase one, Market at McKnight, has 127,300 square feet of retail space and was substantially completed in 2008. Phase one is 56% leased with the newest tenant Wendy's opening in June 2009. Phase two has been delayed due to the economic downturn in late 2008. These projects will lead to increased sales tax revenue for the City so that it can maintain the current level of municipal services.

One of the City's major initiatives continues to be completing the street repair work begun in 2003 with the approval of a special property tax levy. Madison Avenue and Bluebell Drive were completed in the last year. Work was begun on O'Day Road, Sherrel Court, and Golden Gate and continued into this year.

Cash Management Policies and Practices. Cash reserves and temporary idle funds are invested in accordance with the City's approved investment policy which is designed to maximize return while minimizing risk to capital.

Risk Management. The City is a member of a self-insurance risk pool (the St. Louis Area Insurance Trust - SLAIT), which is comprised of various municipalities in St. Louis County which share the cost of self-insurance. SLAIT provides coverage for workers' compensation, automotive liability, and property and casualty liability exposures.

Debt Management. At year-end the City had five debt issues outstanding. This is down one from last year with the payoff of the Certificates of Participation (COPS). The City used revenues from the sale of property to pay down the \$476,750 in debt. The current issues include: General Obligation (GO) Bonds Series 2002 totaling \$2,205,000 for street repairs, TIF bonds totaling \$373,200 for McKnight Crossing, TIF notes totaling \$11,600,000 for Market at McKnight, \$97,280 in capital leases for vehicles, and \$139,023 in compensated absences. The GO bonds are paid with property tax revenues from a specially levied tax for this purpose contained in the Street Bond Special Revenue Fund. The TIF bonds are repaid with revenues generated by the site including economic activity taxes (EATS) and payments in lieu of taxes (PILOTS) which are contained in the McKnight Crossing Fund. TIF notes are held until the project is taken to the bond market for financing and then repaid through project EATS and PILOTS which are contained in the NW/SW Redevelopment Fund. Capital leases and compensated absences are paid with general revenue funds.

Pension. The City has two pension plans. The first is the Uniformed Employees of the City (UE). UE is a single-employer, defined benefit pension plan covering all uniformed, full-time employees of the Police and Fire Departments of the City hired before October 28, 2003. This plan is currently under funded. The City made a \$237,000 contribution in March 2009. Another contribution of \$142,236 is included in this year's budget. Further discussion of this plan is in Note D of the financial statements.

The second pension is the Missouri Local Government Employees Retirement System (LAGERS), a multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan which provides retirement, disability, and death benefits to plan mem-

bers and beneficiaries. The City covers all full-time employees with this plan. Police and Fire-fighters were transitioned to the LAGERS plan in 2007. The City contributes the full cost of participation for qualifying employees which was \$95,564 for the fiscal year covered in this report. Further discussion of this plan is in Note D of the financial statements.

Award Submission

The City is seeking a Certificate of Achievement from the GFOA. We believe that the current CAFR for the year ended March 31, 2009 will meet the Program's requirements and we are submitting it to the GFOA to determine its eligibility for presentation of a Certificate.

The GFOA grants a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such a CAFR must satisfy both U.S. generally accepted accounting principles and applicable legal requirements.

Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated service of the Director of Finance. We would like to express our appreciation to all members of the various City departments who assisted in the preparation of this report. We would also like to thank our auditors, Hochschild, Bloom & Company LLP, for their help in preparing this report. Credit also must be given to the Mayor and the Board of Aldermen for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



George Liyeos
City Administrator



Ann Robertson
Director of Finance/Assistant City Administrator

FINANCIAL SECTION

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

INDEPENDENT AUDITORS' REPORT

September 9, 2009

Honorable Mayor and Board of Aldermen
CITY OF ROCK HILL, MISSOURI

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **CITY OF ROCK HILL, MISSOURI** (the City) as of and for the year ended March 31, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information as of March 31, 2009, and the respective changes in financial position thereof for the year then ended, in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated September 9, 2009, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial

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porting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

The management's discussion and analysis and required supplemental information, as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

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

We did not audit the data included in the introductory and statistical sections of this report and, therefore, express no opinion thereon.

Hochschild, Bloan + Company LLP
CERTIFIED PUBLIC ACCOUNTANTS

CITY OF ROCK HILL, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED MARCH 31, 2009

As management of the City of Rock Hill, Missouri (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended March 31, 2009. We encourage readers to consider the information presented here along with the City's financial statements, including footnotes that follow this Management's Discussion and Analysis (MD&A).

FINANCIAL HIGHLIGHTS

- On a government-wide basis the liabilities of the City exceeded its assets for the most recent fiscal year by (\$10,379,126). The City has a deficit unrestricted net assets totaling (\$12,400,052) due to \$11,973,200 in TIF bonds and notes outstanding at year-end for infrastructure assets not owned by the City.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$3,474,770.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$2,456,763.
- In the City's analysis of GASB 45, *Other Post-Employment Benefits*, it was determined the City's liability is zero.

OVERVIEW OF THE FINANCIAL STATEMENTS

This MD&A is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplemental information and other supplemental information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City in a manner similar to a private-sector business. Note that the government-wide financial statements exclude fiduciary fund activities.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and accrued vacation leave).

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general administration, police services, fire services, public works, parks and recreation, housing, judicial, and economic development. The City does not operate any business-type activities.

The government-wide financial statements can be found on pages 12 and 13 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and fiduciary funds. The City has no proprietary (enterprise or internal service) funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, governmental funds financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and the government-wide governmental activities.

The City maintains nine individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for two major funds: General Fund and NW/SW Redevelopment Fund. Data from the other governmental funds are combined into a single, aggregated presentation called "other governmental funds". Individual fund data for each of these nonmajor governmental funds are provided in the form of combining statements in the other supplemental information section of this report.

The City adopts an annual appropriated budget for the General Fund, Sewer Lateral Fund, and Police Training Fund. Budgetary comparison statements have been provided for all budgeted funds to demonstrate legal compliance with the respective adopted budget.

The governmental funds financial statements can be found on pages 14 through 17 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds (which the City has none). The statement of fiduciary net assets and statement of changes in fiduciary net assets - Pension Trust Fund can be found on pages 18 and 19 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 20 through 38 of this report.

Required supplemental information. In addition to the basic financial statements and accompanying notes, certain required supplemental information can be found on pages 40 through 46 of this report.

Other supplemental information. The combining and individual fund statements, referred to earlier in connection with nonmajor governmental funds, are presented immediately following the required supplemental information. Combining and individual fund statements can be found on pages 49 through 53 of this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The City presents its financial statements under the reporting model required by the Government Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

The City's combined net assets (deficiency) increased to (\$10,379,126) from a deficit of (\$10,453,808) or 0.7% in the most recent fiscal year.

The City's condensed statement of net assets is as follows:

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

	March 31		2009 Change	
	2009	2008	Amount	Percent
ASSETS				
Current and other assets	\$ 3,955,779	2,578,424	1,377,355	53.4 %
Capital assets, net	3,527,541	4,168,050	(640,509)	(15.4)
Total Assets	7,483,320	6,746,474	736,846	10.9
LIABILITIES				
Long-term liabilities	14,671,321	14,992,095	(320,774)	(2.1)
Current liabilities	3,191,125	2,208,187	982,938	44.5
Total Liabilities	17,862,446	17,200,282	662,164	3.8
NET ASSETS (DEFICIENCY)				
Invested in capital assets, net of related debt	1,225,261	1,736,653	(511,392)	(29.4)
Restricted	795,665	489,787	305,878	62.5
Unrestricted (deficit)	(12,400,052)	(12,680,248)	280,196	2.2
Total Net Assets (Deficiency)	<u>\$ (10,379,126)</u>	<u>(10,453,808)</u>	<u>74,682</u>	0.7 %

The largest portion of the City's net assets, \$1,225,261 in 2009, reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's 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.

An additional portion of the City's net assets, \$795,665 in 2009, represents resources that are subject to external restrictions on how they may be used. External restrictions include those imposed by grantors, contributors, regulations or other governments, or restrictions imposed by law through constitutional provisions or legislation.

The remaining category of the City's net assets represents a deficit unrestricted net assets balance of (\$12,400,052) in 2009. This deficit is primarily the result of the balance of \$11,973,200 in TIF notes and bonds outstanding at year-end for infrastructure assets not owned by the City. The TIF notes and bonds are limited obligations of the City and are funded only by incremental revenues generated within the TIF district.

Governmental activities. Economic activity expense decreased due to reduced issuance of TIF notes. Governmental activities increased the City's net assets by \$74,682. Key elements of this are as follows:

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

	For The Years Ended March 31		2009 Change	
	2009	2008	Amount	Percent
REVENUES				
Program revenues:				
Charges for services	\$ 837,267	811,190	26,077	3.2 %
Operating grants and contributions	285,105	300,016	(14,911)	(5.0)
Capital grants and contributions	5,160	151,300	(146,140)	(96.6)
	<u>1,127,532</u>	<u>1,262,506</u>	<u>(134,974)</u>	<u>(10.7)</u>
General revenues:				
Taxes	3,884,799	3,776,762	108,037	2.9
Investment income	30,843	49,898	(19,055)	(38.2)
Miscellaneous	127,637	103,375	24,262	23.5
Total Revenues	<u>5,170,811</u>	<u>5,192,541</u>	<u>(21,730)</u>	<u>(0.4)</u>
EXPENSES				
Administration	899,430	831,720	67,710	8.1
Police department	924,559	867,216	57,343	6.6
Fire department	790,135	735,159	54,976	7.5
Public works	587,699	512,210	75,489	14.7
Parks and recreation	150,181	121,133	29,048	24.0
Housing department	83,589	82,019	1,570	1.9
Municipal court	150,167	152,929	(2,762)	(1.8)
Economic development	268,923	1,266,583	(997,660)	(78.8)
Interest on long-term debt	1,241,446	1,378,350	(136,904)	(9.9)
Total Expenses	<u>5,096,129</u>	<u>5,947,319</u>	<u>(851,190)</u>	<u>(14.3)</u>
CHANGE IN NET ASSETS	74,682	(754,778)	829,460	109.9
NET ASSETS (DEFICIENCY), APRIL 1	<u>(10,453,808)</u>	<u>(9,699,030)</u>	<u>(754,778)</u>	7.8
NET ASSETS (DEFICIENCY), MARCH 31	<u><u>\$ (10,379,126)</u></u>	<u><u>(10,453,808)</u></u>	<u><u>74,682</u></u>	0.7 %

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At March 31, 2009, the City's combined fund balance was \$3,474,770, an increase of \$1,146,312 from 2008. Over 97% of the total amount (\$3,387,435) constitutes unreserved fund balance which is available for spending at the City's discretion.

During the year ended March 31, 2009, the fund balance in the City's General Fund increased by \$709,439 or 41% from the prior year fund balance. The change of the current year's fund balance is mainly due to the sale of capital assets.

The NW/SW Redevelopment Fund increased by \$406,319 due to increased property tax collections from new development.

Fiduciary funds. The City maintains an Agency Fund for monies received and held for the benefit of others from collection and release of monies for asset forfeiture. At March 31, 2009, cash in the Agency Fund equaled \$3,896 due to normal activity.

The City also maintains a fiduciary fund for the assets of the uniformed personnel through the Police and Firemen's Pension Trust Fund. As of the end of the current fiscal year ending March 31, 2009, the net assets of the Pension Trust Fund totaled \$1,193,735.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The City has invested, net of accumulated depreciation, \$3,527,541 at March 31, 2009 in a broad range of capital assets, including park facilities, roads, buildings, machinery and equipment, automobiles, trucks, and infrastructure. This amount represents a net decrease for the current fiscal year (including additions and deductions) of \$640,509. The City purchased capital assets totaling \$1,000,645 during the fiscal year ended March 31, 2009. The City's capital assets, net of accumulated depreciation, consisted of:

	March 31		2009 Change	
	2009	2008	Amount	Percent
Land	\$ 121,859	1,620,876	(1,499,017)	(92.5) %
Construction in progress	738,821	-	738,821	100.0
Buildings and improvements	552,205	551,778	427	0.1
Vehicles	106,083	117,785	(11,702)	(9.9)
Equipment	37,073	45,748	(8,675)	(19.0)
Infrastructure	1,971,500	1,831,863	139,637	7.6
Total	<u>\$ 3,527,541</u>	<u>4,168,050</u>	<u>(640,509)</u>	<u>(15.4) %</u>

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

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

Long-term debt. At March 31, 2009, the City had total long-term debt obligations for governmental activities in the amount of \$14,414,503 compared to \$14,745,095 at March 31, 2008. The following is a summary of long-term debt:

	March 31		2009 Change	
	2009	2008	Amount	Percent
General obligation bonds	\$ 2,205,000	2,330,000	(125,000)	(5.4) %
Tax increment revenue bonds	373,200	373,200	-	-
Tax increment revenue notes	11,600,000	11,331,077	268,923	2.4
Certificates of participation	-	476,750	(476,750)	(100.0)
Capital leases	97,280	101,397	(4,117)	(4.1)
Compensated absences	139,023	132,671	6,352	4.8
Total	<u>\$ 14,414,503</u>	<u>14,745,095</u>	<u>(330,592)</u>	<u>(2.2) %</u>

Additional information on the City's long-term debt can be found in Note G in the notes to financial statements.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City amended the budget as follows:

- The administration department increased budgeted expenditures by \$297,300 mainly due to the payoff of the certificates of participation and the reduced capital outlay expenditures.
- The fire department increased budgeted expenditures by \$23,000 mainly due to personnel services.
- The parks and recreation department increased expenditures \$20,500 mainly for capital expenditures.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

For the fiscal year ended March 31, 2010, the City budgeted for various small revenue decreases. The decreases were due to the general downturn of the economy.

The City budgeted for various expenditure increases which include pay raises, employee benefits, capital projects, and pension contributions.

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2009

In the NW/SW Redevelopment TIF Project, the south side has been completed and as the retail space fills up, the City is expecting more sales tax revenue. Construction on the north side is on hold pending project revisions due to the change in economic conditions over the last year.

REQUESTS FOR INFORMATION

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

City of Rock Hill
9511 Manchester Road
Rock Hill, MO 63119

CITY OF ROCK HILL, MISSOURI**STATEMENT OF NET ASSETS****MARCH 31, 2009**

	Governmental Activities
<hr/>	
ASSETS	
Cash and investments	\$ 3,298,762
Receivables (net):	
Property tax	193,458
Municipal taxes	331,775
Intergovernmental	35,541
Other	9,002
Investments - restricted	87,241
Capital assets:	
Land and construction in progress	860,680
Other capital assets, net of accumulated depreciation	2,666,861
Total Assets	<u>7,483,320</u>
LIABILITIES	
Accounts payable	236,999
Accrued payroll	47,689
Accrued interest	2,867,714
Due to others	11,360
Plan deposits	27,363
Noncurrent liabilities:	
Due within one year	247,337
Due in more than one year	14,167,166
Due in more than one year - net pension obligation	256,818
Total Liabilities	<u>17,862,446</u>
NET ASSETS (DEFICIENCY)	
Invested in capital assets, net of related debt	1,225,261
Restricted for:	
Debt service	87,335
Sewer lateral	7,072
Tax increment financing	701,258
Unrestricted (deficit)	<u>(12,400,052)</u>
Total Net Assets (Deficiency)	<u><u>\$ (10,379,126)</u></u>

CITY OF ROCK HILL, MISSOURI

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2009

					Net Revenues (Expenses) And Change In Net Assets
					</

See notes to financial statements

CITY OF ROCK HILL, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
MARCH 31, 2009

	<u>General Fund</u>	<u>NW/SW Redevelopment Fund</u>	<u>Other Governmental Funds</u>	<u>Total Govern- mental Funds</u>
ASSETS				
Cash and investments	\$ 2,392,626	575,019	331,117	3,298,762
Receivables (net):				
Property taxes	45,569	84,357	63,532	193,458
Municipal taxes	325,227	6,548	-	331,775
Intergovernmental	35,541	-	-	35,541
Other receivables	7,422	-	1,580	9,002
Due from other funds	11,023	-	5,890	16,913
Investments - restricted	-	-	87,241	87,241
	<u>-</u>	<u>-</u>	<u>87,241</u>	<u>87,241</u>
Total Assets	<u>\$ 2,817,408</u>	<u>665,924</u>	<u>489,360</u>	<u>3,972,692</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 236,999	-	-	236,999
Accrued payroll	47,689	-	-	47,689
Deferred revenues	37,234	82,159	38,205	157,598
Due to others	11,360	-	-	11,360
Due to other funds	-	-	16,913	16,913
Plan deposits	27,363	-	-	27,363
Total Liabilities	<u>360,645</u>	<u>82,159</u>	<u>55,118</u>	<u>497,922</u>
Fund Balances				
Reserved for:				
Debt service	-	-	87,335	87,335
Unreserved, reported in:				
General Fund	2,456,763	-	-	2,456,763
Special Revenue Funds	-	583,765	346,907	930,672
Total Fund Balances	<u>2,456,763</u>	<u>583,765</u>	<u>434,242</u>	<u>3,474,770</u>
Total Liabilities And Fund Balances	<u>\$ 2,817,408</u>	<u>665,924</u>	<u>489,360</u>	<u>3,972,692</u>

CITY OF ROCK HILL, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
MARCH 31, 2009

Total Fund Balances - Governmental Funds	\$ 3,474,770
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of the assets is \$4,830,573 and the accumulated depreciation is \$1,303,032.	3,527,541
Net pension obligations are not financial resources and, therefore, are not reported in the governmental funds.	(256,818)
Some revenues are not available soon enough to pay for current expenditures and are not reported as revenues in the governmental funds.	157,598
Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:	
Accrued compensated absences	(139,023)
Accrued interest payable	(2,867,714)
Lease payable	(97,280)
Bonds payable	(2,578,200)
Tax increment financing notes	<u>(11,600,000)</u>
Total Net Deficiency Of Governmental Activities	<u>\$ (10,379,126)</u>

CITY OF ROCK HILL, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2009

	General Fund	NW/SW Redevelopment Fund	Other Govern- mental Funds	Total Govern- mental Funds
REVENUES				
Property taxes	\$ 247,113	501,439	424,022	1,172,574
Gross receipts taxes	813,280	-	-	813,280
Licenses and permits	234,162	-	-	234,162
Intergovernmental	304,252	-	-	304,252
Sales tax	1,732,683	58,485	39,488	1,830,656
Fines and court costs	545,483	-	-	545,483
Investment income	28,863	399	1,581	30,843
Miscellaneous	136,945	8	58,372	195,325
Total Revenues	<u>4,042,781</u>	<u>560,331</u>	<u>523,463</u>	<u>5,126,575</u>
EXPENDITURES				
Current:				
Administration	823,440	2,979	2,926	829,345
Police department	883,240	-	5,677	888,917
Fire department	777,913	-	-	777,913
Public works	438,321	-	-	438,321
Parks and recreation	110,631	-	-	110,631
Housing department	83,911	-	-	83,911
Municipal court	157,459	-	-	157,459
Economic development	-	268,923	-	268,923
Capital outlay	1,005,536	-	86,914	1,092,450
Debt service:				
Principal	510,391	-	125,000	635,391
Interest	21,890	190,674	232,751	445,315
Total Expenditures	<u>4,812,732</u>	<u>462,576</u>	<u>453,268</u>	<u>5,728,576</u>
REVENUES OVER (UNDER)				
EXPENDITURES	<u>(769,951)</u>	<u>97,755</u>	<u>70,195</u>	<u>(602,001)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of capital lease	29,524	-	-	29,524
Sale of capital assets	1,449,866	-	-	1,449,866
Tax increment notes issued	-	268,923	-	268,923
Transfers in	-	39,641	165,777	205,418
Transfers out	-	-	(205,418)	(205,418)
Total Other Financing Sources (Uses)	<u>1,479,390</u>	<u>308,564</u>	<u>(39,641)</u>	<u>1,748,313</u>
NET CHANGE IN FUND BALANCES	709,439	406,319	30,554	1,146,312
FUND BALANCES, APRIL 1	<u>1,747,324</u>	<u>177,446</u>	<u>403,688</u>	<u>2,328,458</u>
FUND BALANCES, MARCH 31	<u>\$ 2,456,763</u>	<u>583,765</u>	<u>434,242</u>	<u>3,474,770</u>

See notes to financial statements

CITY OF ROCK HILL, 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 MARCH 31, 2009

Net Change In Fund Balances - Governmental Funds \$ 1,146,312

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

Capital outlays are reported in the governmental funds as expenditures, however, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays over the capitalization threshold totaling \$1,000,645 exceeded depreciation (\$142,137) in the current period. 858,508

The net effect of various miscellaneous transactions involving capital assets:
Cost of disposals, net of accumulated depreciation (1,499,017)

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

Debt issued:

Tax increment financing notes (268,923)
Capital lease (29,524)

Repayments:

Bonds payable 125,000
Certificates of participation 476,750
Capital lease 33,641

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds:
Increase in deferred revenues 44,236

Under the modified accrual basis of accounting used in the governmental funds financial statements, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available. The net changes of these items are:

Increase in accrued compensated absences (6,352)
Increase in accrued interest (796,131)
Increase in net pension obligation (9,818)

Change In Net Assets Of Governmental Activities \$ 74,682

CITY OF ROCK HILL, MISSOURI
STATEMENT OF FIDUCIARY NET ASSETS -
FIDUCIARY FUNDS
MARCH 31, 2009

	<u>Pension Trust Fund</u>	<u>Agency Fund</u>
ASSETS		
Cash	\$ -	3,896
Investments:		
Money market funds	3,040	
Mutual funds	<u>1,190,695</u>	<u>-</u>
Total Assets	<u>1,193,735</u>	<u>3,896</u>
 LIABILITIES		
Deposits held for others	<u>-</u>	<u>3,896</u>
 NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	 <u><u>\$ 1,193,735</u></u>	 <u><u>-</u></u>

CITY OF ROCK HILL, MISSOURI
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS -
PENSION TRUST FUND
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Pension Trust Fund</u>
ADDITIONS	
Investment income (loss):	
Dividends	\$ 63,703
Net depreciation in fair value of investments	(306,168)
Total Investment Income (Loss)	(242,465)
Employer contributions	237,000
Total Additions - Net	(5,465)
DEDUCTIONS	
Benefits paid	168,688
NET DECREASE	(174,153)
NET ASSETS HELD IN TRUST FOR PENSION	
BENEFITS, APRIL 1	1,367,888
NET ASSETS HELD IN TRUST FOR PENSION	
BENEFITS, MARCH 31	<u><u>\$ 1,193,735</u></u>

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF ROCK HILL, MISSOURI** (the City) was incorporated on April 29, 1929. The City operates under a council-administrator form of government and provides the following services: public safety (police and fire), public works, parks and recreation, housing, judicial, and general administrative services.

The accounting policies and financial reporting practices of the City conform to U.S. generally accepted accounting principles as applied to governmental entities. The following is a summary of the more significant policies.

1. Reporting Entity

In evaluating the City as a reporting entity, management has addressed all component units for which the City may or may not be financially accountable and, as such, be includable within the City's financial statements. In accordance with GASB Statement No. 14, the City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and 1) it is able to impose its will on the organization or 2) there is a potential for the organization to provide specific financial benefit to or impose specific burden on the City. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. It has been determined that the City does not have a component unit.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Ma-

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Government-wide and Fund Financial Statements (Continued)

For individual governmental funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are Pension Trust Fund financial statements. The Agency Fund's financial statements are reported using the accrual basis of accounting with no economic resources measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be measurable and available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due (i.e., matured).

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

The City reports the following major governmental funds:

General Fund -- The General Fund accounts for all activities except those required to be accounted for in another fund. Revenues in this fund are derived from taxes, fees, and other sources that are used for general ongoing government services such as parks, police, fire, public works, and administration.

NW/SW Redevelopment Fund -- The NW/SW Redevelopment Fund is used to account for tax increment financing revenue from the NW/SW redevelopment area.

Additionally, the City reports the following fund types:

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Agency Fund -- The Agency Fund (Asset Forfeiture) is used to account for assets held by the City as an agent for individuals, private organizations, other governments, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

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

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

4. Cash and Investments

The City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. State statutes authorize the City to invest in obligations of the U.S. Treasury, federal agencies, commercial paper, corporate bonds, and repurchase agreements. The City invests all temporary cash surpluses in certificates of deposit with various banks as authorized by Missouri state statute. Pension Funds may also invest in mutual funds. Investments are stated at fair value.

5. Capital Assets

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Capital Assets (Continued)

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

The City has elected not to record the historical cost of infrastructure placed in service prior to April 1, 2004.

Depreciation is being computed on the straight-line method with no depreciation in the year placed in service, using asset lives as follows:

Assets	Years
Buildings and improvements	10 - 40
Vehicles	5 - 7
Equipment	7 - 25
Infrastructure	40

6. Compensated Absences

The City accrues compensated absences when vested. The current and noncurrent portions are recorded in the government-wide financial statements.

Vacations accrue to employees based on their anniversary date of employment and are limited to a maximum of ten days over the employee's yearly entitlement. Upon leaving employment of the City, an employee is entitled to payment for accrued vacation.

Compensatory time accrues to a maximum of 240 hours for Fire Fighters, 80 hours for Police Officers, and 40 hours for all other employees.

Sick leave accrues to a maximum of 480 hours for all employees except Fire Fighters and 648 hours for Fire Fighters. Upon leaving employment of the City, an employee is not entitled to payment for accrued sick leave.

7. Long-term Liabilities

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Long-term Liabilities (Continued)

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

8. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

9. Property Taxes

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

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

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

10. Allowance

Receivables are shown net of an allowance for uncollectibles of \$7,422.

11. Restricted Assets

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Due To/From Other Funds

Noncurrent portions of long-term interfund loans receivable (reported in “advances to” asset accounts) are equally offset by a fund balance reserve account which indicates that they do not constitute “available spendable resources” since they are not a component of net current assets. Current portions of long-term interfund loans receivable (reported in “due from” asset accounts) are considered “available spendable resources” and are subject to elimination upon consolidation.

13. Interfund Transactions

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

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

14. Use of Estimates

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

NOTE B - CASH AND INVESTMENTS

1. Deposits

Custodial Credit Risk for deposits is the risk that in the event of a bank failure, the City’s deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City’s bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee institution. The value of the securities must amount to the total of the City’s cash not insured by the Federal Deposit Insurance Corporation.

As of March 31, 2009, the City’s bank balances were entirely secured or collateralized with securities held by the City or by its agent in the City’s name.

2. Investments

As of March 31, 2009, the City had the following investments:

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

Investments	Fair Market Value	No Maturity	Less Than One Year	Credit Risk
Primary Government				
Money market funds	\$ 743,851	743,851	-	Not rated
Repurchase agreements	1,065,000	-	1,065,000	N/A
Certificates of deposit	1,390,723	-	1,390,723	N/A
Total Primary Govern- ment Investments	3,199,574	743,851	2,455,723	
Fiduciary Funds				
Money market funds	3,040	3,040	-	Not rated
Mutual funds	1,190,695	1,190,695	-	N/A
Total Fiduciary Funds Investments	1,193,735	1,193,735	-	
Grand Total Invest- ments	\$ 4,393,309	1,937,586	2,455,723	

Investments Policies

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy states that they minimize credit risk by pre-qualifying the financial institutions, brokers/dealers, and advisors with which the City will do business and diversifying the portfolio to reduce potential losses on individual securities.

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City's policy states that they minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing primarily in shorter term securities.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's policy states that they minimize concentration of credit risk by diversifying the investment portfolio.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS

The following is a summary of changes in capital assets - governmental activities:

For The Year Ended March 31, 2009				
Governmental Activities	Balance March 31 2008	Additions	Deletions	Balance March 31 2009
Capital assets not being depreciated:				
Land	\$ 1,620,876	-	1,499,017	121,859
Construction in progress	-	738,821	-	738,821
Total Capital Assets Not Being Depreciated	1,620,876	738,821	1,499,017	860,680
Capital assets being depreciated:				
Buildings and improvements	746,712	19,025	-	765,737
Vehicles	794,083	29,524	17,484	806,123
Equipment	191,608	5,170	-	196,778
Infrastructure	1,993,150	208,105	-	2,201,255
Total Capital Assets Being Depreciated	3,725,553	261,824	17,484	3,969,893
Less - Accumulated depreciation for:				
Buildings and improvements	194,934	18,598	-	213,532
Vehicles	676,298	41,226	17,484	700,040
Equipment	145,860	13,845	-	159,705
Infrastructure	161,287	68,468	-	229,755
Total Accumulated Depreciation	1,178,379	142,137	17,484	1,303,032
Total Capital Assets Being Depreciated, Net	2,547,174	119,687	-	2,666,861
Governmental Activities Capital Assets, Net	<u>\$ 4,168,050</u>	<u>858,508</u>	<u>1,499,017</u>	<u>3,527,541</u>

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

Governmental Activities	For The Year Ended March 31, 2009
Administration	\$ 8,097
Public works	101,607
Parks and recreation	7,273
Fire department	4,363
Police department	<u>20,797</u>
	<u>\$142,137</u>

NOTE D - EMPLOYEE RETIREMENT SYSTEMS

Missouri Local Government Employees Retirement System

1. Plan Description

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

2. Funding Policy

The City's full-time employees do not contribute to the pension plan. The City is required by state statute to contribute at an actuarially determined rate; the current rate is 0.4% (general), 11.6% (police), and 12% (fire) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the City. The contribution provisions of the City are established by state statute.

3. Annual Pension Cost

For 2008, the City's annual pension cost of \$95,564 was equal to the required and actual contributions. The required contribution was determined as part of the February 28/29, 2006 and/or 2007 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions include a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually; b) projected salary increases of 4% per year, compounded annually attributable to inflation; c) additional projected salary increases ranging from 0% to 6% per year, depending on age, attributable to seniority/merit; d) pre-retirement mortality based on the RP-2000 Combined Healthy Table set back zero years for men and zero years for women; and e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back one year for men and seven years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 28, 2008 was 15 years.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - EMPLOYEE RETIREMENT SYSTEMS (Continued)

3. Annual Pension Cost (Continued)

Three-year Trend Information

<u>For The Plan Years Ended June 30</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Of APC Contributed</u>	<u>Net Pension Obligation</u>
2008	\$95,564	100%	\$ -
2007	4,973	100	-
2006	4,412	100	-

Schedule of Funding Progress

<u>For The Actuarial Valuation Years Ended February 28/29</u>	<u>Actuarial Value Of Assets</u>	<u>Entry Age Actuarial Accrued Liability (AAL)</u>	<u>Excess Actuarial Assets Over AAL</u>
2008	\$1,110,652	\$1,129,638	(\$ 18,986)
2007	930,781	513,509	417,272
2006	1,035,746	628,810	406,936

<u>For The Actuarial Valuation Years Ended February 28/29</u>	<u>Funded Ratio</u>	<u>Annual Covered Payroll</u>	<u>Unfunded AAL As A Percentage Of Covered Payroll</u>
2008	98%	\$1,490,840	(1.3%)
2007	181	509,180	-
2006	165	554,597	-

Note: The above assets and AAL do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS' office in Jefferson City, MO.

During the plan year ended June 30, 2008, the police and fire department joined the LAGERS plan.

NOTE D - EMPLOYEE RETIREMENT SYSTEMS (Continued)

Pension Plan for the Uniformed Employees of the City of Rock Hill

1. Plan Description

The Pension Plan for the Uniformed Employees of the City of Rock Hill (the Plan) is a single-employer, defined benefit pension plan covering all full-time employees of the Police and Fire Departments of the City hired before October 28, 2003. The Plan was created and governed by ordinance in accordance with state statutes. The Plan may be amended under the provisions of the original ordinance. The City contributes amounts to the Plan. The Plan provides retirement benefits based on service and salary with the City. The Plan also provides to the deceased member's spouse or children, based on the participant's service and salary with the City. The Plan is included in the financial statements of the City as a Pension Trust Fund and does not issue a separate financial statement.

As of May 1, 2008 (the most recent actuarial valuation date), membership in the Plan is comprised of the following:

Retirees and beneficiaries currently receiving benefits and	
vested terminated employees	18
Active employees	12

Covered employees are vested in their Accrued Monthly Pension Benefit after 5 or more years of vesting service.

Covered employees who have attained the age of 60 years and have 20 years of vesting service shall be eligible for normal retirement benefits. Covered employees who have attained the age of 50 years and have 10 years of vesting service shall be eligible for early retirement benefits.

Participants who had not started receiving benefits by May 1, 2003 shall be eligible to receive 30% for their final average monthly compensation reduced by 1/20th for each year of benefit service at normal retirement less than 20 years plus a temporary benefit of 20% of final average monthly compensation reduced 1/20th for each year of benefit service at normal retirement less than 20 years. This temporary benefit shall be payable only until the participant reaches age 62.

Participants who were age 50 or had 15 years of service as of April 30, 2003 shall be eligible for 50% of their final average monthly compensation reduced by 1/20th for each year of benefit service at normal retirement less than 20 years.

Participants who were not age 50 or had 15 years of service as of April 30, 2003 and former participants who began receiving benefits prior to May 1, 2003 shall be eligible for 40% of their final average monthly compensation reduced 1/20th for each year of ben-

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - EMPLOYEE RETIREMENT SYSTEMS (Continued)

1. Plan Description (Continued)

enefit service at normal retirement less than 20 years plus a temporary benefit of 10% of final average monthly compensation reduced 1/20th for each year of benefit service at normal retirement less than 20 years. This temporary benefit shall be payable only until the participant reaches age 62.

Final average compensation is defined as the participant's highest average five consecutive completed plan years' earnings prior to retirement or termination. Years of benefit service is defined as the number of full years of continuous service from the date of hire. The monthly normal retirement pension is payable for the life of the participant with 120 payments guaranteed.

2. Funding Status and Progress - Entry Age Actuarial Cost Method

The City uses the aggregate actuarial cost method for determining contributions. This actuarial method does not directly calculate the actuarial accrued liability. The purpose of presenting the actuarial accrued liability using the entry age method is to provide information that serves as a surrogate for the funded status and funding progress of the City. The following schedule of funding progress is presented using the entry age actual cost method:

Pension Plan			
Valuation For The Actuarial Years Ended May 1	Actuarial Value Of Assets	Entry Age AAL	Unfunded AAL (UAAL)
2008	\$1,400,436	\$3,807,684	\$2,407,248
2007*	N/A	N/A	N/A
2006	1,352,194	3,523,644	2,171,450
Valuation For The Actuarial Years Ended May 1	Funded Ratio	Covered Payroll	UAAL As A Percentage Of Covered Payroll
2008	36.8%	\$637,069	377.9%
2007*	N/A	N/A	N/A
2006	38.4	569,486	381.3

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - EMPLOYEE RETIREMENT SYSTEMS (Continued)

2. Funding Status and Progress - Entry Age Actuarial Cost Method (Continued)

<u>Schedule Of Contributions</u>			
<u>For The</u> <u>Years Ended</u> <u>April 30</u>	<u>Annual</u> <u>Required</u> <u>Contribution</u>	<u>Actual</u> <u>Contribution</u>	<u>Percentage</u> <u>Contributed</u>
2008	\$260,954	\$237,000	90.8%
2007	236,769	236,769	100.0
2006	236,769	-	-

*Valuation was not performed

Actuarial assumptions for the entry age actuarial cost method are the same as the assumptions used for the aggregate actuarial cost method.

Additional information as of the latest actuarial valuation follows:

Valuation date	May 1, 2008
Actuarial cost method	Aggregate cost method
Amortization method	Not Applicable - Aggregate cost method
Asset valuation method	Fair value
Actuarial assumptions:	
Investment rate of return	5.5%
Projected salary increase	4.5%
Pre-retirement mortality	1983 Group Annuity Mortality Table
Inflation rate	-
Post-retirement benefit increase	-

3. Annual Pension Cost

Annual pension costs for the Plan are shown in the trend information. Annual required contributions were not made. The City had a net pension obligation of \$256,818 for the year ended March 31, 2009.

4. Trend Information

Historical trend information about the Plan is presented herewith as required supplementary information. This information is intended to help users assess the Plan's funding status on a going-concern basis, assess progress made in accumulating assets to pay benefits when due, and make comparison with other Public Employee Retirement Systems (PERS).

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - EMPLOYEE RETIREMENT SYSTEMS (Continued)

4. Trend Information (Continued)

Pension Plan							
Valuation For The Years Ended April 30			Annual Pension Cost			Percentage Contributed	Net Pension Obligation
2008			\$259,012			91.5%	\$256,818
2007			234,806			100.8	234,806
2006			236,769			-	236,769

Pension Plan							
Valuation For The Actuarial Years Ended April 30	Annual Required Contri- bution	Adjustment To Annual Required Contribution	Interest On Net Pension Obligation	Annual Pension Cost	Actual Contri- bution	Increase (Decrease) In Net Pension Obligation	Net Pension Obligation End Of Year
2008	\$260,954	(14,856)	12,914	259,012	(237,000)	22,012	256,818
2007	236,769	(14,985)	13,022	234,806	(236,769)	(1,963)	234,806
2006	236,769	-	-	236,769	-	236,769	236,769

NOTE E - RISK MANAGEMENT

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

The City is a member of the St. Louis Area Insurance Trust (SLAIT), which is a not-for-profit, self-insurance risk pool formed by various St. Louis County municipalities to cover worker's compensation and general liability matters. The purpose of this trust is to distribute the cost of self-insurance over similar entities. In addition to insurance protection, the program provides risk management services with emphasis in loss control, claims administration, and management information services. SLAIT is fully funded by its member participants and employs an outside service company to process all claims.

SLAIT requires an annual premium payment by members to cover estimated claims payable and reserves for claims. The members of SLAIT have no legal interest in the assets, liabilities, or fund balances of SLAIT. However, the City is contingently liable to fund its pro rata share if any deficit incurred by SLAIT should SLAIT cease operation at some future date.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE F - COMMITMENTS AND CONTINGENCIES

The City receives various grants and state funding for specific purposes that are subject to review and audit. These reviews and audits could lead to requests for reimbursement or to withholding of future funding for expenditures disallowed under or other noncompliance with the terms of the grants and funding. The City is not aware of any noncompliance with federal or state provisions that might require the City to provide reimbursement.

All Missouri entities which have collected confiscation funds may be required to remit part or all of these funds to other governmental entities. There is no information presently available to project the impact, if any, on the City's financial position.

At March 31, 2009, the City was committed to construction contracts in the amount of \$81,370.

NOTE G - LONG-TERM DEBT

Long-term debt consists of the following:

General Obligation Bonds

	March 31
	<u>2009</u>
\$3,000,000 General Obligation Bonds for street improvements, Series 2002, due in annual installments through March 1, 2022, interest payable at 3% to 4.875%.	<u>\$2,205,000</u>

Debt service requirements for the bonds are as follows:

For The Years Ended March 31	General Obligation Bonds		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 130,000	101,498	231,498
2011	135,000	96,298	231,298
2012	140,000	90,830	230,830
2013	145,000	85,020	230,020
2014	155,000	78,785	233,785
2015 - 2019	870,000	282,175	1,152,175
2020 - 2022	<u>630,000</u>	<u>62,400</u>	<u>692,400</u>
	<u>\$2,205,000</u>	<u>797,006</u>	<u>3,002,006</u>

Tax Increment Revenue Bonds

The City has tax increment revenue bonds which are special limited obligations of the City, payable solely from payments in lieu of taxes attributable to the increase in assessed value of real property, incremental increases in economic activity taxes in the project area, and monies on deposit in the Debt

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE G - LONG-TERM DEBT (Continued)

Service Reserve Fund. The bonds do not constitute a general obligation of the City. Bonds outstanding are as follows:

	<u>Date Issued</u>	<u>Date Of Maturity</u>	<u>Date Of Annual Payment</u>	<u>Original Amount</u>	<u>Balance March 31 2009</u>
Tax increment revenue bonds:					
McKnight Crossing	7-28-1999	12-1-2019	December 1	\$373,200	<u>\$373,200</u>

Tax Increment Revenue Notes

During the years ending March 31, 2009, 2008, 2007, and 2006, the City issued Tax Increment Revenue Notes, Series 2006, totaling \$11,600,000 for the purpose of paying a portion of the redevelopment project costs in connection with the "NW/SW Redevelopment Project". The tax increment revenue notes are considered a special limited obligation of the City. The City will make principal and interest payments on the tax increment revenue notes based on the incremental payments in lieu of taxes (PILOTS) and economic activity tax (EATS).

Since annual repayment amounts for the tax increment revenue notes will be determined based on future revenues, a schedule of debt service requirements to maturity cannot be established. The notes may be issued to an aggregate of \$11,600,000.

Certificates of Participation

In October 2004, the City issued \$150,000 of certificates of participation for the purpose of providing funds to pay certain economic development costs within the City. The certificates of participation matured September 2008 and interest was at 5.1%.

In October 2003, the City issued \$326,750 of certificates of participation for the purpose of providing funds to reimburse certain economic development costs within the City. The certificates of participation matured September 2008 and interest was at 5.1%.

The following is a summary of the changes in the City's long-term debt:

	For The Year Ended March 31, 2009			Amounts	
	Balance March 31 2008	Additions	Reductions	Balance March 31 2009	Due Within One Year
General obligation bonds	\$ 2,330,000	-	125,000	2,205,000	130,000
Tax increment revenue bonds	373,200	-	-	373,200	-
Tax increment revenue notes	11,331,077	268,923	-	11,600,000	-
Certificates of participation	476,750	-	476,750	-	-
Capital leases	101,397	29,524	33,641	97,280	33,923
Compensated absences	132,671	94,774	88,422	139,023	83,414
	\$14,745,095	393,221	723,813	14,414,503	247,337

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE G - LONG-TERM DEBT (Continued)

The general obligation bonds are to be liquidated by the Street Bond Special Revenue Fund. The tax increment revenue bonds are to be liquidated by the Debt Service Fund. The tax increment revenue notes are to be liquidated by the NW/SW Redevelopment Fund. The capital lease and compensated absences are to be liquidated by the General Fund.

Capital Lease

The City entered into lease agreements for the acquisition of two police cars and two public works trucks. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through the capital lease are as follows:

	<u>March 31</u> <u>2009</u>
Vehicles	\$139,671
Less - Accumulated depreciation	<u>49,930</u>
	<u>\$ 89,741</u>

A schedule of future minimum lease payments under the capital lease and the present value of the net minimum lease payments as of March 31, 2009 is as follows:

For The Years
Ended March 31

2010	\$ 38,579
2011	38,459
2012	<u>28,362</u>
Total Minimum Lease Payments	105,400
Less - Amount representing interest	<u>8,120</u>
Present Value of Minimum Lease Payments	<u>\$ 97,280</u>

NOTE H - INTERFUND TRANSACTIONS

Individual interfund transactions are as follows:

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - INTERFUND TRANSACTIONS (Continued)

<u>Transfers In</u>	<u>Transfers Out</u>	<u>March 31 2009</u>
NW/SW Redevelopment Fund	Nonmajor Funds	\$ 39,641
Nonmajor Funds	Nonmajor Funds	<u>165,777</u>
		<u>\$205,418</u>

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

NOTE I - INTERFUND ASSETS/LIABILITIES

Individual interfund assets and liabilities are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>March 31 2009</u>
General Fund	Nonmajor Funds	\$11,023
Nonmajor Funds	Nonmajor Funds	<u>5,890</u>
		<u>\$16,913</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1) inter-fund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. All interfund balances are expected to be repaid during the fiscal year ending March 31, 2010.

NOTE J - UNRESTRICTED NET ASSET DEFICIT

The government-wide statement of net assets reflects an unrestricted net asset deficit of (\$12,400,052). This total is comprised of \$426,852 in unrestricted net assets from operations and unrestricted net assets deficit resulting from the issuance of various TIF revenue bonds and notes \$11,973,200, which is for development not owned by the City.

The City's responsibility to repay the TIF revenue bonds and notes extends only to the incremental revenues generated by the TIF district. The TIF revenue bonds and notes are a special limited obligation of the City and are not used in calculating the City's debt limit.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE K - RESTRICTED NET ASSETS

The government-wide statement of net assets reports \$795,665 of restricted net assets, of which \$708,330 is restricted by enabling legislation.

NOTE L - TAX INCREMENT REVENUES PLEDGED

The City has pledged a portion of future tax revenues to repay tax increment revenue bonds and notes issued to finance certain improvements in the City. The bonds and notes are payable solely from the incremental taxes generated by increased sales and assessed property values in the improved area. Incremental taxes were projected to produce 100% of the debt service requirements over the life of the bonds and notes. Total principal and interest remaining on the bonds and notes is reported in Note G. For the current year, principal and interest paid and total incremental tax revenues were \$317,115 and \$708,036, respectively.

NOTE M - PRIOR PERIOD ADJUSTMENTS

The previously stated net assets/fund balances have been adjusted as follows:

	<u>Governmental Activities</u>	<u>General Fund</u>
Net assets (deficiency)/fund balances, March 31, 2008, as previously reported	(\$10,101,363)	1,842,593
Restatement for:		
Accrued interest payable	(257,176)	-
Receivables	<u>(95,269)</u>	<u>(95,269)</u>
Net Assets (Deficiency)/Fund Balances, March 31, 2008, As Restated	(\$ <u>10,453,808</u>)	<u>1,747,324</u>

NOTE N - FUTURE ACCOUNTING PRONOUNCEMENTS

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets* (GASB 51), establishes standards for the measurement and recording the estimated historical cost for land associated with right-of-way easements. GASB 51 will be effective for the City for the fiscal year ending March 31, 2011. The City, however, has not yet completed its assessment of the statement or the potential impact of the statement on its financial position.

REQUIRED SUPPLEMENTAL INFORMATION SECTION

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES				
Property Taxes	\$ 238,835	238,835	247,113	8,278
Gross Receipts Taxes				
Cable television	44,412	44,412	46,103	1,691
Electric	242,850	242,850	228,960	(13,890)
Gas	224,166	224,166	241,013	16,847
Telephone	492,690	492,690	249,025	(243,665)
Water	40,436	40,436	48,179	7,743
Total Gross Receipts Taxes	<u>1,044,554</u>	<u>1,044,554</u>	<u>813,280</u>	<u>(231,274)</u>
Licenses and Permits				
Auto personal property	12,939	12,939	13,158	219
Building permits	16,609	16,609	20,036	3,427
Liquor	7,942	7,942	8,150	208
Merchants' licenses	214,634	214,634	192,818	(21,816)
Total Licenses And Permits	<u>252,124</u>	<u>252,124</u>	<u>234,162</u>	<u>(17,962)</u>
Intergovernmental				
Cigarette tax	22,700	22,700	22,746	46
Gasoline tax	142,926	142,926	132,654	(10,272)
Motor vehicle tax	64,179	64,179	47,038	(17,141)
Road and bridge	75,850	75,850	101,814	25,964
Total Intergovernmental	<u>305,655</u>	<u>305,655</u>	<u>304,252</u>	<u>(1,403)</u>
Sales Tax	<u>2,304,624</u>	<u>2,304,624</u>	<u>1,732,683</u>	<u>(571,941)</u>
Fines and Court Costs	<u>412,365</u>	<u>412,365</u>	<u>545,483</u>	<u>133,118</u>
Investment Income	<u>35,184</u>	<u>35,184</u>	<u>28,863</u>	<u>(6,321)</u>
Miscellaneous				
Miscellaneous	10,000	10,000	122,701	112,701
Grant income	-	-	8,759	8,759
Parks and recreation	13,000	13,000	5,485	(7,515)
Total Miscellaneous	<u>23,000</u>	<u>23,000</u>	<u>136,945</u>	<u>113,945</u>
Total Revenues	<u>4,616,341</u>	<u>4,616,341</u>	<u>4,042,781</u>	<u>(573,560)</u>
EXPENDITURES				
Administration				
Personnel services:				
Salaries	244,945	235,445	236,663	1,218
Employee health insurance	22,639	30,839	29,664	(1,175)
Employee life insurance	1,795	1,795	1,708	(87)

(Continued)

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Administration (Continued)				
Personnel services (Continued):				
Employee pension	250,149	250,149	250,231	82
Fitness program	240	240	231	(9)
Payroll taxes	15,983	17,683	17,636	(47)
Unemployment	6,000	-	-	-
Operating expenditures:				
Board and mayor	1,450	1,450	1,458	8
Codification	2,000	2,000	2,300	300
Communications	10,900	10,900	10,007	(893)
Dues	4,435	4,435	4,882	447
Election	2,000	2,000	2,419	419
Insurance and bonds	13,420	15,220	15,202	(18)
Miscellaneous	7,400	6,100	6,117	17
Rent	64,200	78,300	79,025	725
Postage	4,290	4,290	4,574	284
Supplies and materials	5,590	5,590	5,433	(157)
Telephone	4,728	5,728	5,556	(172)
Training and education	6,947	5,947	6,002	55
Contracted services:				
Audit	16,500	16,500	16,968	468
Clerical	5,000	3,100	2,479	(621)
Employees	204	204	150	(54)
Legal	30,350	40,500	35,880	(4,620)
Other	31,500	87,650	88,855	1,205
Capital outlay:				
Equipment	208,096	8,275	8,187	(88)
Debt service:				
Principal	45,000	476,750	476,750	-
Interest	25,000	16,971	16,971	-
Total Administration	<u>1,030,761</u>	<u>1,328,061</u>	<u>1,325,348</u>	<u>(2,713)</u>
 Police Department				
Personnel services:				
Salaries	544,835	544,835	535,914	(8,921)
Clothing allowance	8,467	5,952	5,825	(127)
Employee health insurance	63,552	63,552	71,464	7,912
Employee life insurance	6,983	6,983	6,790	(193)
Employee pension	59,076	59,076	53,967	(5,109)
Fitness program	1,920	2,170	1,933	(237)
Payroll taxes	41,101	41,101	39,778	(1,323)

(Continued)

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Police Department (Continued)				
Contracted services:				
Consulting	8,951	8,951	6,754	(2,197)
Crossing guard	615	615	500	(115)
Dispatching	35,000	35,000	35,072	72
Rejis computer expenditure	17,380	17,380	18,856	1,476
Vehicle operation	35,450	39,450	40,849	1,399
Jail expenses	3,480	3,480	3,525	45
Operating expenditures:				
Dues	795	795	820	25
Insurance and bonds	35,417	30,417	29,428	(989)
Miscellaneous	1,550	4,065	4,194	129
Repairs and maintenance	515	515	460	(55)
Supplies and materials	7,125	8,125	7,171	(954)
Telephone	12,780	12,780	13,145	365
Training and education	9,730	9,480	6,795	(2,685)
Capital outlay:				
Equipment	5,000	5,000	4,050	(950)
Debt service:				
Principal	14,087	14,087	14,388	301
Interest	1,230	1,230	1,230	-
Total Police Department	<u>915,039</u>	<u>915,039</u>	<u>902,908</u>	<u>(12,131)</u>
Fire Department				
Personnel services:				
Salaries	483,468	502,468	502,100	(368)
Clothing allowance	6,000	6,000	6,360	360
Fitness program	4,900	2,400	2,394	(6)
Employee health insurance	66,424	79,024	79,138	114
Employee life insurance	6,290	6,290	6,129	(161)
Employee pension	58,014	58,014	57,479	(535)
Payroll taxes	36,210	36,210	37,200	990
Contracted services:				
Dispatching	16,800	17,800	17,726	(74)
Employees	513	513	500	(13)
Operating expenditures:				
Dues	999	1,299	1,276	(23)
EMS supplies	1,000	500	1,005	505
Fire prevention	1,500	1,500	732	(768)
Insurance and bonds	31,424	26,124	26,087	(37)
Miscellaneous	1,400	4,700	4,207	(493)
Protective clothing	4,564	2,564	4,567	2,003
Repairs and maintenance	2,700	2,700	2,684	(16)

(Continued)

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Fire Department (Continued)				
Operating expenditures (Continued):				
Supplies and materials	1,210	1,410	1,409	(1)
Telephone	9,545	5,545	5,404	(141)
Training and education	6,200	5,400	4,051	(1,349)
Vehicle operation	15,755	17,455	17,465	10
Capital outlay:				
Department improvements	1,000	1,000	984	(16)
Fire fighting capital improvements	5,875	5,875	5,707	(168)
Total Fire Department	<u>761,791</u>	<u>784,791</u>	<u>784,604</u>	<u>(187)</u>
 Public Works				
Personnel services:				
Salaries	211,974	211,974	208,535	(3,439)
Clothing allowance	6,000	6,000	6,235	235
Employee health insurance	28,749	28,749	33,336	4,587
Employee life insurance	3,065	3,065	2,516	(549)
Employee pension	3,987	3,987	2,769	(1,218)
Payroll taxes	15,988	15,988	15,374	(614)
Operating expenditures:				
Beautification	300	300	131	(169)
Equipment rental	5,000	5,000	1,441	(3,559)
Insurance and bonds	13,726	13,726	12,903	(823)
Miscellaneous	556	556	1,617	1,061
Mosquito fogging	1,200	1,200	1,535	335
Repairs and maintenance	7,535	7,535	13,850	6,315
Rock and asphalt	20,000	20,000	17,170	(2,830)
Salt	20,445	20,445	24,889	4,444
Street lighting	39,000	39,000	39,179	179
Street signs	1,512	1,512	1,384	(128)
Street sweeping	1,200	1,200	595	(605)
Supplies and materials	8,485	8,485	6,399	(2,086)
Telephone	4,824	4,824	4,811	(13)
Traffic paint	545	545	778	233
Trash removal	1,620	1,620	2,423	803
Tree removal	6,000	6,000	6,670	670
Training and education	380	380	1,017	637
Utilities	29,500	29,500	18,446	(11,054)
Vehicle operation	21,090	21,090	14,265	(6,825)
Weed killer	630	630	53	(577)
Capital outlay:				
Street and sidewalk repairs	875,807	875,807	908,173	32,366

(Continued)

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Public Works (Continued)				
Debt service:				
Principal	19,271	19,271	19,253	(18)
Interest	3,689	3,689	3,689	-
Total Public Works	<u>1,352,078</u>	<u>1,352,078</u>	<u>1,369,436</u>	<u>17,358</u>
Parks and Recreation				
Personnel services:				
Salaries	86,345	80,745	80,914	169
Employee health insurance	3,471	4,671	4,635	(36)
Employee life insurance	930	930	905	(25)
Employee pension	1,311	961	924	(37)
Payroll taxes	6,605	6,205	6,166	(39)
Operating expenditures:				
Day camp	2,900	2,900	2,529	(371)
Fall festival	5,000	3,800	3,796	(4)
Insurance and bonds	5,612	5,362	5,344	(18)
Miscellaneous	552	552	527	(25)
Special programs	2,100	2,100	2,297	197
Sports and recreation programs	2,800	1,800	1,434	(366)
Supplies and materials	1,200	200	135	(65)
Utilities	3,400	1,100	1,025	(75)
Capital outlay:				
Park improvements	17,500	48,900	48,911	11
Total Parks And Recreation	<u>139,726</u>	<u>160,226</u>	<u>159,542</u>	<u>(684)</u>
Housing Department				
Personnel services:				
Salaries	58,853	58,853	59,051	198
Clothing allowance	200	200	224	24
Employee health insurance	8,794	8,794	10,398	1,604
Employee life insurance	845	845	821	(24)
Employee pension	1,177	1,177	828	(349)
Payroll taxes	4,388	4,388	4,080	(308)
Operating expenditures:				
Building demolition	1,500	-	-	-
Dues and subscriptions	255	255	329	74
Insurance and bonds	2,943	3,643	3,642	(1)
Miscellaneous	903	903	55	(848)
Nuisance fees	1,875	1,175	640	(535)
Supplies and materials	240	1,040	998	(42)

(Continued)

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Housing Department (Continued)				
Operating expenditures (Continued):				
Telephone	600	1,300	1,228	(72)
Training and education	700	700	451	(249)
Vehicle operation	3,275	3,275	1,166	(2,109)
Total Housing Department	<u>86,548</u>	<u>86,548</u>	<u>83,911</u>	<u>(2,637)</u>
Municipal Court				
Personnel services:				
Salaries	102,526	102,526	96,473	(6,053)
Employee health insurance	15,666	15,666	17,932	2,266
Employee life insurance	1,128	1,128	1,099	(29)
Employee pension	1,559	1,559	1,038	(521)
Fitness program	480	480	479	(1)
Payroll taxes	7,668	7,668	6,887	(781)
Operating expenditures:				
Computer expenditure	17,560	17,560	18,692	1,132
Contracted services	-	-	247	247
Insurance and bonds	6,663	6,663	6,164	(499)
Miscellaneous	340	340	4	(336)
Supplies and materials	3,516	3,516	3,410	(106)
Telephone	1,608	1,608	1,825	217
Training and education	3,261	3,261	3,209	(52)
Vehicle operation	1,100	1,100	-	(1,100)
Total Municipal Court	<u>163,075</u>	<u>163,075</u>	<u>157,459</u>	<u>(5,616)</u>
Total Expenditures	<u>4,449,018</u>	<u>4,789,818</u>	<u>4,783,208</u>	<u>(6,610)</u>
REVENUES OVER (UNDER)				
EXPENDITURES	167,323	(173,477)	(740,427)	(566,950)
OTHER FINANCING SOURCES				
Sale of capital assets	<u>325,000</u>	<u>325,000</u>	<u>1,449,866</u>	<u>1,124,866</u>
NET CHANGE IN FUND BALANCES	<u>\$ 492,323</u>	<u>151,523</u>	709,439	<u>557,916</u>
FUND BALANCES, APRIL 1			<u>1,747,324</u>	
FUND BALANCES, MARCH 31			<u>\$ 2,456,763</u>	

CITY OF ROCK HILL, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2009

Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data:

- a. Formal budgetary integration is employed as a management control device during the year. This budget is adopted on a basis consistent with the City's basis of accounting, described previously.
- b. Unused appropriations lapse at the end of the year.
- c. Budget amounts may include budget amendments that were made during the year, if any.
- d. Board approval is required for budget amendments.
- e. The legal level of budgetary control is at the department level.
- f. A budget is adopted for the General Fund, Sewer Lateral Fund, and Police Training Fund.
- g. Proceeds of capital leases and related expenditures are not budgeted.

Expenditures Exceeded Appropriations

For the year ended March 31, 2009, expenditures exceeded appropriations in the public works department of the General Fund by \$17,358 and capital outlay expenditures of the Sewer Lateral Fund by \$30,642. These over expenditures were funded by greater than anticipated revenues of the General Fund and the Sewer Lateral Fund.

OTHER SUPPLEMENTAL INFORMATION SECTION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

Street Bond Fund -- This fund is used to account for property tax revenues levied for the repayment of long-term debt principal, interest, and related costs.

Tax Increment Revenue Fund -- This fund is used to account for the accumulation of resources for, and the payment of, Tax Increment Refunding Revenue bonds' principal and interest.

Sewer Lateral Fund -- This fund is used to account for the accumulation of and the payment of the sewer lateral tax.

Police Training Fund -- This fund is used to account for the accumulation of and the payment of certain specified training funds.

Special Allocation Revenue Fund -- This fund is used to account for the accumulation of resources for, and the payment of, Tax Increment Refunding Revenue bonds' principal and interest.

DEBT SERVICE FUNDS

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

Debt Service Reserve Fund -- This fund is used to account for the amounts reserved according to the Tax Increment Refunding Revenue bond issue.

Debt Service Fund -- This fund is used to account for the accumulation of resources for the Tax Increment Refunding Revenue bonds' principal and interest.

CITY OF ROCK HILL, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
MARCH 31, 2009

	Special Revenue Funds					Debt Service Funds		Total
	Street Bond Fund	Tax Increment Revenue Fund	Sewer Lateral Fund	Police Training Fund	Special Allocation Revenue Fund	Debt Service Reserve Fund	Debt Service Fund	Nonmajor Governmental Funds
ASSETS								
Cash and investments	\$ 202,117	-	5,492	31	123,383	-	94	331,117
Receivables:								
Property taxes	58,399	5,133	-	-	-	-	-	63,532
Other receivables	-	-	1,580	-	-	-	-	1,580
Due from other funds	-	5,890	-	-	-	-	-	5,890
Investments - restricted	-	-	-	-	-	87,241	-	87,241
Total Assets	<u>\$ 260,516</u>	<u>11,023</u>	<u>7,072</u>	<u>31</u>	<u>123,383</u>	<u>87,241</u>	<u>94</u>	<u>489,360</u>
LIABILITIES AND FUND BALANCES								
Liabilities								
Deferred revenues	\$ 38,205	-	-	-	-	-	-	38,205
Due to other funds	-	11,023	-	-	5,890	-	-	16,913
Total Liabilities	<u>38,205</u>	<u>11,023</u>	<u>-</u>	<u>-</u>	<u>5,890</u>	<u>-</u>	<u>-</u>	<u>55,118</u>
Fund Balances								
Reserved for debt service	-	-	-	-	-	87,241	94	87,335
Unreserved, reported in:								
Special Revenue Funds	<u>222,311</u>	<u>-</u>	<u>7,072</u>	<u>31</u>	<u>117,493</u>	<u>-</u>	<u>-</u>	<u>346,907</u>
Total Fund Balances	<u>222,311</u>	<u>-</u>	<u>7,072</u>	<u>31</u>	<u>117,493</u>	<u>87,241</u>	<u>94</u>	<u>434,242</u>
Total Liabilities And Fund Balances	<u>\$ 260,516</u>	<u>11,023</u>	<u>7,072</u>	<u>31</u>	<u>123,383</u>	<u>87,241</u>	<u>94</u>	<u>489,360</u>

CITY OF ROCK HILL, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2009

	Special Revenue Funds					Debt Service Funds		
	Street Bond Fund	Tax Increment Revenue Fund	Sewer Lateral Fund	Police Training Fund	Special Allocation Revenue Fund	Debt Service Reserve Fund	Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES								
Property taxes	\$ 315,805	108,217	-	-	-	-	-	424,022
Sales tax	-	39,488	-	-	-	-	-	39,488
Investment income	-	-	219	-	378	738	246	1,581
Miscellaneous	448	-	53,444	4,480	-	-	-	58,372
Total Revenues	316,253	147,705	53,663	4,480	378	738	246	523,463
EXPENDITURES								
Current:								
Administration	-	-	-	-	2,926	-	-	2,926
Police department	-	-	-	5,677	-	-	-	5,677
Capital outlay	522	-	86,392	-	-	-	-	86,914
Debt service:								
Principal	125,000	-	-	-	-	-	-	125,000
Interest	106,310	-	-	-	-	-	126,441	232,751
Total Expenditures	231,832	-	86,392	5,677	2,926	-	126,441	453,268
REVENUES OVER (UNDER) EXPENDITURES	84,421	147,705	(32,729)	(1,197)	(2,548)	738	(126,195)	70,195
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	165,777	165,777
Transfers out	-	(147,705)	-	-	(16,152)	(1,920)	(39,641)	(205,418)
Total Other Financing Sources (Uses)	-	(147,705)	-	-	(16,152)	(1,920)	126,136	(39,641)
NET CHANGE IN FUND BALANCES	84,421	-	(32,729)	(1,197)	(18,700)	(1,182)	(59)	30,554
FUND BALANCES, APRIL 1	137,890	-	39,801	1,228	136,193	88,423	153	403,688
FUND BALANCES, MARCH 31	\$ 222,311	-	7,072	31	117,493	87,241	94	434,242

CITY OF ROCK HILL, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SEWER LATERAL FUND
FOR THE YEAR ENDED MARCH 31, 2009

	<u>Original And Final Budgeted Amounts</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Investment income	\$ 175	219	44
Miscellaneous	<u>55,200</u>	<u>53,444</u>	<u>(1,756)</u>
Total Revenues	<u>55,375</u>	<u>53,663</u>	<u>(1,712)</u>
 EXPENDITURES			
Capital outlay	<u>55,750</u>	<u>86,392</u>	<u>30,642</u>
 NET CHANGE IN FUND BALANCE	<u><u>\$ (375)</u></u>	<u>(32,729)</u>	<u><u>(32,354)</u></u>
 FUND BALANCE, APRIL 1		<u>39,801</u>	
 FUND BALANCE, MARCH 31		<u><u>\$ 7,072</u></u>	

CITY OF ROCK HILL, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - POLICE TRAINING FUND
FOR THE YEAR ENDED MARCH 31, 2009

	Original And Final Budgeted Amounts	Actual	Over (Under) Budget
REVENUES			
Miscellaneous	\$ 4,500	4,480	(20)
EXPENDITURES			
Current:			
Police department	<u>5,707</u>	<u>5,677</u>	<u>(30)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,207)</u>	<u>(1,197)</u>	<u>10</u>
FUND BALANCE, APRIL 1		<u>1,228</u>	
FUND BALANCE, MARCH 31		<u>\$ 31</u>	

CITY OF ROCK HILL, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - STATEMENT OF
CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FOR THE YEAR ENDED MARCH 31, 2009

	Balance March 31 2008	Additions	Deductions	Balance March 31 2009
ASSET FORFEITURE				
ASSETS				
Cash	<u>\$ 4,035</u>	<u> 13</u>	<u> 152</u>	<u> 3,896</u>
LIABILITIES				
Deposits held for others	<u>\$ 4,035</u>	<u> 13</u>	<u> 152</u>	<u> 3,896</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 supplemental information says about the City's overall financial health.

Contents	Pages
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	56 - 60
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	61 - 67
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	68 - 71
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	72 - 73
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	74 - 76

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. Prior to the fiscal year ended March 31, 2007, the City presented its financial statements on the cash basis of accounting.

CITY OF ROCK HILL, MISSOURI
NET ASSETS BY COMPONENT
LAST FIVE FISCAL YEARS

	March 31				
	2009	2008	2007	2006	2005
Governmental Activities					
Invested in capital assets, net of related debt	\$ 1,225,261	1,736,653	936,930	789,170	(1,063,327)
Restricted	795,665	489,787	674,895	304,265	299,359
Unrestricted (deficit)	<u>(12,400,052)</u>	<u>(12,680,248)</u>	<u>(11,310,855)</u>	<u>(7,633,826)</u>	<u>(462,549)</u>
 Total Governmental Activities Net Assets (Deficiency)	 <u><u>\$ (10,379,126)</u></u>	 <u><u>(10,453,808)</u></u>	 <u><u>(9,699,030)</u></u>	 <u><u>(6,540,391)</u></u>	 <u><u>(1,226,517)</u></u>

Source: Basic Financial Statements

GASB 34 was implemented in 2005.

CITY OF ROCK HILL, MISSOURI
CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS

		For The Years Ended March 31				
		2009	2008	2007	2006	2005
EXPENSES						
Administration	\$	899,430	831,720	944,833	985,619	1,124,631
Police department		924,559	867,216	974,993	1,120,582	1,237,179
Fire department		790,135	735,159	715,554	812,094	859,402
Public works		587,699	512,210	523,213	819,166	813,145
Parks and recreation		150,181	121,133	129,643	143,272	157,600
Housing department		83,589	82,019	56,859	79,883	68,321
Municipal court		150,167	152,929	155,356	146,994	160,568
Economic development		268,923	1,266,583	3,628,898	6,435,596	-
Interest on long-term debt		1,241,446	1,378,350	761,408	599,786	176,844
Total Expenses		5,096,129	5,947,319	7,890,757	11,142,992	4,597,690
PROGRAM REVENUES						
Charges for services:						
Administration		234,162	238,826	244,643	269,043	274,666
Police department		544,176	506,678	434,629	478,157	352,518
Public works		53,444	54,691	54,060	53,860	55,551
Parks and recreation		5,485	10,995	17,660	25,825	33,140
Operating grants and contributions		285,105	300,016	408,578	279,311	288,204
Capital grants and contributions		5,160	151,300	-	-	24,598
Total Program Revenues		1,127,532	1,262,506	1,159,570	1,106,196	1,028,677
NET REVENUES (EXPENSES)		(3,968,597)	(4,684,813)	(6,731,187)	(10,036,796)	(3,569,013)

(Continued)

CITY OF ROCK HILL, MISSOURI
CHANGES IN NET ASSETS (Continued)
LAST FIVE FISCAL YEARS

	For The Years Ended March 31				
	2009	2008	2007	2006	2005
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS					
Taxes:					
Property	1,218,117	838,915	760,051	589,630	617,488
Sales	1,830,656	1,983,143	1,958,597	1,778,192	2,045,653
Utility	813,280	931,999	664,372	631,957	583,584
Other	22,746	22,705	22,705	22,705	22,705
Investment income	30,843	49,898	28,987	10,964	20,740
Miscellaneous	127,637	103,375	137,836	83,951	83,800
Gain on sale of capital assets	-	-	-	1,327,677	100,000
Total General Revenues And Other Changes In Net Assets	4,043,279	3,930,035	3,572,548	4,445,076	3,473,970
PRIOR PERIOD ADJUSTMENT CASH TO ACCRUAL BASIS	-	-	-	277,846	-
CHANGES IN NET ASSETS	<u>\$ 74,682</u>	<u>(754,778)</u>	<u>(3,158,639)</u>	<u>(5,313,874)</u>	<u>(95,043)</u>

Source: Basic Financial Statements

GASB 34 was implemented in 2005.

CITY OF ROCK HILL, MISSOURI
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS

		March 31				
		2009	2008	2007	2006	2005
General Fund						
Reserved		\$ -	47,771	272,174	-	-
Unreserved		2,456,763	1,699,553	914,353	248,545	156,188
Total General Fund		<u>\$ 2,456,763</u>	<u>1,747,324</u>	<u>1,186,527</u>	<u>248,545</u>	<u>156,188</u>
All other governmental funds						
Reserved		\$ 87,335	88,576	92,818	88,548	87,782
Unreserved, reported in:						
Special Revenue Funds		930,672	492,558	385,912	268,403	411,040
Total All Other Governmental Funds		<u>\$ 1,018,007</u>	<u>581,134</u>	<u>478,730</u>	<u>356,951</u>	<u>498,822</u>

Source: Basic Financial Statements

GASB 34 was implemented in 2005.

CITY OF ROCK HILL, MISSOURI
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS

	For The Years Ended March 31				
	2009	2008	2007	2006	2005
REVENUES					
Property taxes	\$ 1,172,574	806,708	736,411	589,630	617,488
Gross receipts taxes	813,280	931,999	664,372	631,957	583,584
Licenses and permits	234,162	238,826	217,456	205,477	211,971
Intergovernmental	304,252	317,399	312,420	302,048	271,841
Sales tax	1,830,656	1,983,143	1,958,597	1,778,160	2,068,358
Fines and court costs	545,483	504,110	434,629	478,157	352,518
Investment income	30,843	49,898	28,987	10,964	20,740
Miscellaneous	195,325	325,683	355,606	227,202	276,147
Total Revenues	<u>5,126,575</u>	<u>5,157,766</u>	<u>4,708,478</u>	<u>4,223,595</u>	<u>4,402,647</u>
EXPENDITURES					
Administration	829,345	767,125	621,512	891,707	1,098,076
Police department	888,917	836,600	943,711	1,124,094	1,216,820
Fire department	777,913	737,679	674,597	796,835	849,830
Public works	438,321	407,531	423,816	554,498	618,551
Parks and recreation	110,631	113,762	122,886	139,773	154,457
Housing department	83,911	78,184	56,646	78,230	68,321
Municipal court	157,459	154,126	144,851	146,994	160,568
Economic development	268,923	1,266,583	3,628,898	-	-
Capital outlay	1,092,450	971,296	206,343	2,031,751	1,520,271
Debt service:					
Principal	635,391	268,750	285,000	4,050,000	220,000
Interest	445,315	269,659	169,355	279,033	176,844
Total Expenditures	<u>5,728,576</u>	<u>5,871,295</u>	<u>7,277,615</u>	<u>10,092,915</u>	<u>6,083,738</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(602,001)</u>	<u>(713,529)</u>	<u>(2,569,137)</u>	<u>(5,869,320)</u>	<u>(1,681,091)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of capital lease	29,524	110,147	-	-	-
Certificates of participation issued	-	-	-	-	150,000
Tax increment notes issued	268,923	1,266,583	3,628,898	-	-
Sale of capital assets	1,449,866	-	-	5,523,202	100,000
Transfers in	205,418	171,950	311,294	24,702	150,883
Transfers out	(205,418)	(171,950)	(311,294)	(24,702)	(150,883)
Total Other Financing Sources (Uses)	<u>1,748,313</u>	<u>1,376,730</u>	<u>3,628,898</u>	<u>5,523,202</u>	<u>250,000</u>
PRIOR PERIOD ADJUSTMENT CASH TO ACCRUAL BASIS	<u>-</u>	<u>-</u>	<u>-</u>	<u>296,604</u>	<u>-</u>
NET CHANGES IN FUND BALANCES	<u>\$ 1,146,312</u>	<u>663,201</u>	<u>1,059,761</u>	<u>(49,514)</u>	<u>(1,431,091)</u>
Debt service as a percentage of noncapital expenditures	22.9 %	10.9	6.4	51.8	8.4

Source: Basic Financial Statements

GASB 34 was implemented in 2005.

CITY OF ROCK HILL, MISSOURI
PROGRAM REVENUES BY FUNCTIONS/PROGRAMS
LAST FIVE FISCAL YEARS

FUNCTIONS/PROGRAMS	Program Revenues				
	2009	2008	2007	2006	2005
Governmental Activities					
Administration	\$ 234,162	238,826	244,643	269,043	274,666
Police department	547,467	507,688	434,629	478,157	358,881
Fire department	5,160	-	-	-	-
Public works	335,258	353,697	343,775	333,171	327,392
Parks and recreation	5,485	162,295	136,523	25,825	67,738
Total Governmental Activities	<u>\$ 1,127,532</u>	<u>1,262,506</u>	<u>1,159,570</u>	<u>1,106,196</u>	<u>1,028,677</u>

Source: Basic Financial Statements

GASB 34 was implemented in 2005.

CITY OF ROCK HILL, MISSOURI
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS

For The Years Ended March 31	Sales Tax	Property Taxes	Utility Taxes	Other	Total
2009	\$ 1,830,656	\$ 1,172,574	\$ 813,280	\$ 304,252	\$ 4,120,762
2008	1,983,143	806,708	931,999	317,399	4,039,249
2007	1,958,597	736,411	664,372	312,420	3,671,800
2006	1,778,160	589,630	631,957	302,048	3,301,795
2005	2,045,643	617,488	583,584	294,556	3,541,271

Source: Basic Financial Statements

CITY OF ROCK HILL, MISSOURI
SALES TAX REVENUES, GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS

For The Years Ended March 31	Regular Sales Tax (1)	Capital Improvement (2)	Parks (3)	Fire (4)	Total
2009	\$ 934,370	\$ 326,086	\$ 379,462	\$ 190,738	\$ 1,830,656
2008	990,243	359,992	421,942	210,966	1,983,143
2007	981,733	354,087	415,442	207,335	1,958,597
2006	897,465	319,696	374,011	186,988	1,778,160
2005	1,026,163	369,732	433,381	216,367	2,045,643

(1) 1% implemented in 1970 with local option 0.25% implemented in 1993

(2) 0.5% implemented in 1995

(3) 0.5% implemented in 2004

(4) 0.25% implemented in 2001

The sales tax rate in the City is 7.575%, which includes 4.225% for the State of Missouri, 0.85% for St. Louis County, and 2.5% as the City's direct rate which is detailed above.

Given the limited number of businesses, it would not be possible to break out sales tax information on industries because of the confidentiality of individual businesses.

Source: Basic Financial Statements

CITY OF ROCK HILL, MISSOURI
PROPERTY TAX RATES - DIRECT AND ALL OVERLAPPING GOVERNMENTS (1)
LAST TEN CALENDAR YEARS

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
City of Rock Hill	0.6770	0.6620	0.6670	0.6740	0.7530	0.8650	0.6730	0.3190	0.3600	0.3600
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
St. Louis County	0.5580	0.5580	0.5580	0.5580	0.5800	0.5800	0.5800	0.5800	0.5800	0.5800
St. Louis Community College	0.2013	0.2003	0.2233	0.2231	0.2368	0.2312	0.2320	0.2300	0.2400	0.2400
Special School District	0.9184	0.9084	0.8235	0.8399	0.9051	0.8640	0.8490	0.8350	0.6230	0.6200
Metro Zoo	0.2344	0.2330	0.2611	0.2654	0.2756	0.2260	0.2220	0.2220	0.2320	0.2270
Sheltered Workshop	0.0900	0.0850	0.0850	0.0850	0.0850	0.0850	0.0850	0.0850	0.0850	0.0850
Rock Hill Library	0.3550	0.3550	0.3550	0.3600	0.3600	0.3600	0.3290	0.3220	0.3500	0.2000
Metro Sewer District*	-	0.0667	0.0687	0.0686	0.0690	0.0690	0.0690	0.0690	0.0700	0.0700
Deer Creek Sewer*	-	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600
Anti Pollution	-	-	-	-	-	-	-	0.0200	0.0200	0.0200
Webster Groves School District	5.4529	5.4489	5.4559	5.4549	4.7759	4.7689	4.6440	4.6100	4.9600	3.9000

(1) Source - St. Louis County Collector (rates stated per \$100 assessed valuation)

*Effective with 2008, all Metropolitan St. Louis Sewer District (MSD) district-wide and sub-district taxes have been reduced to zero. This is due to the implementation of the new impervious area stormwater rate.

CITY OF ROCK HILL, MISSOURI
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY (1)
LAST TEN CALENDAR YEARS

For The Years Ended December 31	Real Property	Personal Property	Railroads And Utilities	Total Assessed Value	Total Direct Tax	Estimated Actual Value
2008	\$ 94,491,200	\$ 12,581,818	\$ 852,882	\$ 107,925,900	0.677 *	\$ 490,572,273
2007	88,977,720	11,667,290	875,818	101,520,828	0.662 *	457,557,223
2006	72,150,440	12,082,880	890,221	85,123,541	0.667 *	379,920,116
2005	72,635,730	11,560,260	887,662	85,083,652	0.674 *	379,177,619
2004	56,773,510	11,187,660	852,599	68,813,769	0.753 *	304,479,190
2003	58,162,470	11,777,473	799,640	70,739,583	0.865 *	310,213,940
2002	53,852,340	12,540,281	1,028,107	67,420,728	0.673	292,614,810
2001	53,850,150	12,581,418	1,080,985	67,512,553	0.319	292,895,418
2000	45,634,320	12,505,113	1,055,677	59,195,110	0.360	252,339,910
1999	44,717,550	10,908,994	1,057,841	56,684,385	0.360	243,316,026

(1) Source: St. Louis County Assessor

*Commencing in 2003, Missouri State Law required the City to calculate a separate tax rate for residential real estate, agricultural real estate, commercial real estate, and personal property. The tax rate stated above for each year 2003 through 2008 reflects a re-blended rate for the various types of taxable property.

CITY OF ROCK HILL, MISSOURI

PRINCIPAL TAXPAYERS (1)

CURRENT CALENDAR YEAR AND SEVEN YEARS AGO

Taxpayer	2008			2001		
	Taxable Assessed Valuation	Rank	Percentage Of Total City Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage Of Total City Taxable Assessed Value
Market at McKnight (Novus)	\$ 6,668,070	1	6.18 %	-		- %
Stanford Court Apartments, LLC	2,256,060	2	2.09	919,720	3	1.36
Eighteen Investments, Inc.	1,772,370	3	1.64	-		-
McKnight Crossing	1,553,830	4	1.44	-		-
Missouri American Water Company	1,085,860	5	1.01	-		-
Colonial Squares Associates	1,069,150	6	0.99	-		-
GBC Enterprises (Woodard)	961,060	7	0.89	536,460	6	0.79
Rock Hill Partnership	926,080	8	0.86	758,400	5	1.12
AmerenUE	841,319	9	0.78	823,344	4	1.22
Walgreens Company	687,380	10	0.64	-		-
Sayers Printing Co.	-		-	1,420,120	1	2.10
Landside/Rock Hill Group, LLC	-		-	1,269,470	2	1.88
9700 Manchester Redevelopment	-		-	429,310	7	0.64
Roofers Mart, Inc.	-		-	414,480	8	0.61
9313 Manchester, LLC	-		-	360,770	9	0.53
JJA Properties, LLC	-		-	351,580	10	0.52
	<u>\$ 17,821,179</u>		<u>16.52 %</u>	<u>\$ 7,283,654</u>		<u>10.77 %</u>

(1) Source: St. Louis County Assessor

Note: 2001 is the latest information available.

CITY OF ROCK HILL, MISSOURI
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN FISCAL YEARS

Fiscal Year	Tax Levy Year	Net Tax Levy (2)	Current Tax Collections	Percent Collected As Current	Delinquent Tax Collections	Total Tax Collections	Total Collections As Percent Of Levy	Outstanding Delinquent Taxes (3)	Outstanding Delinquent Taxes As Percent Of Levy
2009	2008	\$ 575,947	\$ 491,519	85.34 %	\$ 82,286	\$ 573,805	99.63 %	\$ 44,788	7.78 %
2008	2007	552,458	468,435	84.79	57,912	526,348	95.27	18,594	3.37
2007	2006	514,537	460,202	89.44	90,997	551,199	107.13	35,025	6.81
2006	2005	500,603	404,755	80.85	62,363	467,118	93.31	11,567	2.31
2005	2004	500,483	446,128	89.14	110,672	556,800	111.25	4,970	0.99
2004	2003	580,588	464,731	80.04	52,018	516,748	89.00	2,493	0.43
2003	2002	447,482	395,221	88.32	21,195	416,416	93.06	3,144	0.70
2002	2001	212,294	190,875	89.91	21,586	212,461	100.08	31	0.01
2001	2000	209,846	189,963	90.53	21,531	211,494	100.79	-	-
2000	1999	200,582	181,340	90.41	21,548	202,888	101.15	-	-

(1) Source: St. Louis County Collector's office

(2) Originally adjusted for strikeouts and additions by St. Louis Board of Equalization after 1978.

(3) As of March 31, 2009

CITY OF ROCK HILL, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST NINE FISCAL YEARS

For The Years Ended March 31	Governmental Activities						Total Primary Government	Percentage Of Personal Income (1)	Per Capita
	General Obligation Bonds	Tax Increment Revenue Bonds	Tax Increment Revenue Notes	Certificates Of Participation	Capital Leases	Note Payable			
2009	\$ 2,205,000	\$ 373,200	\$ 11,600,000	\$ -	\$ 97,280	\$ -	\$ 14,275,480	12.0 %	\$ 3,097
2008	2,330,000	373,200	11,331,077	476,750	101,397	-	14,612,424	12.2	3,140
2007	2,450,000	513,200	10,064,494	476,750	-	-	13,504,444	11.2	2,902
2006	2,565,000	683,200	6,435,596	476,750	-	-	10,160,546	8.4	2,167
2005	2,680,000	818,200	-	4,276,750	-	-	7,774,950	6.4	1,653
2004	2,790,000	928,200	-	4,126,750	-	-	7,844,950	6.4	1,652
2003	2,895,000	1,038,200	-	-	-	-	3,933,200	3.2	825
2002	3,000,000	1,163,200	-	-	17,450	37,116	4,217,766	3.5	891
2001	-	1,373,200	-	-	33,055	83,185	1,489,440	1.2	313

Note: Details regarding the City's outstanding debt can be found in the notes to financial statements. Data was unavailable prior to 2001.

(1) See Demographics and Economic Statistics Table.

Source: Basic Financial Statements

CITY OF ROCK HILL, MISSOURI
PLEDGED REVENUE COVERAGE
LAST SEVEN FISCAL YEARS

TIF Revenue Bonds (1)								
For The	Sales Tax	Property Tax	Investment	Less	Net	Debt Service Expenses		Coverage (2)
Years Ended	Revenues	Revenues	Income	Operating	Available	Principal	Interest	
March 31				Expenditures	Revenues			
2009	\$ 39,488	\$ 108,217	\$ 1,362	\$ 2,926	\$ 146,141	\$ -	\$ 126,441	115.58 %
2008	46,326	109,885	6,705	4,389	158,527	140,000	18,444	100.05
2007	46,226	106,057	3,958	-	156,241	170,000	14,219	84.81
2006	48,489	105,057	3,522	1,402	155,666	135,000	24,063	97.86
2005	53,141	93,610	1,368	2,769	145,350	110,000	31,250	102.90
2004	87,451	90,723	780	5,429	173,525	110,000	38,125	117.15
2003	87,094	86,724	2,214	5,530	170,502	125,000	42,812	101.60

(1) In 1999 the City issued \$1,373,200 in Tax Increment Financing Revenue Bonds for the McKnight Crossing Project. Data was unavailable prior to 2003.

(2) Coverage made with funds from previous years used for principal and interest payments.

Source: Basic Financial Statements

CITY OF ROCK HILL, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
MARCH 31, 2009

<u>Name Of Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share Of Overlapping Debt</u>
St. Louis County	\$ 54,635,000	0.50 %	\$ 273,175
Webster Groves School District	<u>40,624,500</u>	17.00	<u>6,906,165</u>
	95,259,500		7,179,340
City direct debt	<u>2,205,000</u>	100.00 %	<u>2,205,000</u>
Total Direct And Overlapping Debt	<u>\$ 97,464,500</u>		<u>\$ 9,384,340</u>

Source: Information was obtained by contacting the Taxing Jurisdiction and the St. Louis County Collector's office. The percentage applicable to the City is based on the jurisdiction's assessed value within the boundaries of the City.

CITY OF ROCK HILL, MISSOURI
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	March 31									
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Debt limit	\$ 10,792,590	10,152,083	8,512,354	8,508,365	6,881,377	7,073,958	6,742,073	6,751,255	5,919,511	5,668,439
Net debt applicable to limit	<u>2,205,000</u>	<u>2,330,000</u>	<u>2,450,000</u>	<u>2,565,000</u>	<u>2,680,000</u>	<u>2,790,000</u>	<u>2,895,000</u>	<u>3,000,000</u>	<u>-</u>	<u>-</u>
Legal Debt Margin	<u>\$ 8,587,590</u>	<u>7,822,083</u>	<u>6,062,354</u>	<u>5,943,365</u>	<u>4,201,377</u>	<u>4,283,958</u>	<u>3,847,073</u>	<u>3,751,255</u>	<u>5,919,511</u>	<u>5,668,439</u>
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	20.43 %	22.95	28.78	30.15	38.95	39.44	42.94	44.44	-	-

Note: Bonded indebtedness is limited by Sections 95.111 and 95.120 of the Missouri Revised Statutes (1986) to 10% of the assessed value of taxable tangible property.

Source: Basic Financial Statements

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

For The Years Ended March 31	Population (1)	Median Household Income (2)	Personal Income (1)	Per Capita Income (1)	Webster Groves School District Enrollment	Unemployment Rate (2)
2009	4,609	\$ 47,869	\$ 118,926,027	\$ 25,803	4,192	8.6
2008	4,653	47,869	120,061,359	25,803	4,132	5.5
2007	4,653	47,869	120,061,359	25,803	4,068	4.4
2006	4,689	47,869	120,990,267	25,803	4,068	4.2
2005	4,703	47,869	121,351,509	25,803	4,126	4.7
2004	4,748	47,869	122,512,644	25,803	4,184	5.0
2003	4,766	47,869	122,977,098	25,803	4,141	4.8
2002	4,736	47,869	122,203,008	25,803	4,148	4.3
2001	4,760	47,869	122,822,280	25,803	4,167	3.6
2000	4,807	42,031	89,232,341	18,563	4,201	2.6

(1) Source: U.S. Bureau of Census

(2) Source: Missouri Department of Economic Development

CITY OF ROCK HILL, MISSOURI
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

Employer	2009			1999			
	Employees	Rank	Percent Of Total City Employment	Employees	Rank	Percent Of Total City Employment	
Woodward Cleaning & Restoration, Inc.	125	1	3.0 %	NA	NA	NA	%
Hacienda Mexican Restaurant	98	2	2.4				
W. Schiller & Co., Inc.	75	3	1.8				
RSI Kitchen and Bath	61	4	1.5				
Millman Lumber Co.	59	5	1.4				
Stein Mart	50	6	1.2				
Visiting Nurse Association	43	7	1.0				
City of Rock Hill	32	8	0.8				
Walgreens	33	9	0.8				
Froesel Tire Service Company	24	10	0.6				
	<u>600</u>		<u>14.5 %</u>	<u>NA</u>		<u>NA</u>	<u>%</u>

Source: The above named companies

Note: Employment figures prior to 2008 cannot be obtained by the City.

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

FUNCTIONS/PROGRAMS	Full-Time Equivalent Employees As Of March 31									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General government:										
Administration	3	3	3	4	4	4	4	5	5	4
Police department	10	10	10	10	10	13	16	16	15	13
Fire department	10	10	10	10	11	11	11	11	11	11
Public works	5	5	5	7	6	5	5	5	4	4
Parks and recreation	1	1	3	3	3	5	4	4	4	4
Housing department	1	1	1	1	1	-	1	1	1	1
Municipal court	2	2	2	2	3	3	3	3	3	2

Source: City payroll records

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

FUNCTIONS/PROGRAMS	As Of March 31									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Police department:										
Average number of calls per month	443	422	462	NA	NA	NA	NA	NA	NA	NA
Average number of arrests per month	25	24	27	23	23	27	34	38	32	48
Number of crime incidences reported	540	568	612	625	715	823	797	850	750	995
Fire department:										
Average number of fire calls per month	74	64	78	70	71	63	58	47	46	47
Housing/building inspections:										
Number of permits:										
Building (decks, porches, roofs, garages)	25	6	3	NA	NA	NA	NA	NA	NA	NA
Driveways	8	10	3	20	NA	NA	NA	NA	NA	NA
Fences	18	22	3	NA	NA	NA	NA	NA	NA	NA
Residential	142	201	276	NA	NA	NA	NA	NA	NA	NA
Commercial	63	152	111	287	NA	NA	NA	NA	NA	NA
Cost of construction (1):										
Building (decks, porches, roofs, garages)	\$ 82,605	8,150	5,921	NA	NA	NA	NA	NA	NA	NA
Driveways	\$ 24,000	30,000	9,000	NA	NA	NA	NA	NA	NA	NA
Fences	\$ 27,000	33,000	4,500	NA	NA	NA	NA	NA	NA	NA
Residential	\$ 878,368	1,962,143	3,126,924	3,790,743	NA	NA	NA	NA	NA	NA
Commercial	\$ 1,672,746	2,259,882	9,523,704	9,970,704	NA	NA	NA	NA	NA	NA
Finance and administration:										
Business licenses issued (August 1)	55	60	67	65	NA	NA	NA	NA	NA	NA
Merchant licenses issued (August 1)	105	104	101	99	NA	NA	NA	NA	NA	NA
Liquor licenses issued (July 1)	15	18	15	14	NA	NA	NA	NA	NA	NA

(1) Estimates based on data provided by applicants

Source: City records - various departments listed

CITY OF ROCK HILL, MISSOURI
CAPITAL ASSETS STATISTICS BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

FUNCTIONS/PROGRAMS	As Of March 31									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Parks and recreation:										
Number of parks	7	7	7	7	7	7	6	5	5	5
Acres of parks	12	12	12	12	12	12	11	11	11	11
Number of tennis courts	6	6	6	6	6	6	6	6	6	6
Miles of trails	1	1	1	1	1	1	1	1	1	1
Number of ball fields	2	2	2	2	2	2	2	2	2	2
Fire department:										
Vehicles (including fire trucks)	4	4	4	4	4	4	4	4	4	4
Police department:										
Vehicles	8	8	8	8	8	9	NA	NA	NA	NA
Public works:										
Vehicles	6	6	7	6	NA	5	NA	NA	NA	NA
Area of City (square miles)	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1	1.1
Miles of streets	23.5	23.5	23.5	23.5	23.5	23.5	23.5	23.5	23.5	23.5
Number of streets	87	88	88	88	88	88	87	87	87	87
Number of street lights	335	335	335	335	335	335	335	335	335	335
Housing/building inspector:										
Vehicles	2	1	1	1	1	2	1	1	1	1
Other City owned property:										
Public works facility	1	1	1	1	1	1	1	1	1	1
City hall facilities (buildings)	-	-	-	2	2	2	2	2	2	2
Park/pre-school building	1	1	1	1	1	1	1	1	1	1
Other property (parcels)	3	8	8	8	3	3	3	3	3	3

Source: City records - various departments listed