

Comprehensive Annual Financial Report

For Fiscal Year Ended
March 31, 2016



New Vision | New City Hall | New Rock Hill

City of Rock Hill, Missouri



CITY OF ROCK HILL, MISSOURI

Comprehensive Annual Financial Report
For The Fiscal Year Ended March 31, 2016



Prepared by:
Jennifer Yackley, City Administrator
and
Sandra Stephens, Treasurer

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CITY OF ROCK HILL, MISSOURI
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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**City of
Rock Hill**

Introductory Section

CITY OF ROCK HILL, MISSOURI
PRINCIPAL CITY OFFICIALS

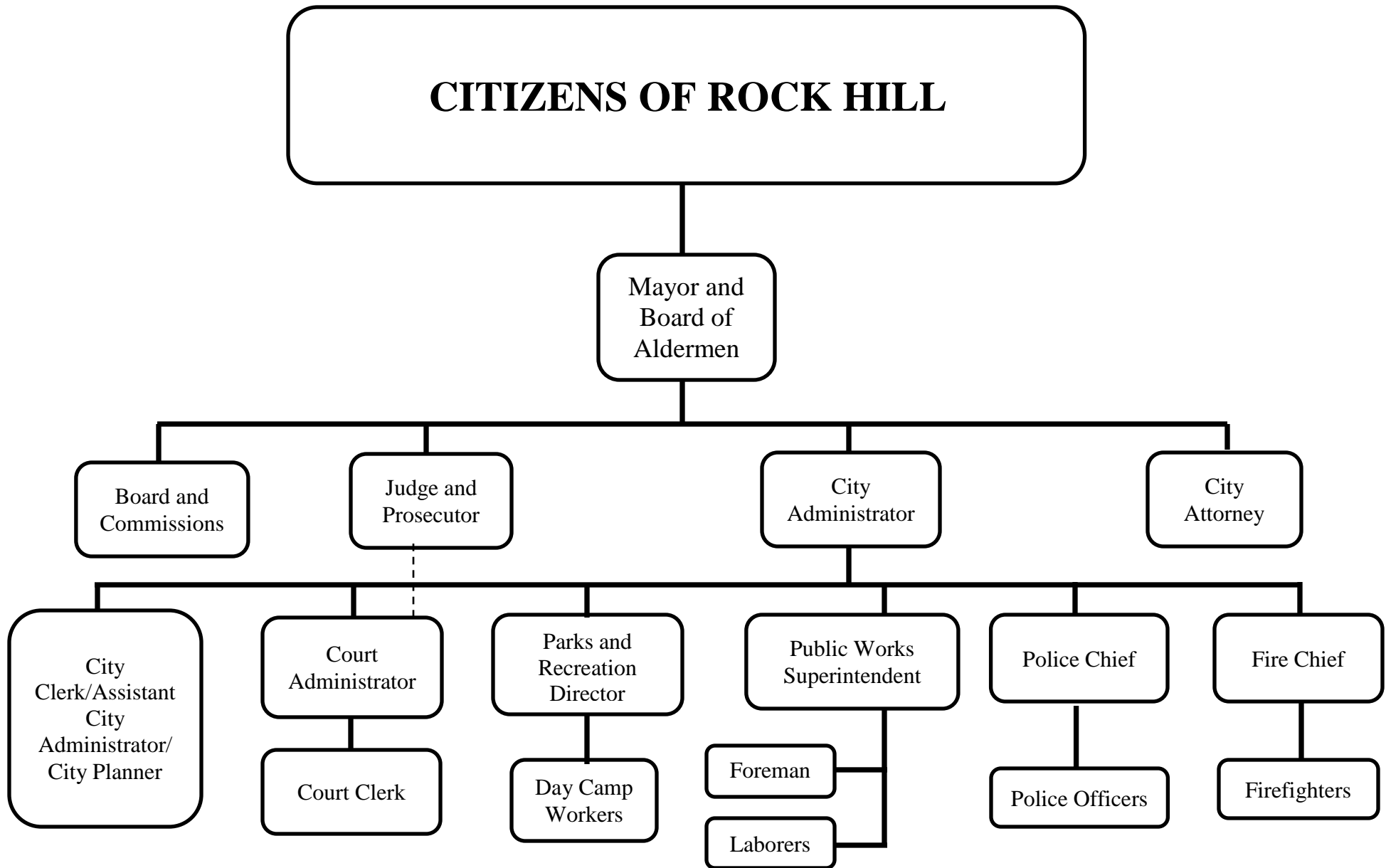
Elected Officials (As of Report Date)

<u>Position</u>	<u>Name</u>	<u>Term</u>
Mayor	Edward Mahan	4/14 – 4/18
Alderman Ward 1	Philip Sherry	4/16 – 4/18
Alderman Ward 1	Edward Johnson	4/15 – 4/17
Alderman Ward 2	James Killion, IV	4/16 – 4/18
Alderwoman Ward 2	Sabrina Westfall	4/15 – 4/17
Alderman Ward 3	Robert Weider	4/16 – 4/18
Alderwoman Ward 3	Mary Wofford	4/15 – 4/17

Appointed Officials and Department Heads

<u>Position</u>	<u>Name</u>
City Administrator	Jennifer Yackley
Treasurer	Sandra Stephens
City Clerk/Court Administrator	Amy Perrin
City Attorney	Paul Martin
City Prosecutor	Stephen Jianakoplos
Judge	Mark Levitt
Police Chief	Donald Wickenhauser
Fire Chief	Kevin Halloran
Park and Recreation Director	Al Hayden
Public Works Superintendent	Ron Meyer

**CITY OF ROCK HILL, MISSOURI
ORGANIZATION CHART**





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Rock Hill
Missouri**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

March 31, 2015

A handwritten signature in black ink, reading "Jeffrey R. Egan". The signature is fluid and cursive.

Executive Director/CEO

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CITY OF ROCK HILL

320 W. Thornton • Rock Hill, MO 63119 • (314) 968-1410 • Fax (314) 968-4843

August 26, 2016

The Honorable Mayor Edward Mahan,
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, 2016, 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.

This report is the City's management representations concerning the finances of the City and, therefore, management assumes full responsibility for the completeness and reliability of all information presented in this report. The City's Administration Department prepared this report and believes that the financial statements, supporting schedules, and statistical information fairly present the financial position of the City. We further believe that all presented data is accurate in all aspects and that all necessary disclosures have been included to enable the reader to gain a reasonable understanding of the City's financial affairs. To provide a reasonable basis for making these representations management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient, reliable information for the preparation of the City's financial statements in conformity with GAAP. This internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of control should not exceed the benefits likely to be derived, and 2) the valuation of costs and benefits require estimates and judgments by management.

The City's financial statements have been audited by Fick, Eggemeyer & Williamson Certified Public Accountants PC, 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, 2016, 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, 2016. 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 4,635 residents.

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 his 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 30 full-time and 10 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 City Treasurer 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. Between April 1, 2015 and March 31, 2016 the city approved eight new houses for construction.

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. In recent years the City has improved the General Fund unassigned fund balance to \$1,824,109. The policy 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 40% and 26% 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. December 1, 2012, the McKnight Crossing TIF revenue bonds were retired in full and the TIF district was terminated. 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 (SW TIF), Market at McKnight, has 127,300 square feet of retail space and was substantially completed in 2008. Market at McKnight is 95% leased the newest tenants, Lucky's Market, The Slider House, Papa Murphy's and Super Cuts. Bentley's Pet Stuff is expected to open during the current fiscal year.

Phase two (NW TIF) was delayed due to the economic downturn in late 2008. The phase two site was reduced from 21.7 acres to 2.29 acres. This reduction removed the residential properties from the redevelopment area while leaving the corner commercial properties in the TIF area. In 2013 the city amended the TIF area to accommodate the development of a CVS Pharmacy. The pharmacy was completed and opened in April 2014. 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. A successful 2003 street bond ballot initiative lead to \$3 million dollars of work. In April 2011 voters approved an additional \$3.5 million in street bonds to do additional work. Those bonds were issued in July 2011. The City used the last of the funds during the 2015 construction season with the reconstruction of Eldridge Ave. The City continues to make street repair a priority and has development a 10-Year Infrastructure Plan which was included in the FY16/17 budget.

Financial Policies. The City contracts with the City of Kirkwood for all of the duties associated with the City's Finance Department. This arrangement gives the City access to a larger Finance Department Staff while still maintaining the level of professionalism and financial knowledge. The partnership has resulted in a reorganized budget, streamlined processing for court bonds and a review of financial policies.

Awards

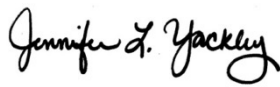
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended March 31, 2015. This was the seventh year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated service of the City Treasurer. 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, Fick, Eggemeyer & Williamson Certified Public Accountants PC, 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,



Jennifer Yackley
City Administrator



Sandra Stephens
City Treasurer

**City of
Rock Hill**

Financial Section



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Board of Alderman
City of Rock Hill, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Rock Hill, Missouri, as of and for the year ended March 31, 2016, and the related notes to the financial statements, which collectively comprise the City of Rock Hill, Missouri's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Rock Hill, Missouri, as of March 31, 2016, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Rock Hill, Missouri's basic financial statements. The introductory section, other supplemental information and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplemental information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplemental information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2016, on our consideration of the City of Rock Hill, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Rock Hill, Missouri's internal control over financial reporting and compliance.

Fick, Eggemeyer & Williamson

Fick, Eggemeyer & Williamson, CPA
Saint Louis, Missouri
August 26, 2016

**CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016**

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, 2016. We encourage readers to consider the information presented here along with the City's financial statements, including footnotes that follow this Management 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 \$13,173,692. The City has an unrestricted deficit of net position totaling \$26,385,157 primarily due to \$24,512,675 in Tax Increment Financing (TIF) bonds and notes outstanding and interest payable on these bonds and notes of \$365,796, at year-end for infrastructure assets not owned by the City. The remaining \$1,506,686 deficit of unrestricted net position is from operations.
- At the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$6,473,918.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$1,824,109.
- The City's total long-term debt increased \$5,548,166 during the current fiscal year primarily due to refunding the TIF notes.

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

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position 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).

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 cover 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, and judicial. The City does not operate any business-type activities.

**CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016**

The government-wide financial statements can be found on pages 11 and 12 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, the 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 ten 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 the following major funds: General Fund, SW TIF Fund, the General Capital Projects Fund, and the Infrastructure Capital Projects 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 all of its funds. 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 13 through 16 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 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 position and statement of changes in fiduciary net position - Pension Trust Fund can be found on pages 17 and 18 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 19 through 46 of this report.

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016

Required supplemental information. In addition to the basic financial statements and accompanying notes, certain required supplemental information can be found on pages 47 through 55 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 56 through 68 of this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The City presents its financial statements under the reporting model required by the Governmental 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 position (deficiency) increased to (\$13,173,692) from a deficit of (\$12,655,668), restated, or 4% in the most recent fiscal year. The City's condensed statement of net position follows:

	March 31,		2016 Change	
	2016	2015 Restated	Amount	Percent
ASSETS				
Current and other assets	\$ 6,828,562	\$ 5,444,109	\$ 1,384,453	25.4 %
Capital assets, net	10,455,989	9,278,367	1,177,622	12.7
Total Assets	17,284,551	14,722,476	2,562,075	17.4
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	64,744	75,687	(10,943)	(12.6)
Deferred - related to pension	352,450	182,552	169,898	93.1
Total Deferred Outflows of Resources	417,194	258,239	158,955	61.6
LIABILITIES				
Current liabilities	669,836	2,989,491	(2,319,655)	(77.6)
Long-term liabilities	30,084,702	24,516,841	5,567,861	22.7
Total Liabilities	30,754,538	27,506,332	3,248,206	11.8
DEFERRED INFLOWS OF RESOURCES				
Deferred - related to pension	120,899	130,051	(9,152)	(7.0)
NET POSITION				
Net investment in capital assets	5,930,032	5,145,780	784,252	15.2
Restricted	7,281,433	2,676,982	4,604,451	172.0
Unrestricted (deficit)	(26,385,157)	(20,478,430)	(5,906,727)	28.8
Total Net Position	\$ (13,173,692)	\$ (12,655,668)	\$ 518,024	4.1 %

**CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016**

A portion of the City's net position, \$5,930,032 in 2016, 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 position, \$7,281,433 in 2016, 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 position represents a deficit unrestricted net position balance of \$26,385,157 in 2016. This deficit is comprised of \$1,506,686 in unrestricted net position deficit from operations and an unrestricted net position deficit resulting from the balance of \$24,512,675 in TIF bonds and notes outstanding and interest payable on these bonds notes of \$365,796 at year-end for infrastructure assets not owned by the City. The TIF notes are limited obligations of the City and are funded only by incremental revenues generated within the TIF district.

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016

Governmental activities. Governmental activities decreased the City's net position by \$518,024. Key elements of this are as follows:

	For The Years Ended March 31,		2016 Change	
	2016	2015 Restated	Amount	Percent
REVENUES				
Program revenues:				
Charges for services	\$ 682,814	\$ 792,961	\$ (110,147)	(13.9) %
Operating grants and contributions	364,094	332,642	31,452	9.5
Capital grants and contributions	520,393	57,602	462,791	803.4
Total Program Revenues	1,567,301	1,183,205	384,096	32.5
General Revenues:				
Taxes	4,694,754	4,005,059	689,695	17.2
Investment income	11,006	14,899	(3,893)	(26.1)
Other	57,390	266,699	(209,309)	(78.5)
Total General Revenues	4,763,150	4,286,657	476,493	11.1
Total Revenues	6,330,451	5,469,862	860,589	15.7
EXPENSES				
Administration	789,683	749,246	40,437	5.4
Fire department	978,252	988,973	(10,721)	(1.1)
Housing department	22,425	45,168	(22,743)	(50.4)
Municipal court	159,665	156,804	2,861	1.8
Parks and recreation	242,355	231,874	10,481	4.5
Police department	959,073	1,002,792	(43,719)	(4.4)
Public works	745,081	674,002	71,079	10.5
Interest on long-term debt	2,951,941	1,495,317	1,456,624	97.4
Total Expenses	6,848,475	5,344,176	1,504,299	28.1
CHANGE IN NET POSITION	(518,024)	125,686	(643,710)	(412.2)
NET POSITION, APRIL 1	(12,655,668)	(13,282,827)	627,159	4.7
PRIOR PERIOD ADJUSTMENT	-	501,473	(501,473)	(100.00)
NET POSITION, MARCH 31	<u>\$ (13,173,692)</u>	<u>\$ (12,655,668)</u>	<u>\$ (518,024)</u>	(4.1) %

**CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016**

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's financing requirements. In particular, unassigned 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, 2016, the City's combined fund balance was \$6,473,918, an increase of \$1,291,476 from 2015. 28% of the total amount (\$1,824,109) constitutes unassigned fund balance, which is available for spending at the City's discretion

During the year ended March 31, 2016, the fund balance in the City's General Fund increased by \$13,623 or 0.7% from the prior year fund balance.

The SW TIF Fund increased by \$1,632,361 due to the refunding of the TIF notes and establishing a debt service reserve of \$1,098,469.

The General Capital Projects fund balance increased, detailed information can be found on page 15.

The Infrastructure Capital Projects Fund had a decrease in fund balance of \$40,075 primarily due to the City's continued focus on street improvements.

Fiduciary funds. The City maintains an Agency Fund for monies received and held for municipal court appearance bonds.

The City also maintains a fiduciary fund for the assets of the uniformed personnel through the Uniformed Employee Pension Trust Fund. As of the end of the current fiscal year ending March 31, 2016, the net position of the Pension Trust Fund totaled \$1,938,472. This is a decrease of \$147,780 that is attributed benefits paid exceeding contributions made and the net depreciation in fair value of the investments.

CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The City has invested, net of accumulated depreciation, \$10,455,989 at March 31, 2016 in a broad range of capital assets, including park facilities, roads, buildings, equipment, automobiles, trucks, and infrastructure. This amount represents a net increase for the current fiscal year (including additions and deductions) of \$1,177,622. The City purchased capital assets totaling \$1,550,407 and received donated assets of \$15,000 during the fiscal year ended March 31, 2016. The City's capital assets, net of accumulated depreciation, consisted of:

	March 31,		2016 Change	
	2016	2015	Amount	Percent
Land	\$ 282,639	\$ 282,639	\$ -	0.0 %
Construction in progress	990,086	305,752	684,334	223.8
Buildings and improvements	312,930	337,374	(24,444)	(7.2)
Vehicles	243,643	271,840	(28,197)	(10.4)
Equipment	99,512	101,955	(2,443)	(2.4)
Infrastructure	8,527,179	7,978,807	548,372	6.9
Total	\$ 10,455,989	\$ 9,278,367	\$1,177,622	12.7 %

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

Long-term debt. The following is a summary of long-term debt:

	March 31,		2016 Change	
	2016	2015	Amount	Percent
General obligation bonds	\$ 4,415,675	\$ 4,643,570	\$ (227,895)	(4.9) %
Tax increment revenue bonds	16,174,974	-	16,174,974	100.0
Tax increment revenue notes	8,337,701	18,812,199	(10,474,498)	(55.7)
Capital leases	-	16,783	(16,783)	(100.0)
Compensated absences	158,704	154,906	3,798	2.5
Total	\$ 29,087,054	\$ 23,627,458	\$ 5,459,596	23.1 %

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

As of March 31, 2016, the City did not make any amendments to the original budget primarily because all department expenditures were below the original budget. Revenues were \$188,722 under the final budget of \$3,189,405 primarily due to decreases in gross receipt taxes and fines and court costs. Expenditures were \$206,395 below the final budget of \$3,193,455 due to various decreases in expenditures.

**CITY OF ROCK HILL, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED MARCH 31, 2016**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

- General Fund expenditure budget increased before transfers less than 1% compared to Fiscal Year 2016 final budget. The expenditure budget included a 2% increase in salaries for City employees.
- The Mayor and Board of Aldermen remained committed to long-term financial planning. Annually, in conjunction with the budget process the five-year operational plans and the ten-year capital plans are updated. The City expects receive the following benefits from the long-term financial plan: 1) Maintain stable tax rates for residents; 2) Balance budgets that allow for the timely funding of the Uniformed Employees' Pension Fund; 3) Ensure City capital funds remain stable and able to provide funding for continued street improvements; 4) Financial flexibility; 5) Improved service planning for the residents; 6) Sustainable growth; and 7) Manage low or no revenue growth.
- In April 2016, the residents approved a \$6,100,000 general obligation bond issue for the purpose of constructing new city facilities consisting of a city hall, police station and fire station.
- The liability for the Uniformed Employee Pension Fund continues to be an on-going issue. The City contributions into the Plan have averaged 75% of the Actuarial Required Contribution (ARC) for the past five years. The funded ratio has increased from 49.8% in Fiscal Year 2012 to 56.3% in Fiscal Year 2016 as a result of investment returns and City contributions. Based on the actuary's recommendation the City will research a contribution policy that better reflects the fact that the Plan is frozen and the number of active participants is declining. The financial issues related to this pension fund will be addressed in the long-term financial plan discussed above.

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
320 W. Thornton Ave.
Rock Hill, MO 63119

CITY OF ROCK HILL, MISSOURI
STATEMENT OF NET POSITION
MARCH 31, 2016

	Governmental Activities
ASSETS:	
Cash and investments.....	\$ 5,751,566
Receivables, net:	
Property tax.....	221,163
Municipal taxes.....	340,752
Intergovernmental.....	44,006
Other.....	448,847
Prepaid items.....	22,228
Capital assets:	
Land and construction in progress.....	1,272,725
Other capital assets, net of accumulated depreciation.....	9,183,264
TOTAL ASSETS.....	\$ 17,284,551
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred charge on refunding.....	64,744
Deferred amounts related to pension.....	352,450
TOTAL DEFERRED OUTFLOWS OF RESOURCES.....	417,194
LIABILITIES:	
Accounts payable.....	200,977
Accrued payroll.....	80,548
Accrued interest.....	378,911
Plan deposits.....	9,400
Noncurrent liabilities:	
Due within one year.....	870,222
Due in more than one year.....	28,216,832
Due in more than one year - net pension liability.....	997,648
TOTAL LIABILITIES.....	30,754,538
DEFERRED INFLOWS OF RESOURCES:	
Deferred amounts related to pension.....	120,899
TOTAL DEFERRED OUTFLOWS OF RESOURCES.....	120,899
NET POSITION:	
Net investment in capital assets.....	\$ 5,930,032
Restricted for:	
Capital projects.....	1,161,925
Debt services.....	275,114
Law enforcement.....	2,555
Parks and stormwater.....	438,755
Police training.....	6,456
Sewer lateral.....	11,093
Tax increment financing.....	5,385,535
Unrestricted (deficit).....	(26,385,157)
TOTAL NET POSITION.....	\$ (13,173,692)

CITY OF ROCK HILL, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2016

FUNCTIONS/PROGRAMS		Program Revenues			Net Revenues (Expenses) And Change In Net Position
		Charges For Services	Operating Grants and Contributions	Capital Grants And Contributions	Governmental Activities
	Expenses				
Governmental Activities					
Administration.....	\$ 789,683	\$ 218,260	\$ 6,799	\$ -	\$ (564,624)
Fire department.....	978,252	-	-	15,000	(963,252)
Housing department.....	22,425	-	-	-	(22,425)
Municipal court.....	159,665	439,518	-	-	279,853
Parks and recreation.....	242,355	7,986	-	6,400	(227,969)
Police department.....	959,073	17,050	-	-	(942,023)
Public works.....	745,081	-	357,295	498,993	111,207
Interest on long-term debt and fiscal charges.....	2,951,941	-	-	-	(2,951,941)
Total Governmental Activities.....	<u>\$ 6,848,475</u>	<u>682,814</u>	<u>364,094</u>	<u>520,393</u>	<u>(5,281,174)</u>
General Revenues					
Taxes:					
<u>Property taxes levied for:</u>					
General purposes.....					288,820
Debt service.....					369,651
<u>Sales tax levied for:</u>					
General purposes.....					951,868
Fire Protection.....					213,478
Capital Improvement.....					360,844
Park and stormwater.....					427,885
Cigarette taxes.....					22,705
Franchise fees.....					74,791
TIF revenues.....					1,263,935
Utility gross receipts.....					720,777
Investment income.....					11,006
Gain on sale of capital assets.....					13,849
Other revenues.....					43,541
Total General Revenues.....					<u>4,763,150</u>
CHANGE IN NET POSITION.....					(518,024)
NET POSITION, APRIL 1 (RESTATED).....					(12,655,668)
NET POSITION, MARCH 31.....					<u>\$ (13,173,692)</u>

CITY OF ROCK HILL, MISSOURI
BALANCE SHEET-GOVERNMENTAL FUNDS
MARCH 31, 2016

	General Fund	SW TIF Fund	General Capital Projects Fund	Infrastructure Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:						
Cash and investments						
Held by trustee.....	\$ -	\$ 935,525	\$ -	\$ -	\$ -	\$ 935,525
Restricted.....	-	1,098,469	-	-	-	1,098,469
Unrestricted.....	1,693,236	141,294	389,113	433,704	1,060,225	3,717,572
Receivables (net):						
Property tax.....	52,074	36,933	-	-	132,156	221,163
Municipal taxes.....	215,551	81,993	42,748	-	460	340,752
Intergovernmental.....	3,784	-	-	40,222	-	44,006
Other.....	16,738	-	-	377,533	54,576	448,847
Prepaid items.....	20,723	-	-	-	1,505	22,228
Advances to other funds.....	56,907	-	-	-	-	56,907
TOTAL ASSETS.....	2,059,013	2,294,214	431,861	851,459	1,248,922	6,885,469
LIABILITIES:						
Accounts payable.....	43,269	79,238	11,908	65,080	1,482	200,977
Accrued payroll.....	73,848	-	-	-	6,700	80,548
Plan deposits.....	9,400	-	-	-	-	9,400
Unearned revenue.....	-	-	-	-	-	-
Advances from other funds.....	-	-	44,407	-	12,500	56,907
Total Liabilities.....	126,517	79,238	56,315	65,080	20,682	347,832
DEFERRED INFLOWS OF RESOURCES:						
Unavailable revenue-property taxes.....	20,865	5,861	-	-	27,101	53,827
Unavailable revenue-court receipts.....	9,892	-	-	-	-	9,892
Total Deferred Inflows of Resources.....	30,757	5,861	-	-	27,101	63,719
FUND BALANCES:						
Nonspendable:						
Long-term interfund advances.....	56,907	-	-	-	-	56,907
Prepaid items.....	20,723	-	-	-	-	20,723
Restricted for:						
Capital projects.....	-	-	375,546	786,379	-	1,161,925
Debt service.....	-	-	-	-	274,187	274,187
Parks and stormwater.....	-	-	-	-	438,755	438,755
Law enforcement.....	-	-	-	-	2,555	2,555
Police training.....	-	-	-	-	6,456	6,456
Sewer lateral.....	-	-	-	-	11,093	11,093
Tax increment financing.....	-	2,209,115	-	-	468,093	2,677,208
Unassigned.....	1,824,109	-	-	-	-	1,824,109
Total Fund Balances.....	1,901,739	2,209,115	375,546	786,379	1,201,139	6,473,918
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES.....	\$ 2,059,013	\$ 2,294,214	\$ 431,861	\$ 851,459	\$ 1,248,922	\$ 6,885,469

CITY OF ROCK HILL, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
MARCH 31, 2016

Total Fund Balances - Governmental Funds.....	\$	6,473,918
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of the assets is \$13,185,592 and the accumulated depreciation is \$2,729,603.....		10,455,989
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Certain amounts are not a use of financial resources and, therefore, are not reported in the governmental funds. These items consist of:

Net pension liability.....		(997,648)
Deferred outflows - pension related.....		352,450
Deferred inflows - pension related.....		(120,899)

Some revenues are not available soon enough to pay for current expenditures and are not reported as revenues in the governmental funds.....		63,719
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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 compensation absences.....		(158,704)
Accrued interest payable.....		(378,911)
Bonds payable.....		(4,335,000)
Tax increment financing bonds.....		(16,350,000)
Tax increment financing notes.....		(8,337,701)
Deferred amount on refunding.....		64,744
Unamortized bond premium.....		(80,675)
Unamortized bond discount.....		175,026

Total Net Position of Governmental Activities.....	\$	(13,173,692)
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CITY OF ROCK HILL, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2016

	General Fund	SW TIF Fund	General Capital Projects Fund	Infrastructure Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property tax.....	\$ 312,541	\$ 450,079	\$ -	\$ -	\$ 464,705	\$ 1,227,325
Gross receipts taxes.....	795,567	-	-	-	-	795,567
Sales tax.....	1,165,346	735,850	360,844	-	435,800	2,697,840
Licenses, permits, fines and fees.....	670,907	-	-	-	2,555	673,462
Intergovernmental.....	22,705	-	3,566	791,044	6,400	823,715
Park and recreation programs.....	-	-	-	-	7,978	7,978
Investment income.....	9,429	1,024	-	-	-	10,453
Miscellaneous.....	24,188	2,500	-	22,285	78,404	127,377
Total Revenues.....	<u>3,000,683</u>	<u>1,189,453</u>	<u>364,410</u>	<u>813,329</u>	<u>995,842</u>	<u>6,363,717</u>
EXPENDITURES						
Current:						
Administration.....	556,542	2,118	192,920	-	930	752,510
Fire department.....	930,687	-	-	-	-	930,687
Housing department.....	22,995	-	-	-	-	22,995
Municipal court.....	158,064	-	-	-	-	158,064
Parks and recreation.....	-	-	-	-	207,170	207,170
Police department.....	934,924	-	-	-	22,497	957,421
Public works.....	378,221	-	-	-	-	378,221
Capital outlay.....	5,627	-	138,489	1,028,424	546,537	1,719,077
Debt services:						
Principal.....	-	-	16,784	-	220,000	236,784
Interest and fiscal agent fees.....	-	4,538,463	1,823	-	166,364	4,706,650
Total Expenditures.....	<u>2,987,060</u>	<u>4,540,581</u>	<u>350,016</u>	<u>1,028,424</u>	<u>1,163,498</u>	<u>10,069,579</u>
REVENUES OVER(UNDER) EXPENDITURES.....	<u>13,623</u>	<u>(3,351,128)</u>	<u>14,394</u>	<u>(215,095)</u>	<u>(167,656)</u>	<u>(3,705,862)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in.....	-	-	-	175,020	-	175,020
Transfers out.....	-	-	-	-	(175,020)	(175,020)
Sale of capital assets.....	-	-	13,849	-	-	13,849
Bond issuance costs.....	-	(713,263)	-	-	-	(713,263)
Refunding bond issued.....	-	24,508,951	-	-	-	24,508,951
Payment to refunded bond escrow agent.....	-	(18,812,199)	-	-	-	(18,812,199)
Total Other Financing Sources(Uses).....	<u>-</u>	<u>4,983,489</u>	<u>13,849</u>	<u>175,020</u>	<u>(175,020)</u>	<u>4,997,338</u>
NET CHANGE IN FUND BALANCE.....	<u>13,623</u>	<u>1,632,361</u>	<u>28,243</u>	<u>(40,075)</u>	<u>(342,676)</u>	<u>1,291,476</u>
FUND BALANCES, APRIL 1.....	<u>1,888,116</u>	<u>576,754</u>	<u>347,303</u>	<u>826,454</u>	<u>1,543,815</u>	<u>5,182,442</u>
FUND BALANCES, MARCH 31.....	<u>\$ 1,901,739</u>	<u>\$ 2,209,115</u>	<u>\$ 375,546</u>	<u>\$ 786,379</u>	<u>\$ 1,201,139</u>	<u>\$ 6,473,918</u>

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, 2016

Net Change In Fund Balances - Governmental Funds..... \$ 1,291,476

Amounts reported for governmental activities in the statement of activities are difference 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 (\$1,550,407) exceeded depreciation (\$387,785) in the current period..... 1,162,622

The net effect of various transactions involving capital assets (i.e. sales, trade-ins, and donations) increased net assets
 Donated asset..... 15,000

The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. In the statement of net assets, however, issuing debt increased long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds financial statements but reduces the long-term liabilities in the statement of net assets.

Debt issued during the current year:
 Issuances of TIF bonds and notes..... (24,508,951)
 Payments to escrow agents..... 18,812,199
 Repayments during the current year:
 Bonds payable..... 220,000
 Capital leases..... 16,783
 Amortization of premiums on debt issuance..... 7,895
 Amortization of discount on debt issuance..... (3,724)
 Amortization of deferred charges on refunding..... (10,943)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds:
 Deferred revenues..... (62,112)

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 accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available. The net changes of these items are:

Accrued compensated absences liability..... (3,798)
 Accrued interest..... 2,474,744
 Net pension liability..... (108,265)
 Deferred outflows - pension related..... 169,898
 Deferred inflows - pension related..... 9,152

Change in Net Position of Governmental Activities..... \$ (518,024)

CITY OF ROCK HILL, MISSOURI
STATEMENT OF FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
MARCH 31, 2016

	Pension Trust Fund	Agency Fund
ASSETS		
Cash.....	\$ -	\$ 7,275
Investments, at fair value:		
Money market funds.....	50,897	-
Mutual funds.....	1,887,233	-
Accrued interest and dividends.....	342	-
TOTAL ASSETS.....	1,938,472	7,275
LIABILITIES		
Deposits held for others.....	-	7,275
TOTAL LIABILITIES.....	-	7,275
NET POSITION		
Restricted for pensions.....	\$ 1,938,472	\$ -

CITY OF ROCK HILL, MISSOURI
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
PENSION TRUST FUND
FOR THE YEAR ENDED MARCH 31, 2016

	<u>Pension Trust Fund</u>
ADDITIONS	
Investment income	
Interest and dividends.....	\$ 34,660
Net depreciation in fair value of investments.....	(54,448)
Total Investment Income (Expense).....	(19,788)
Employer contributions.....	150,000
Total Additions.....	130,212
DEDUCTIONS	
Benefits paid.....	276,497
Fees paid.....	1,495
Total Deductions.....	277,992
CHANGE IN NET POSITION.....	(147,780)
NET POSITION RESTRICTED FOR PENSION, APRIL 1 (RESTATED).....	2,086,252
NET POSITION RESTRICTED FOR PENSION, MARCH 31.....	\$ 1,938,472

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

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 Mayor-Board of Alderman-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 accounting principles generally accepted in the United States of America as applied to governmental entities. The following is a summary of the more significant policies.

1. Reporting Entity

The financial statements of the City include the financial activities of the City and any component units, entities which are financially accountable to the City. The City does not currently have any component units.

2. Government-wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are 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.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accountings. 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 police, fire, public works, and administration.

SW TIF Fund – The SW TIF Fund is used to account for tax increment financing revenue from the SW redevelopment area.

General Capital Projects Fund – The General Capital Projects Fund is used to account for revenues derived from capital improvement sales taxes and grants to be used for the acquisition, construction, improvements, or maintenance for City equipment, vehicles or facilities.

Infrastructure Capital Projects Fund – The Infrastructure Capital Projects Fund is used to account for revenues derived from motor vehicle taxes, road and bridge taxes, and grants to be used for the constructions, improvements, or maintenance of infrastructure relating to streets and sidewalks.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Additionally, the City reports the following fund types

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 (Court Bond) is used to account for assets held by the City for court appearance bonds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of income.

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 other benefits 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.

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 U.S. Treasury, federal agencies, commercial paper, corporate bonds, and repurchase agreements. Pension Funds may also invest in mutual funds. Investments are stated at fair value.

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City only has two items that qualifies for reporting in this category. These items are deferred charge on refunding and deferred amounts related to pension reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to pension are differences between expected and actual experience, net difference between projected and actual earnings on pension plan investments, and changes of assumptions. These amounts are deferred and amortized over five years.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only two types of items, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. The item, deferred amounts related to pension reported in the government-wide statement of net position. The deferred amounts related to pension are differences between expected and actual experience, net difference between projected and actual earnings on pension plan investments, and changes of assumptions. These amounts are deferred and amortized over five years. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and court fines and cost. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. 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 value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend 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

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Compensated Absences

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

Vacation benefits 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 648 hours for Fire Fighters and 480 hours for all other employees. Upon leaving employment of the City, an employee is not entitled to payment for accrued sick leave.

8. Long-term Obligations

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well bond issuance costs, during the current period. The face amounts of debt issued is reported as other financing sources. Premiums received on a 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.

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 October 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.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Allowance

Taxes and bonds receivable are shown net of an allowance for uncollectible accounts of \$12,335.

11. Advances and 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 nonspendable account which indicates that they do not constitute “available spendable resources.” 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.

12. Prepaid Items

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

13. Use of Estimates

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

14. Fund Balance Policies

The City’s policy is to report the fund balance in the following categories, when applicable, listed from the most restrictive to the least restrictive:

Nonspendable – The portion of fund balance that is not in a spendable form or is required to be maintained intact.

Restricted – The portion of fund balance that is subject to external restrictions and constrained to specific purposes imposed by agreement, through constitutional provisions, or by enabling legislation.

Committed – The portion of fund balance with constraints or limitations by formal action of the Board of Aldermen, the highest level of decision-making authority.

Assigned – The portion of fund balance that the City intends to use for a specific purpose as determined by the applicable City officials to which the Board of Aldermen has designated authority.

Unassigned – Amounts that are available for any purpose; these positive amounts are reported only in the General Fund.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Fund Balance Policies (Continued)

When both restricted and unrestricted resources are available, the City will spend the most restricted amounts before the least restricted – restricted, committed, assigned, and then unassigned.

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

15. Net Position

Net Position represents the difference between assets and liabilities. Net investment in capital assets represents the cost of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

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 be at least equal to the total of the City's cash not insured by the Federal Deposit Insurance Corporation. As of March 31, 2016, the City's bank balance of \$3,726,316 was fully insured by depository insurance and collateralized with securities held by the Federal Reserve Bank.

The deposits and investments held at March 31, 2016, and reported at fair value, are as follows:

Type	Carrying Value
Deposits:	
Demand deposits.....	\$ 3,724,197
Cash on hand.....	650
	<u>3,724,847</u>
Pooled Investments:	
Money market mutual funds.....	<u>2,033,994</u>
Pension Trust Investments:	
Money market funds.....	50,897
Mutual funds.....	1,887,233
	<u>1,938,130</u>
Total Deposits and Investments.....	<u><u>\$ 7,696,971</u></u>
 Reconciliation to the Financial Statements:	
Statement of Net Assets:	
Cash and Investments:	
Governmental Activities.....	\$ 5,751,566
Statement of Fiduciary Net Position:	
Cash and Investments:	
Held by trustees – Pension Trust Fund.....	1,938,130
Restricted:	
Agency Fund.....	<u>7,275</u>
	<u><u>\$ 7,696,971</u></u>

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE B – CASH AND INVESTMENTS (Continued)

2. Investments

As of March 31, 2016, the City held the following investments:

Investments	Fair Value	No Maturity	Maturities		Credit Risk
			Less Than One Year	1 – 5 Years	
Primary Government					
Money market funds	\$2,033,994	\$2,033,994	\$ -	\$ -	Not rated
Fiduciary Funds					
Money market funds	50,897	50,897	-	-	N/A
Mutual funds	1,887,233	1,887,233	-	-	Not rated
Total Fiduciary Funds					
Investments	1,938,130	1,938,130	-	-	
Total Investments	\$3,972,124	\$3,972,124	\$ -	\$ -	

3. Investment Policies

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investment policy states that they minimize credit risk by prequalifying 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 investment 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 investment policy states that they minimize concentration of credit risk by diversifying the investment portfolio.

4. Investment Policy-Uniformed Employee Pension Plan:

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Uniformed Employees' Pension Plan Board. Plan assets are managed with a long-term object of achieving the ability to pay all benefit and expense obligations provided through the Plan.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE B – CASH AND INVESTMENTS (Continued)

4. Investment Policy-Uniformed Employee Pension Plan (Continued):

Credit Risk - The plan does not have a specific policy addressing custodial credit risk. Neither the Pension Trust's bank balances nor its investments were subject to custodial credit risk this year.

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 plan's investment policy states that they minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations.

Rate of return: For the year ended March 31, 2016, the annual money weighted rate of return on the pension plan investments, net of pension plan investment expense, was -1.07 percent. The money-weighted rate of return expresses investment performance, net of investment expense adjusted for the changing amounts actually invested

Concentration of Credit Risk is required to be disclosed by the plan for any single investment that represents 5% or more of the total investments (excluding investments issued by or explicitly guaranteed by the US Government and investments in mutual funds). As of March 31, 2016, the Plan's investments were all in mutual funds.

The following is the asset allocation policy as amended by the Uniformed Employees' Pension Plan Board on April 9, 2015:

Asset Class	Minimum	Target	Maximum
Money Market	2%	4%	6%
Fixed Income	26%	31%	50%
Large Cap	25%	35%	40%
Small/Mid Cap	10%	15%	20%
International	10%	15%	20%

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE C – Capital Assets

The following is a summary of changes in capital assets:

	For The Year Ended March 31, 2016			
	Balance March 31, 2015	Additions	Deletions	Balance March 31, 2016
Capital assets not being depreciated:				
Land	\$ 282,639	\$ -	\$ -	\$ 282,639
Construction in progress	305,752	778,119	93,785	990,086
Total Capital Assets Not Being Depreciated	588,391	778,119	93,785	1,272,725
Capital assets being depreciated:				
Buildings and improvements	576,136	-	-	576,136
Vehicles	1,196,409	79,021	53,317	1,222,113
Equipment	316,009	15,000	13,129	317,880
Infrastructure	9,009,686	787,052	-	9,796,738
Total Capital Assets Being Depreciated	11,098,240	881,073	66,446	11,912,867
Less-Accumulated depreciation for:				
Buildings and improvements	238,762	24,444	-	263,206
Vehicles	924,569	107,218	53,317	978,470
Equipment	214,054	17,443	13,129	218,368
Infrastructure	1,030,869	238,680	-	1,269,559
Total Accumulated Depreciation	2,408,264	387,785	66,446	2,729,603
Total Capital Assets Being Depreciated, Net	8,689,976	493,288	-	9,183,264
Capital Assets, Net	<u>\$ 9,278,367</u>	<u>\$ 1,271,407</u>	<u>\$ 93,785</u>	<u>\$10,455,989</u>

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

	For The Year Ended March 31, 2016
Administration	\$ 15,167
Fire department	65,028
Parks department	17,508
Police department	22,766
Public works	267,316
Total	<u>\$ 387,785</u>

An award was received by the Fire Department for a thermal imager with accessories which was included in capital asset additions at a fair value of \$15,000.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

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 supplemental 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. Benefits Provided

LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police and fire) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police and fire) and receive a reduced allowance.

Benefit multiplier – general, police and fire	1.25%
Final average salary	5 years

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

3. Employees Covered by Benefit Terms

At June 30, 2015, the following employees were covered by the benefit terms:

	<u>General</u>	<u>Police</u>	<u>Fire</u>
Retirees and Beneficiaries	9	5	0
Inactive, Non-retired Members	8	2	2
Active Members	12	8	10
Total	<u>29</u>	<u>15</u>	<u>12</u>

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Missouri Local Government Employees Retirement System (Continued)

4. Contributions

The City is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount of finance an unfunded accrued liability. The City contribution rates are 1.5% (General), 11.8% (Police) and 11.4% (Fire) of annual covered payroll.

5. Net Pension Liability

The City's net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2015.

6. Actuarial Assumptions

The total pension liability in the February 28, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.5% wage inflation; 3% price inflation
Salary increase	3.5% to 8.6% including wage inflation
Investment rate of return	7.25% net of investment and administrative expenses

Mortality rates were based on 105% of the 1994 Group Annuity Mortality Table set back to zero years for both males and females.

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

<u>Asset Class</u>	<u>Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Equity	48.50%	5.50%
Fixed Income	25.00	2.25
Real assets	20.00	4.50
Strategic Assets	6.50	7.50

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Missouri Local Government Employees Retirement System (Continued)

7. Discount Rate

The discount rate used to measure the total pension liability is 7.25%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for the employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

8. Changes in the Net Pension Liability

A. Total Pension Liability

1. Service Cost	\$ 119,202
2. Interest on Total Pension Liability	252,091
3. Changes of Benefit Terms	-
4. Difference between expected and actual experience of the Total Pension Liability	(99,582)
5. Changes of Assumptions	-
6. Benefit payments, including refunds of employee contributions	(118,478)
7. Net change in total pension liability	153,233
8. Total Pension liability – June 30, 2014	3,476,768
9. Total Pension liability – June 30, 2015	<u>\$3,630,001</u>

B. Plan Fiduciary Net Position

1. Contributions – employer	\$ 130,640
2. Contributions – employee	-
3. Net investment income	77,425
4. Benefit payments, including refunds of employee contributions	(118,478)
5. Pension plan administrative expense	(4,660)
6. Other (Net Transfers)	81,341
7. Net Change in plan fiduciary net position	166,268
8. Plan fiduciary net position – June 30, 2014	3,925,740
9. Plan fiduciary net position – June 30, 2015	<u>\$4,092,008</u>

C. Net pension liability/(asset)	\$ (462,007)
D. Plan fiduciary net position as a percentage of the total pension liability	112.73%
E. Covered-employee payroll	\$1,493,000
F. Net pension liability as a percentage of covered employee payroll	(30.95)%

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Missouri Local Government Employees Retirement System (Continued)

9. Sensitivity of the Net Pension Liability to Change in the Discount Rate

The following presents the new pension liability of the employer, calculated using the discount rate of 7.25% as well as what the employer's net pension liability would be using a discount rate that is 1% point lower (6.25%) or 1% point higher (8.25%) than the current rate.

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Net pension liability (asset)	\$ 45,437	\$ (462,007)	\$ (885,847)

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

For the year ended June 30, 2015, the City recognized pension expense of \$33,611. Reported deferred outflows and inflows of resources are related to the following sources.

	Outflows	Inflows	Net Outflows
Differences in experience	\$ -	\$ (84,289)	\$ (84,289)
Excess (deficit) investment returns	168,283	-	168,283
Total	<u>\$ 168,283</u>	<u>\$ (84,289)</u>	<u>\$ 83,994</u>

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in the pension expense as follows:

For The Years Ending June 30	
2016	\$ 26,779
2017	26,779
2018	26,779
2019	26,774
2020	(8,680)
Thereafter	(14,437)
Total	<u>\$ 83,994</u>

11. Payable to the Pension Plan

At March 31, 2016 the City reported a payable of \$98,659 for the outstanding amount of contributions to the pension plan required for the year ended March 31, 2016.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

1. Plan Summary

Plan description: The Uniformed Employees' Pension Plan (the Plan), is a closed, single-employer, defined benefit pension plan administered by the City of Rock Hill 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 Plan does not issue a separate financial report.

Plan administration: Management of the Plan is vested in the Uniformed Employees' Pension Board, which consists of five members—the Mayor and City Treasurer, who serves as ex-officio members, two elected by plan members, one appointed by the Mayor.

Plan membership: As of May 1, 2016 (the most recent actuarial valuation date), membership in the Plan is comprised of the following:

Retirees and beneficiaries currently receiving benefits	17
Vested terminated employees	4
Active employees – receiving benefits	1
Active employees	7
	<u>29</u>

Benefits provided: 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% of 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.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Pension Plan for the Uniformed Employees of the City of Rock Hill (Continued)

1. Plan Summary (Continued)

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.

Contributions: As of March 31, 2016, the City did not have a formal contribution policy. Annual contributions made to the Plan over the last five years averaged 76% of the Actuarial Required Contribution (ARC). Based on the actuary's recommendation, the City will research a contribution policy that better reflects the facts that the Plan is frozen and the number of active participants is declining.

2. Net Pension Liability

The City's net pension liability was measured as of March 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions: The total pension liability in the March 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>Beginning</u>	<u>Ending</u>
Discount Rate	6.40%	6.40%
Investment Rate of Return	6.40%	6.40%
Salary Increases, including inflation	6.50%	6.50%
Inflation	3.00%	3.00%

Mortality

Pre-Retirement	RP-2000 Mortality Table projected to valuation date by Scale AA
Post-Retirement	RP-2000 Mortality Table projected to valuation date by Scale AA
Termination Rates	None
Disability Rates	None
Retirement Rates	100% retirement at age 60

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Pension Plan for the Uniformed Employees of the City of Rock Hill (Continued)

2. Net Pension Liability (Continued)

Expected long-term rate of return: The expected long-term rate of return was developed using the Black-Litterman Method by the Plan's financial advisor. Long-term capital market return assumptions were developed for each individual asset class included in the Plan. The return assumptions for each asset class are developed by combining historical equilibrium returns with the financial advisor's subjective views. These individual asset class return assumptions are then multiplied by the pension plan's target asset allocation to each individual class, which results in producing a long-term expected rate of return of 6.4 percent for the Plan. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Large cap	35%	8.15%
Small/Mid cap	15	9.10
International	10	8.80
Emerging markets	5	10.25
US fixed income	26	2.60
Global fixed income	5	2.35
Cash	4	0.20
Total	<u>100%</u>	

Discount rate: Discount rate may or may not be equal to the expected long-term rate of return. Assets and liabilities were projected into the future (assuming 75% of the required contributions are deposited) to determine if there is a point at which the assets are unable to pay benefits. The projections show that this occurs late enough that there is no measurable effect to the Discount Rate. The resulting effective interest rates are 6.40 percent and 6.40 percent for the fiscal years ending 3/31/2015 and 3/31/2016, respectively.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Pension Plan for the Uniformed Employees of the City of Rock Hill (Continued)

2. Net Pension Liability (Continued)

Changes in net pension liability:

A. Total Pension Liability

1. Service Cost	\$ 9,815
2. Interest on Total Pension Liability	210,743
3. Difference between expected and actual experience of the Total Pension Liability	29,459
4. Changes of Assumptions	-
5. Benefit payments, including refunds of employee contributions	<u>(276,497)</u>
6. Net change in total pension liability	(26,480)
7. Total Pension liability – March 31, 2015	<u>3,424,607</u>
8. Total Pension liability – March 31, 2016	<u>\$ 3,398,127</u>

B. Plan Fiduciary Net Position

1. Contributions – employer	\$ 150,000
2. Net investment income	(21,283)
3. Benefit payments, including refunds of employee contributions	(276,497)
4. Pension plan administrative expense	-
5. Other (Net Transfers)	<u>-</u>
6. Net Change in plan fiduciary net position	(147,780)
7. Plan fiduciary net position – March 31, 2015	<u>2,086,252</u>
8. Plan fiduciary net position – March 31 2016	<u>\$ 1,938,472</u>

C. Net pension liability/(asset) \$ 1,459,655

**D. Plan fiduciary net position as a percentage of the total
Pension liability** 57.05%

E. Covered-employee payroll \$ 350,990

F. Net pension liability as a percentage of covered employee payroll 415.87%

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Pension Plan for the Uniformed Employees of the City of Rock Hill (Continued)

2. Net Pension Liability (Continued)

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the City, calculated using the discount rate of 6.40 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.40 percent) or 1-percentage-point higher (7.40 percent) than the current rate:

	1% Decrease (5.40%)	Current Discount Rate (6.40%)	1% Increase (7.40%)
City's net pension liability	\$ 1,789,723	\$ 1,459,655	\$ 1,176,934

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

For the year ended March 31, 2016, the City recognized pension expense of \$92,250. At March 31, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 38,158	\$ -
Net difference between projected and actual earnings on pension investment	145,743	36,610
Changes of assumptions	266	-
Total	<u>\$ 184,167</u>	<u>\$ 36,610</u>

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE D – EMPLOYEE RETIREMENT SYSTEMS (Continued)

Pension Plan for the Uniformed Employees of the City of Rock Hill (Continued)

3. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year ended March 31,

2017	\$ 37,325
2018	35,682
2019	25,408
2020	19,997
2021	29
Thereafter	-

4. Payable to the Pension Plan

At March 31, 2016, the City had no payable for contributions to the Plan.

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, health insurance, 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
MARCH 31, 2016

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.

NOTE G – LONG-TERM DEBT

Long-term debt consists of the following:

General Obligation Bonds

	March 31, 2016
Series 2011 general obligation bonds of \$3,500,000 used for street improvements, due in annual installments through March 1, 2031, interest payable at 2% to 4.5%.	\$3,250,000
Series 2010 general obligation bonds of \$1,750,000 used for advance refunding of the 2002 issue for street improvements, due in annual installments through March 1, 2022, interest payable at 1% to 4%.	1,085,000
Total General Obligation Bonds	<u>\$4,335,000</u>

Debt Service requirements for the bonds are as follows:

For The Years Ended March 31,	General Obligation Bonds		
	Principal	Interest	Total
2017	\$ 225,000	\$ 159,034	\$ 384,034
2018	230,000	153,659	383,659
2019	240,000	147,609	387,609
2020	245,000	138,918	383,918
2021	255,000	130,956	385,956
2022-2026	1,425,000	518,019	1,943,019
2027-2031	1,715,000	232,387	1,947,387
Total	<u>\$ 4,335,000</u>	<u>\$ 1,480,582</u>	<u>\$ 5,815,582</u>

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE G – LONG-TERM DEBT (Continued)

Tax Increment Revenue Notes

During 2015, the City issued \$16,350,000 of Tax Increment Revenue Bonds, Series 2015A (the “Priority Bonds”) in conjunction with \$8,337,701 of Tax Increment Revenue Notes, Series 2015B (the Subordinate Notes), to refund the Tax Increment Revenue Notes, Series A and Series B, fund a debt service reserve fund securing the Priority Bonds, and pay the costs of issuing the Bonds. The tax increment revenue bonds and 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

	For the Year Ended March 31, 2016				
	Balance March 31, 2015	Additions	Reductions	Balance March 31, 2016	Amounts Due Within One Year
General Obligation bonds	\$ 4,555,000	\$ -	\$ 220,000	\$ 4,335,000	\$ 225,000
Plus – Premium	88,570	-	7,895	80,675	-
Tax increment revenue notes	18,812,199	8,337,701	18,812,199	8,337,701	-
Tax increment revenue bonds	-	16,350,000	-	16,350,000	550,000
Less – Discount	-	(178,750)	(3,724)	(175,026)	-
Capital leases	16,783	-	16,783	-	-
Compensated absences	154,906	102,265	98,467	158,704	95,222
Total	<u>\$23,538,888</u>	<u>\$24,611,216</u>	<u>\$19,143,278</u>	<u>\$29,087,054</u>	<u>\$ 870,222</u>

The general obligation bonds are to be liquidated by the Debt Service Fund. The tax increment revenue notes are to be liquidated by the SW TIF Fund. The capital leases are to be liquidated by the Capital Projects Fund. The compensated absences are to be liquidated by the General Fund and Park Fund.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE H – LEASE OBLIGATIONS

1. Capital Leases

The City entered into lease agreements for the acquisition of two police cars, a fire command vehicle, and a backhoe. 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. As of March 31, 2016, the City's lease obligations have been paid in full.

The assets acquired through the capital leases are as follows:

	March 31, 2016
Vehicles	\$144,442
Less – Accumulated depreciation	<u>144,442</u>
Net Book Value	<u>-</u>

NOTE H – LEASE OBLIGATIONS (Continued)

2. Operating Leases

In 2011, the City entered into an operating lease agreement for an administration building. The lease term runs from June 2011 through May 2018 and requires escalating monthly payments of \$4,557 to \$5,165.

In 2013, the City entered into an operating lease agreement for a Fire Barn. The lease agreement runs from August 2013 through August 2015, and there are three optional 1-year extensions. The initial 2-year term required a one-time payment of \$57,850. During the current fiscal year, the City exercised the first optional 1-year extension for \$15,000, as stated in the agreement.

<u>For The Years Ended March 31,</u>	<u>Amount</u>
2017	\$ 80,664
2018	90,079
2019	<u>5,165</u>
	<u>\$ 175,908</u>

Lease expenditures for the fiscal year ended March 31, 2016 were \$74,448.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE I – RECONCILIATION OF INTERFUND TRANSACTIONS

1. Interfund Transfers

	<u>Transfers From</u>	<u>Transfers To</u>	<u>Net Transfers</u>
Major Funds			
Infrastructure Capital Projects Fund.....	\$ -	\$ 175,020	\$ 175,020
Non-major Funds			
Park Fund.....	(175,020)	-	(175,020)
Total.....	<u>\$ (175,020)</u>	<u>\$ 175,020</u>	<u>\$ -</u>

The transfers from the General Fund and the General Capital Projects Fund were for the purpose of establishing a new special revenue fund, the Park Fund, and a new capital projects fund, the Infrastructure Capital Projects Fund. The transfer from the Park Fund was used to move revenue from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them primarily for operating or capital purposes.

2. Advances From/To Other Funds

Individual interfund assets and liabilities balances are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>March 31, 2016</u>
General Fund	Capital Projects Fund	\$ 44,407
General Fund	Sewer Lateral Fund	12,500
Total Advances		<u>\$ 56,907</u>

The first amount payable to the General Fund relates to a loan to the Capital Projects Fund to help finance the acquisition of a fire truck. The balance will be repaid in annual installments through the fiscal year ending March 31, 2018. The second amount payable to the General fund relates to a loan to the Sewer Lateral Fund to stabilize the fund, which is not expected to be paid within the next fiscal year.

NOTE J – UNRESTRICTED NET POSITION DEFICIT

The government-wide statement of net position reflects an unrestricted net position deficit of (\$26,385,157). This total is comprised of \$1,331,660 in unrestricted net position deficit from operations and an unrestricted net position deficit resulting from the issuance of tax increment revenue bonds and notes in the amount of \$24,687,701 and interest payable on these notes of \$365,796, which is for development not owned by the City.

The City's responsibility to repay the tax increment revenue bonds and notes extends only to the incremental revenues generated by the TIF district. The tax increment 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
MARCH 31, 2016

NOTE K – RESTRICTED NET POSITION

The government-wide statement of net position reports \$7,281,433 of restricted net assets, of which 100% 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. As of March 31, 2016, the City received \$1,185,929 in tax incremental revenues that were pledged for the debt service on the TIF bonds and notes. Information regarding the TIF bonds and notes are reported in Note G.

NOTE M – MUNICIPAL COURT TRAFFIC VIOLATIONS FINES AND COSTS

Missouri House Bill No. 103 amending RSMo Section 302.341.2 became effective on August 28, 2013. The amendments to the statute now require municipalities to report an accounting of the percent of “annual general operating revenue” from fines and costs for traffic violations. All fines and costs from traffic violations in excess of 30% of the City’s “annual general operating revenue” is required to be remitted to the director of the department of revenue for annual distribution to the schools of the county. “Annual general operating revenue of the City” is defined by the Missouri State Auditor as revenue that is not required by the enacting ordinance law or Constitution to be used only for a designated purpose and can be used to pay any bill or obligation of the City. This includes, but is not limited to, general sales tax, general property tax, and fees from certain licenses and permits, interest, fines, and penalties. “General Operation Revenues” does not include, among other items, designated sales or use taxes, user fees, grant funds or other revenue designated by law, ordinance, or Constitution, for a specific purpose.

Total court fines and costs (all case types).....	\$ 443,803
Total general operating revenue of the City.....	<u>2,783,972</u>
 Court fines and costs as a percentage of total general operating revenue of the City.....	 <u>15.9%</u>

NOTE N – FEDERAL FORFEITURE ACTIVITY

For the year ended March 31, 2016, the City had a beginning balance of zero, revenues of \$2,555, and no expenditures, for an ending balance of \$2,555 in the Asset Forfeiture Fund.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE O – PRIOR PERIOD ADJUSTMENTS

Beginning net position restricted for pension was adjusted as follows:

Statement of Changes in Fiduciary Net Position – Pension Trust Fund:

Net position restricted for pension, as originally reported.....	\$ 747,897
Correct GASB 68 implementation error ^a	<u>1,338,355</u>
Net position restricted for pensions, April 1 (Restated)...	<u>\$ 2,086,252</u>

Government-Wide Financial Statements of Activities:

Net position, as originally reported.....	\$ (13,157,141)
Restatement for GASB 68 implementation for Uniformed Employees' Pension Plan.....	(31,493)
Restatement for GASB 68 implementation for LAGERS.....	<u>532,966</u>
Net Position, April 1, Restated.....	<u>(12,655,668)</u>

^a Reported net pension liability in the Fiduciary Fund Statement.

CITY OF ROCK HILL, MISSOURI
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2016

NOTE P – SUBSEQUENT EVENTS

Subsequent to March 31, 2016, the residents of the City approved a general obligation bond issue for capital improvements and in June 2016 the City issued \$6,100,000 in general obligation bonds (the Bonds). The City will use a portion of the proceeds to 1) construct, equip, and furnish a city hall, police station and fire station and acquiring any land or other assets necessary therefor, and 2) pay the costs of issuing the Bonds.

NOTE Q – RECENT ACCOUNTING PRONOUNCEMENTS

The accounting principles governing the reported amounts, presentation and related disclosures are subject to change from time to time based on new pronouncements and/or rules issued by various governing bodies. The Government Accounting Standards Board (GASB) is responsible for establishing generally accepted accounting principles (GAAP) for state and local governments.

In February 2015, the GASB issued Statement No 72 “Fair Value Measurement and Application.” The objective of this Statement is to improve financial reporting by clarifying the definition of fair value for financial reporting purposes, establishing general principles for measuring fair value, providing additional fair value application guidance, and enhancing disclosures about fair value measurements. The requirements of this statement are effective for the financial statements for fiscal years beginning after June 15, 2015.

In August 2015, the GASB issued Statement No 77, “Tax Abatement Disclosures.” The objective of this Statement is to provide financial statement users with essential information about the nature and magnitude of the reduction in tax revenues through tax abatement programs in order to better assess (a) whether current-year revenues were sufficient to pay for current-year services, (b) compliance with financial-related legal or contractual requirements, (c) where a government’s financial resources come from and how it uses them, and (d) financial position and economic condition and how they have changed over time. The requirements of this statement are effective for the financial statements for fiscal years beginning after December 1, 2015.

The effects of the City’s financial statements as a result of the adoption of these new pronouncements are unknown.

**REQUIRED SUPPLEMENTARY
INFORMATION**

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CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Property tax.....	\$ 295,000	\$ 295,000	\$ 312,541	\$ 17,541
Gross Receipt Taxes:				
Cable television.....	65,000	65,000	74,791	9,791
Electric.....	346,000	346,000	342,680	(3,320)
Gas.....	200,400	200,400	156,651	(43,749)
Telephone.....	200,500	200,500	168,812	(31,688)
Water.....	65,600	65,600	52,633	(12,967)
Total Gross Receipts Taxes.....	877,500	877,500	795,567	(81,933)
Sales Tax:				
County sales tax.....	980,000	980,000	951,868	(28,132)
Fire sales tax.....	204,000	204,000	213,478	9,478
Total Sales Tax.....	1,184,000	1,184,000	1,165,346	(18,654)
Licenses, permits, fines and fees:				
Auto personal property.....	13,400	13,400	13,464	64
Building permits.....	18,000	18,000	19,167	1,167
Liquor.....	9,800	9,800	10,103	303
Merchants' licenses.....	174,800	174,800	175,226	426
Fines and court costs.....	565,500	565,500	452,947	(112,553)
Total Licenses and Permits.....	781,500	781,500	670,907	(110,593)
Intergovernmental:				
Cigarette tax.....	22,705	22,705	22,705	-
Investment Income.....	11,500	11,500	9,429	(2,071)
Miscellaneous:				
Grant income.....	2,100	2,100	3,233	1,133
Miscellaneous.....	15,100	15,100	20,955	5,855
Total Miscellaneous.....	17,200	17,200	24,188	6,988
Total Revenues.....	3,189,405	3,189,405	3,000,683	(188,722)

(Continued)

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
EXPENDITURES				
Current:				
Administration:				
Personnel services.....	400,812	400,812	375,577	(25,235)
Contracted services.....	160,433	160,433	141,202	(19,231)
Operating expenditures.....	37,603	37,603	39,763	2,160
Capital outlay.....	-	-	2,771	2,771
Total Administration.....	598,848	598,848	559,313	(39,535)
Fire Department:				
Personnel services.....	874,339	874,339	871,165	(3,174)
Contracted services.....	57,875	57,875	50,475	(7,400)
Operating expenditures.....	9,800	9,800	9,047	(753)
Capital outlay.....	1,000	1,000	940	(60)
Total Fire Department.....	943,014	943,014	931,627	(11,387)
Housing Department:				
Personnel services.....	15,893	15,893	21,965	6,072
Contracted services.....	16,480	16,480	135	(16,345)
Operating expenditures.....	1,575	1,575	895	(680)
Total Housing.....	33,948	33,948	22,995	(10,953)
Municipal Court:				
Personnel services.....	136,696	136,696	133,990	(2,706)
Contracted services.....	24,700	24,700	21,148	(3,552)
Operating expenditures.....	4,300	4,300	2,926	(1,374)
Capital outlay.....	760	760	1,856	1,096
Total Municipal Court.....	166,456	166,456	159,920	(6,536)
Police Department:				
Personnel services.....	859,846	859,846	826,361	(33,485)
Contracted services.....	112,944	112,944	99,619	(13,325)
Operating expenditures.....	9,408	9,408	8,944	(464)
Capital outlay.....	-	-	60	60
Total Police Department.....	982,198	982,198	934,984	(47,214)

(Continued)

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-GENERAL FUND (Continued)
FOR THE YEAR ENDED MARCH 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
Public Works				
Personnel services.....	289,442	289,442	230,911	(58,531)
Contracted services.....	94,330	94,330	99,980	5,650
Operating expenditures.....	85,219	85,219	47,330	(37,889)
Total Public Works.....	<u>468,991</u>	<u>468,991</u>	<u>378,221</u>	<u>(90,770)</u>
Total Expenditures.....	<u>3,193,455</u>	<u>3,193,455</u>	<u>2,987,060</u>	<u>(206,395)</u>
NET CHANGE IN FUND BALANCE.....	<u><u>\$ (4,050)</u></u>	<u><u>\$ (4,050)</u></u>	13,623	<u><u>\$ 17,673</u></u>
FUND BALANCE, APRIL 1.....			<u>1,888,116</u>	
FUND BALANCE, MARCH 31.....			<u><u>\$ 1,901,739</u></u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-SW TIF FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Property tax.....	\$ 400,000	\$ 400,000	\$ 450,079	\$ 50,079
Sales Tax.....	220,000	220,000	471,545	251,545
TDD Sales Tax.....	97,000	97,000	205,813	108,813
CID Sales Tax.....	-	-	58,492	58,492
Investment Income.....	-	-	1,024	1,024
Miscellaneous revenue.....	-	-	2,500	2,500
Total Revenues.....	<u>717,000</u>	<u>717,000</u>	<u>1,189,453</u>	<u>472,453</u>
EXPENDITURES				
Current:				
Administration.....	-	-	2,118	2,118
Bond issuance costs.....	-	713,263	713,263	-
Debt service:				
Interest.....	717,000	4,592,502	4,538,463	(54,039)
Total Expenditures.....	<u>717,000</u>	<u>5,305,765</u>	<u>5,253,844</u>	<u>(51,921)</u>
REVENUES OVER(UNDER)				
EXPENDITURES	<u>-</u>	<u>(4,588,765)</u>	<u>(4,064,391)</u>	<u>524,374</u>
OTHER FINANCING SOURCES (USES)				
Transfer in				-
Transfer out				-
Refunding bonds issued	-	-	24,508,951	24,508,951
Payment to refunded bond escrow agent	-	-	(18,812,199)	(18,812,199)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>5,696,752</u>	<u>5,696,752</u>
NET CHANGE IN FUND BALANCE.....	<u>\$ -</u>	<u>\$ (4,588,765)</u>	1,632,361	<u>\$ 6,221,126</u>
FUND BALANCE, APRIL 1.....			<u>576,754</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 2,209,115</u>	

CITY OF ROCK HILL, MISSOURI
NOTES TO SCHEDULE OF
REVENUES, EXPNEDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2016

1. 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, SW TIF Fund, NW TIF Fund, Debt Service Fund, Sewer Lateral Fund, Park Fund, Police Training Fund, Asset Forfeiture Fund, Capital Fund, and Infrastructure Capital Projects Fund.
- g. The issuance of long-term refunding debt and proceeds of capital leases and related expenditures are not budgeted.

2. Legal Compliance - Budgets

The following is a listing of expenditures at the legal level control which exceeded budget appropriations:

	<u>Final Budget</u>	<u>Actual</u>	<u>Over Budget</u>
POLICE TRAING FUND:			
Police Department.....	\$ 21,542	\$ 22,497	\$ 955
SEWER LATERAL FUND:			
Capital Outlay.....	40,000	86,915	46,915

The expenditures over budget were financed by the fund balance of the Police Training Fund and the Sewer Lateral Fund.

CITY OF ROCK HILL, MISSOURI
MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS
FISCAL YEAR ENDED MARCH 31, 2016

	TOTAL
Total Pension Liability (TPL)	
Service Cost.....	\$ 119,202
Interest on Total Pension Liability.....	252,091
Change in Benefit Terms.....	-
Assumption Changes.....	-
Experience Gains/Losses.....	(99,582)
Benefit Payments.....	(118,478)
Net Change in Total Pension Liability.....	153,233
Total Pension Liability-June 30, 2014.....	3,476,768
Total Pension Liability-June 30, 2015.....	\$ 3,630,001
Plan Fiduciary Net Position (FNP)	
Contributions - employer.....	130,640
Net Investment Income.....	77,425
Benefit Payments.....	(118,478)
Administrative Expenses.....	(4,660)
Other (Net Transfers).....	81,341
Net Change in Plan Fiduciary Net Position.....	166,268
Total Fiduciary Net Position-June 30, 2014.....	3,925,740
Total Fiduciary Net Position-June 30, 2015.....	\$ 4,092,008
Net Pension Liability (Asset)-June 30, 2015.....	\$ (462,007)
Plan fiduciary net position as a percentage of the	
total pension liability.....	112.73%
Covered-employee payroll.....	\$ 1,493,000
Net pension liability as of a percentage	
of covered-employee payroll.....	-30.95%

Notes to Schedule:

Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF ROCK HILL, MISSOURI
MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS)
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING MARCH 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarial Determined Contributions.....	\$ 119,491	\$ 121,162	\$ 130,046	\$ 134,077	\$ 140,777	\$ 128,905	\$ 128,592	\$ 114,935	\$ 2,292	\$ 3,296
Actual Contributions Deposited.....	132,537	130,159	133,359	133,449	127,310	112,226	105,578	119,340	3,437	5,493
Annual Contribution Deficiency/(Excess).....	<u>\$ (13,046)</u>	<u>\$ (8,997)</u>	<u>\$ (3,313)</u>	<u>\$ 628</u>	<u>\$ 13,467</u>	<u>\$ 16,679</u>	<u>\$ 23,014</u>	<u>\$ (4,405)</u>	<u>\$ (1,145)</u>	<u>\$ (2,197)</u>
Covered-employee Payroll.....	\$ 1,621,072	\$ 1,519,613	\$ 1,538,006	\$ 1,524,600	\$ 1,592,732	\$ 1,530,927	\$ 1,565,171	\$ 1,610,915	\$ 572,881	\$ 549,328
Contributions as a Percentage of										
Covered-employee Payroll.....	8.18%	8.57%	8.67%	8.75%	7.99%	7.33%	6.75%	7.41%	0.60%	1.00%

Notes to Schedule

Valuation date:

Actuarially determined contribution rates are calculated as of February 28 prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method.....	Entry age normal
Amortization method.....	Level percent of payroll, closed
Remaining amortization period.....	Multiple bases from 14 to 22 years
Asset valuation method.....	5 years smoothed market; 25% corridor
Inflation.....	3.5% age inflation; 3% price inflation
Salary increases.....	3.5% - 8.6%; including wage inflation
Investment rate of return.....	7.25%, net of investment and administrative expenses
Retirement Age.....	Experience-based table of rates that are specific to the type of eligibility condition
Mortality.....	105% of the 1994 Group Annuity Mortality Table set back to zero years for men and zero years for women. Based upon experience observed during the most recent 5-year period study, it appears that the current table provides for an approximate 13% margin for future mortality improvement.

CITY OF ROCK HILL, MISSOURI
UNIFORMED EMPLOYEES' PENSION PLAN
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS
LAST TWO FISCAL YEARS

	FISCAL YEAR	
	ENDING MARCH 31,	
	2016	2015
Total Pension Liability (TPL)		
Service Cost.....	\$ 9,815	\$ 10,075
Interest on Total Pension Liability.....	210,743	210,136
Change in Benefit Terms.....	-	-
Assumption Changes.....	-	423
Actuarial (Gain)/Loss.....	29,459	13,846
Benefit Payments.....	(276,497)	(250,752)
Net Change in Total Pension Liability.....	(26,480)	(16,272)
Total Pension Liability-April 1.....	3,424,607	3,440,879
Total Pension Liability-March 31.....	\$ 3,398,127	\$ 3,424,607
Plan Fiduciary Net Position (FNP)		
Contributions - employer.....	150,000	275,000
Net Investment Income.....	(21,283)	175,565
Benefit Payments.....	(276,497)	(250,752)
Administrative Expenses.....	-	-
Other.....	-	-
Net Change in Plan Fiduciary Net Position.....	(147,780)	199,813
Total Fiduciary Net Position-April 1.....	2,086,252	1,886,439
Total Fiduciary Net Position-March 31.....	\$ 1,938,472	\$ 2,086,252
Net Pension Liability (Asset)-March 31.....	\$ 1,459,655	\$ 1,338,355
Plan fiduciary net position as a percentage of the		
total pension liability.....	57.05%	60.92%
Covered-employee payroll.....	\$ 350,990	\$ 350,990
Net pension liability as of a percentage		
of covered-employee payroll.....	415.87%	381.31%
Money-weighted rate of return.....	-1.07%	9.27%
Sensitivity of Total Pension Liability to changes		
in the Discount Rate +/-1%.....		
Total Pension Liability (Discount Rate).....	3,398,127	3,424,607
Total Pension Liability (Discount Rate + 1%).....	3,115,406	3,134,935
Total Pension Liability (Discount Rate - 1%).....	3,728,195	3,763,878

Notes to Schedule:

Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF ROCK HILL, MISSOURI
UNIFORMED EMPLOYEES' PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING MARCH 31,									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Actuarial Determined Contributions.....	\$ 199,227	\$ 199,227	\$ 251,551	\$ 251,551	\$ 293,522	\$ 293,522	\$ 260,954	\$ 260,954	\$ 236,769	\$ 236,769
Actual Contributions Deposited.....	<u>150,000</u>	<u>275,000</u>	<u>-</u>	<u>210,325</u>	<u>216,269</u>	<u>280,000</u>	<u>142,000</u>	<u>237,000</u>	<u>236,769</u>	<u>-</u>
Annual Contribution Deficiency/(Excess).....	<u>\$ 49,227</u>	<u>\$ (75,773)</u>	<u>\$ 251,551</u>	<u>\$ 41,226</u>	<u>\$ 77,253</u>	<u>\$ 13,522</u>	<u>\$ 118,954</u>	<u>\$ 23,954</u>	<u>\$ -</u>	<u>\$ 236,769</u>
Covered-employee Payroll.....	\$ 350,990	\$ 350,990	\$ 478,997	\$ 478,997	\$ 490,972	\$ 490,972	\$ 520,298	\$ 520,298	\$ 508,211	\$ 508,211
Contributions as a Percentage of										
Covered-employee Payroll.....	42.74%	78.35%	0.00%	43.91%	44.05%	57.03%	27.29%	45.55%	46.59%	0.00%

Notes to Schedule

Valuation date:

Actuarially determined contributions are calculated biennially as of April 30.

Methods and assumptions used to determine contribution rates:

The Level Dollar Aggregate Fund Method has been used to determine the annual contributions amounts for Fiscal Years 2007 through 2016.

Under this method, the Normal Cost is the normal cost per active participant multiplied by the number of active participants. The normal cost per active participant is the present value of projected benefits less the actuarial value of the assets, divided by the total present value of \$1 per year for every year of a participant's anticipated future service, determined as of the participant's attained age.

ACTUARIAL ASSUMPTIONS

Assumptions for Active Employees:

Investment Return.....	6.00%
Mortality of Employees.....	None
Salary Increases.....	0.00%
Termination Rates.....	None
Disablement Rates.....	None
Retirement Age.....	60

Assumptions for Retired Employees:

Investment Return.....	6.00%
Mortality of Employees.....	IRS Combined Static Mortality Table projected to valuation date.

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**OTHER SUPPLEMENTARY
INFORMATION**

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CITY OF ROCK HILL, MISSOURI
COMBINING BALANCE SHEET-NONMAJOR GOVERNMENTAL FUNDS
MARCH 31, 2016

	Combined Nonmajor Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash and investments.....	\$ 826,574	\$ 233,651	\$ 1,060,225
Receivables (net):			
Property tax	64,519	67,637	132,156
Municipal taxes	460	-	460
Other receivables.....	54,576	-	54,576
Prepaid items.....	1,505	-	1,505
TOTAL ASSETS.....	\$ 947,634	\$ 301,288	\$ 1,248,922
Liabilities			
Accounts payable.....	\$ 1,482	\$ -	\$ 1,482
Wages payable.....	6,700	-	6,700
Advances from other funds.....	12,500	-	12,500
Total Liabilities.....	20,682	-	20,682
Deferred Outflows of Resources			
Unavailable revenue-property taxes	\$ -	\$ 27,101	\$ 27,101
Total Deferred Outflows of Resources	-	27,101	27,101
Fund Balances			
Restricted for:			
Debt service.....	-	274,187	274,187
Law enforcement.....	2,555	-	2,555
Parks and stormwater.....	438,755	-	438,755
Police training.....	6,456	-	6,456
Sewer lateral.....	11,093	-	11,093
Tax increment financing.....	468,093	-	468,093
Total Fund Balances	926,952	274,187	1,201,139
TOTAL LIABILITIES FUND BALANCES.....	\$ 947,634	\$ 301,288	\$ 1,248,922

CITY OF ROCK HILL, MISSOURI
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2016

	Combined Nonmajor Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES			
Property tax.....	\$ 64,519	\$ 400,186	\$ 464,705
Sales tax.....	435,800	-	435,800
Licenses, permits, fines and fees.....	2,555	-	2,555
Grant income.....	6,400	-	6,400
Park and recreation programs.....	7,978	-	7,978
Miscellaneous.....	77,850	554	78,404
Total Revenues.....	595,102	400,740	995,842
EXPENDITURES			
Current:			
Administration.....	-	930	930
Park and recreation.....	207,170	-	207,170
Police department.....	22,497	-	22,497
Capital outlay.....	100,498	446,039	546,537
Debt services:			
Principal.....	-	220,000	220,000
Interest.....	-	166,364	166,364
Total Expenditures.....	330,165	833,333	1,163,498
REVENUES OVER(UNDER) EXPENDITURES	264,937	(432,593)	(167,656)
OTHER FINANCING SOURCES (USES)			
Transfers in.....	-	-	-
Transfers out.....	(175,020)	-	(175,020)
Total Other Financing Sources (Uses).....	(175,020)	-	(175,020)
NET CHANGE IN FUND BALANCES.....	89,917	(432,593)	(342,676)
FUND BALANCES, APRIL 1.....	837,035	706,780	1,543,815
FUND BALANCES, MARCH 31.....	\$ 926,952	\$ 274,187	\$ 1,201,139

NON-MAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than special assessment, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. The special revenue funds maintained by the City are as follows:

Park Fund - Used to account for park and stormwater sales tax revenues restricted for park improvement and maintenance and stormwater.

Police Training Fund - Used to account for police training revenues from the municipal court costs and the payment of training and travel for the police department.

Asset Forfeiture Fund - Used to account for proceeds from the City's portion of seized assets as required by the United States Attorney General's Guidelines on Seized and Forfeited Property.

Sewer Lateral - Used to account for the sewer lateral insurance fees restricted specifically for repairs of broken single-family and condominium residential sewer laterals.

NW TIF Fund – Used to account for activities of the City's NW redevelopment area tax increment financing district.

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CITY OF ROCK HILL, MISSOURI
COMBINING BALANCE SHEET-NONMAJOR SPECIAL REVENUE FUNDS
MARCH 31, 2016

	Special Revenue Funds					Total Nonmajor Governmental Funds
	Park Fund	Police Training Fund	Asset Forfeiture Fund	Sewer Lateral Fund	NW TIF Fund	
ASSETS						
Cash and investments.....	\$ 391,174	\$ 7,302	\$ 2,555	\$ 22,429	\$ 403,114	\$ 826,574
Receivables (net):						
Property tax	-	-	-	-	64,519	64,519
Municipal taxes	-	-	-	-	460	460
Other receivables.....	53,412	-	-	1,164	-	54,576
Prepaid items.....	1,505	-	-	-	-	1,505
TOTAL ASSETS.....	\$ 446,091	\$ 7,302	\$ 2,555	\$ 23,593	\$ 468,093	\$ 947,634
Liabilities						
Accounts payable.....	\$ 636	\$ 846	\$ -	\$ -	\$ -	\$ 1,482
Wages payable.....	6,700	-	-	-	-	6,700
Advances from other funds.....	-	-	-	12,500	-	12,500
Total Liabilities.....	7,336	846	-	12,500	-	20,682
Deferred Outflows of Resources						
Unavailable revenue-property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Deferred Outflows of Resources	-	-	-	-	-	-
Fund Balances						
Restricted for:						
Law enforcement.....	-	-	2,555	-	-	2,555
Parks and stormwater.....	438,755	-	-	-	-	438,755
Police training.....	-	6,456	-	-	-	6,456
Sewer lateral.....	-	-	-	11,093	-	11,093
Tax increment financing.....	-	-	-	-	468,093	468,093
Total Fund Balances	438,755	6,456	2,555	11,093	468,093	926,952
TOTAL LIABILITIES FUND BALANCES.....	\$ 446,091	\$ 7,302	\$ 2,555	\$ 23,593	\$ 468,093	\$ 947,634

CITY OF ROCK HILL, MISSOURI
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED MARCH 31, 2016

	Special Revenue Funds					
	Park Fund	Police Training Fund	Asset Forfeiture Fund	Sewer Lateral Fund	NW TIF Fund	Total Governmental Funds
REVENUES						
Property tax.....	\$ -	\$ -	\$ -	\$ -	\$ 64,519	\$ 64,519
Sales tax.....	427,885	-	-	-	7,915	435,800
Licenses, permits, fines and fees.....	-	-	2,555	-	-	2,555
Intergovernmental.....	6,400	-	-	-	-	6,400
Park and recreation programs.....	7,978	-	-	-	-	7,978
Miscellaneous.....	8	12,597	-	65,245	-	77,850
Total Revenues.....	<u>442,271</u>	<u>12,597</u>	<u>2,555</u>	<u>65,245</u>	<u>72,434</u>	<u>595,102</u>
EXPENDITURES						
Current:						
Park and recreation.....	207,170	-	-	-	-	207,170
Police department.....	-	22,497	-	-	-	22,497
Capital outlay.....	13,583	-	-	86,915	-	100,498
Total Expenditures.....	<u>220,753</u>	<u>22,497</u>	<u>-</u>	<u>86,915</u>	<u>-</u>	<u>330,165</u>
REVENUES OVER(UNDER) EXPENDITURES	<u>221,518</u>	<u>(9,900)</u>	<u>2,555</u>	<u>(21,670)</u>	<u>72,434</u>	<u>264,937</u>
OTHER FINANCING SOURCES (USES)						
Transfers out.....	<u>(175,020)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(175,020)</u>
Total Other Financing Sources (Uses).....	<u>(175,020)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(175,020)</u>
NET CHANGE IN FUND BALANCES.....	<u>46,498</u>	<u>(9,900)</u>	<u>2,555</u>	<u>(21,670)</u>	<u>72,434</u>	<u>89,917</u>
FUND BALANCES, APRIL 1.....	<u>392,257</u>	<u>16,356</u>	<u>-</u>	<u>32,763</u>	<u>395,659</u>	<u>837,035</u>
FUND BALANCES, MARCH 31.....	<u>\$ 438,755</u>	<u>\$ 6,456</u>	<u>\$ 2,555</u>	<u>\$ 11,093</u>	<u>\$ 468,093</u>	<u>\$ 926,952</u>

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-PARK FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Sales tax - parks/stormwater.....	\$ 408,000	\$ 408,000	\$ 427,885	\$ 19,885
Intergovernmental:				
Grant income.....	6,400	6,400	6,400	-
Park and recreation programs.....	9,200	9,200	7,978	(1,222)
Miscellaneous revenue.....	-	-	8	8
Total Revenues.....	<u>423,600</u>	<u>423,600</u>	<u>442,271</u>	<u>18,671</u>
EXPENDITURES				
Personnel services.....	203,248	203,248	192,596	(10,652)
Contracted services.....	4,572	4,572	4,176	(396)
Operating expenditures.....	13,800	13,800	10,398	(3,402)
Capital outlay.....	19,400	19,400	13,583	(5,817)
Total Expenditures.....	<u>241,020</u>	<u>241,020</u>	<u>220,753</u>	<u>(20,267)</u>
REVENUES OVER(UNDER)				
EXPENDITURES.....	<u>182,580</u>	<u>182,580</u>	<u>221,518</u>	<u>38,938</u>
OTHER FINANCING SOURCES (USES)				
Transfer out.....	<u>(175,000)</u>	<u>(175,000)</u>	<u>(175,020)</u>	<u>(20)</u>
Total Other Financing Sources (Uses).....	<u>(175,000)</u>	<u>(175,000)</u>	<u>(175,020)</u>	<u>(20)</u>
NET CHANGE IN FUND BALANCE.....	<u>\$ 7,580</u>	<u>\$ 7,580</u>	46,498	<u>\$ 38,918</u>
FUND BALANCE, APRIL 1.....			<u>392,257</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 438,755</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-POLICE TRAINING FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Miscellaneous.....	\$ 14,500	\$ 14,500	\$ 12,597	\$ (1,903)
EXPENDITURES				
Current:				
Police department.....	21,542	21,542	22,497	955
NET CHANGE IN FUND BALANCE.....	<u>\$ (7,042)</u>	<u>\$ (7,042)</u>	(9,900)	<u>\$ (2,858)</u>
FUND BALANCE, APRIL 1.....			<u>16,356</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 6,456</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-ASSET FORFEITURE FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Licenses, permits, fines and fees.....	\$ -	\$ -	\$ 2,555	\$ 2,555
EXPENDITURES				
Current:				
Police department - capital outlay.....	-	-	-	-
NET CHANGE IN FUND BALANCE.....	<u>\$ -</u>	<u>\$ -</u>	2,555	<u>\$ 2,555</u>
FUND BALANCE, APRIL 1.....			-	
FUND BALANCE, MARCH 31.....			<u>\$ 2,555</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-SEWER LATERAL FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Miscellaneous.....	\$ 60,750	\$ 60,750	\$ 65,245	\$ 4,495
EXPENDITURES				
Current:				
Capital Outlay.....	40,000	40,000	86,915	46,915
NET CHANGE IN FUND BALANCE.....	<u>\$ 20,750</u>	<u>\$ 20,750</u>	(21,670)	<u>\$ (42,420)</u>
FUND BALANCE, APRIL 1.....			<u>32,763</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 11,093</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-NW TIF FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Property tax.....	\$ 15,000	\$ 15,000	\$ 64,519	\$ 49,519
Sales Tax.....	5,000	5,000	7,915	2,915
Total Revenues.....	<u>20,000</u>	<u>20,000</u>	<u>72,434</u>	<u>52,434</u>
EXPENDITURES				
Current:				
Administration.....	16,000	16,000	-	(16,000)
Debt service:.....				
Interest.....	1,500	1,500	-	(1,500)
Total Expenditures.....	<u>17,500</u>	<u>17,500</u>	<u>-</u>	<u>(17,500)</u>
NET CHANGE IN FUND BALANCE.....	<u>\$ 2,500</u>	<u>\$ 2,500</u>	72,434	<u>\$ 69,934</u>
FUND BALANCE, APRIL 1.....			<u>395,659</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 468,093</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-DEBT SERVICE FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Property tax.....	\$ 365,000	\$ 365,000	\$ 400,186	\$ 35,186
Investment Income.....	750	750	554	(196)
Miscellaneous.....	500	500	-	(500)
Total Revenues.....	<u>366,250</u>	<u>366,250</u>	<u>400,740</u>	<u>34,490</u>
EXPENDITURES				
Current:				
Administrative.....	-	-	930	930
Capital outlay.....	456,225	456,225	446,039	(10,186)
Debt service:				
Principal.....	220,000	220,000	220,000	-
Interest and fiscal charges.....	166,835	166,835	166,364	(471)
Total Expenditures.....	<u>843,060</u>	<u>843,060</u>	<u>833,333</u>	<u>(9,727)</u>
NET CHANGE IN FUND BALANCE.....	<u><u>\$ (476,810)</u></u>	<u><u>\$ (476,810)</u></u>	<u>(432,593)</u>	<u><u>\$ 44,217</u></u>
FUND BALANCE, APRIL 1.....			<u>706,780</u>	
FUND BALANCE, MARCH 31.....			<u><u>\$ 274,187</u></u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-GENERAL CAPITAL PROJECTS FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Sales tax - capital improvement.....	\$ 359,000	\$ 359,000	\$ 360,844	\$ 1,844
Intergovernmental:				
Grant income.....	9,000	9,000	3,566	(5,434)
Total Revenues.....	<u>368,000</u>	<u>368,000</u>	<u>364,410</u>	<u>(3,590)</u>
EXPENDITURES				
Administration.....	180,660	180,660	192,920	12,260
Capital outlay.....	92,900	178,150	138,489	(39,661)
Debt Service:				
Principal.....	16,784	16,784	16,784	-
Interest.....	492	492	1,823	1,331
Total Expenditures.....	<u>290,836</u>	<u>376,086</u>	<u>350,016</u>	<u>(26,070)</u>
REVENUES OVER(UNDER)				
EXPENDITURES.....	<u>77,164</u>	<u>(8,086)</u>	<u>14,394</u>	<u>22,480</u>
OTHER FINANCING SOURCES (USES)				
Transfer out.....	(23,538)	(23,538)	-	23,538
Sale of capital assets.....	-	-	13,849	13,849
Total Other Financing Sources (Uses).....	<u>(23,538)</u>	<u>(23,538)</u>	<u>13,849</u>	<u>37,387</u>
NET CHANGE IN FUND BALANCE.....	<u>\$ 53,626</u>	<u>\$ (31,624)</u>	<u>28,243</u>	<u>\$ 59,867</u>
FUND BALANCE, APRIL 1.....			<u>347,303</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 375,546</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-INFRASTRUCTURE CAPITAL PROJECTS FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Intergovernmental:				
Gasoline tax.....	\$ 120,000	\$ 120,000	\$ 122,795	\$ 2,795
Motor vehicle tax.....	55,000	55,000	59,839	4,839
Road and bridge.....	100,000	100,000	109,417	9,417
Grant income.....	694,000	694,000	403,993	(290,007)
Other governments.....	95,000	95,000	95,000	-
Miscellaneous revenue.....	-	-	22,285	22,285
Total Revenues.....	<u>1,064,000</u>	<u>1,064,000</u>	<u>813,329</u>	<u>(250,671)</u>
EXPENDITURES				
Capital outlay.....	<u>1,713,290</u>	<u>1,713,290</u>	<u>1,028,424</u>	<u>(684,866)</u>
Total Expenditures.....	<u>1,713,290</u>	<u>1,713,290</u>	<u>1,028,424</u>	<u>(684,866)</u>
REVENUES OVER(UNDER)				
EXPENDITURES.....	<u>(649,290)</u>	<u>(649,290)</u>	<u>(215,095)</u>	<u>434,195</u>
OTHER FINANCING SOURCES (USES)				
Transfer in.....	<u>175,000</u>	<u>175,000</u>	<u>175,020</u>	<u>20</u>
Total Other Financing Sources (Uses).....	<u>175,000</u>	<u>175,000</u>	<u>175,020</u>	<u>20</u>
NET CHANGE IN FUND BALANCE.....	<u>\$ (474,290)</u>	<u>\$ (474,290)</u>	<u>(40,075)</u>	<u>\$ 434,215</u>
FUND BALANCE, APRIL 1.....			<u>826,454</u>	
FUND BALANCE, MARCH 31.....			<u>\$ 786,379</u>	

CITY OF ROCK HILL, MISSOURI
SCHEDULE OF
CHANGES IN ASSETS AND LIABILITIES-AGENCY FUND
FOR THE YEAR ENDED MARCH 31, 2016

	Balance March 31, 2015	Additions	Deductions	Balance March 31, 2016
COURT BONDS				
ASSETS				
Cash - restricted.....	\$ 6,710	\$ 17,110	\$ 16,545	\$ 7,275
Liabilities				
Deposits payable.....	\$ 6,710	\$ 19,070	\$ 18,505	\$ 7,275

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**City of
Rock Hill**

Statistical Section

CITY OF ROCK HILL, MISSOURI
COMPREHENSIVE ANNUAL FINANCIAL REPORT

STATISTICAL SECTION

This part of the City of Rock Hill's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents	Page
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.	69
Revenue Capacity These schedules contain to help the reader assess the City's most significant local revenue sources.	76
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.	81
Demographic and Economic These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	86
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.	88

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

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

	For The Years Ended March 31,									
	2016	2015 Restated	2014 Restated	2013	2012 Restated	2011	2010	2009	2008	2007
Governmental Activities										
Net investment in capital assets.....	\$ 5,930,032	\$ 5,145,780	\$ 5,143,471	\$ 4,840,917	\$ 4,208,402	\$ 2,457,784	\$ 2,054,591	\$ 1,225,261	\$ 1,736,653	\$ 936,930
Restricted.....	7,281,433	2,676,982	2,437,373	2,209,690	5,196,270	1,623,477	1,049,064	795,665	489,787	674,895
Unrestricted (deficit).....	(26,385,157)	(20,478,430)	(20,863,671)	(18,774,601)	(21,271,210)	(13,415,543)	(12,691,709)	(12,384,732)	(12,680,248)	(11,310,855)
 Total Governmental Activities Net Position.....	 <u>\$ (13,173,692)</u>	 <u>\$ (12,655,668)</u>	 <u>\$ (13,282,827)</u>	 <u>\$ (11,723,994)</u>	 <u>\$ (11,866,538)</u>	 <u>\$ (9,334,282)</u>	 <u>\$ (9,588,054)</u>	 <u>\$ (10,363,806)</u>	 <u>\$ (10,453,808)</u>	 <u>\$ (9,699,030)</u>

Source: Basic Financial Statements

GASB 65 was implemented in 2013

GASB 67 and 68 was implemented in 2015

CITY OF ROCK HILL, MISSOURI
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	For The Years Ended March 31,									
	2016	2015 Restated	2014 Restated	2013	2012 Restated	2011	2010	2009	2008	2007
EXPENSES										
Administration.....	\$ 789,683	\$ 749,246	\$ 1,763,689	\$ 841,141	\$ 897,961	\$ 1,032,427	\$ 707,580	\$ 897,594	\$ 831,720	\$ 944,833
Fire department.....	978,252	988,973	1,075,281	970,839	894,295	800,864	833,474	783,028	735,159	715,554
Housing department.....	22,425	45,168	49,795	35,535	75,067	85,105	84,045	83,589	82,019	56,859
Municipal court.....	159,665	156,804	158,376	144,443	124,764	122,836	152,125	150,167	152,929	155,356
Parks and recreation.....	242,355	231,874	146,359	136,525	126,532	130,224	118,781	150,181	121,133	129,643
Police department.....	959,073	1,002,792	963,025	969,445	939,677	864,021	857,755	918,182	867,216	974,993
Public works.....	745,081	674,002	785,776	720,896	605,242	626,795	543,215	587,699	512,210	523,213
Economic development.....	-	-	-	25,982	3,545,333	-	-	268,923	1,266,583	3,628,898
Interest on long-term debt and fiscal charges.....	2,951,941	1,495,317	2,000,744	1,527,335	1,513,982	1,265,037	1,254,762	1,241,446	1,378,350	761,408
Total Expenses.....	6,848,475	5,344,176	6,943,045	5,372,141	8,722,853	4,927,309	4,551,737	5,080,809	5,947,319	7,890,757
PROGRAM REVENUES										
Charges for services: ^a										
Administration.....	218,260	218,092	231,516	193,375	184,877	208,906	218,618	234,162	238,826	244,643
Municipal court.....	439,518	547,833	525,694	-	-	-	-	-	-	-
Parks and recreation.....	7,986	11,351	10,453	9,823	10,571	7,612	9,491	5,485	10,995	17,660
Police department.....	17,050	15,685	14,650	660,923	424,683	436,811	446,940	544,176	506,678	434,629
Public works.....	-	-	-	54,471	54,516	55,754	55,883	53,444	54,691	54,060
Operating grants and contributions.....	364,094	332,642	333,694	273,754	283,439	287,645	282,792	285,105	300,016	408,578
Capital grants and contributions.....	520,393	57,602	117,479	403,918	983,179	-	238,391	5,160	151,300	-
Total Program Revenues.....	1,567,301	1,183,205	1,233,486	1,596,264	1,941,265	996,728	1,252,115	1,127,532	1,262,506	1,159,570
NET REVENUES (EXPENSES).....	(5,281,174)	(4,160,971)	(5,709,559)	(3,775,877)	(6,781,588)	(3,930,581)	(3,299,622)	(3,953,277)	(4,684,813)	(6,731,187)

CITY OF ROCK HILL, MISSOURI
CHANGES IN NET POSITION (Continued)
LAST TEN FISCAL YEARS

	For The Years Ended March 31,									
	2016	2015 Restated	2014 Restated	2013	2012 Restated	2011	2010	2009	2008	2007
GENERAL REVENUES AND OTHER										
CHANGES IN NET POSITION										
Taxes: ^b										
Property	658,471	643,538	656,942	1,092,999	1,096,846	1,366,855	1,262,535	1,218,117	838,915	760,051
Sales.....	1,954,075	1,833,211	1,776,909	1,983,516	2,200,157	1,874,108	1,824,338	1,830,656	1,983,143	1,958,597
TIF revenues.....	1,263,935	654,075	771,889	-	-	-	-	-	-	-
Utility gross receipts.....	720,777	777,392	810,886	861,544	849,723	833,792	914,252	813,280	931,999	664,372
Other taxes.....	97,496	96,843	88,906	22,705	23,027	22,705	22,705	22,746	22,705	22,705
Investment income.....	11,006	14,899	21,064	26,345	26,621	24,105	19,033	30,843	49,898	28,987
Other revenues.....	43,541	50,404	24,130	19,850	40,815	55,941	32,511	127,637	103,375	137,836
Gain on sale of capital assets.....	13,849	210	-	-	12,143	6,847	-	-	-	-
Decrease in net pension liability.....	-	216,085	-	-	-	-	-	-	-	-
Total General Revenues.....	4,763,150	4,286,657	4,150,726	4,006,959	4,249,332	4,184,353	4,075,374	4,043,279	3,930,035	3,572,548
PRIOR PERIOD ADJUSTMENT.....	-	501,473	-	-	-	-	-	-	-	-
CHANGES IN NET POSITION.....	<u>\$ (518,024)</u>	<u>\$ 627,159</u>	<u>\$ (1,558,833)</u>	<u>\$ 231,082</u>	<u>\$ (2,532,256)</u>	<u>\$ 253,772</u>	<u>\$ 775,752</u>	<u>\$ 90,002</u>	<u>\$ (754,778)</u>	<u>\$ (3,158,639)</u>

Source: Basic Financial Statements

NOTES:

^aEffective FY2014 court fines and cost are being reported as a Municipal Court program revenue. Past fiscal years court fines and cost were reported as a Police program revenue.

^bEffective FY2014, general revenues are reported in greater detail: 1) Property and sales taxes are now defined by purpose of the levy; 2) Franchise fees were removed from the category Utility to be reported individually; 3) TIF revenues were removed from the categories of property and sales taxes to be reported individually and 4) Cigarette taxes were removed from the category Other to be reported individually. The change in presentation was done to provide more detail information for the Board of Aldermen and other financial users.

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

FUNCTIONS/PROGRAMS	For the Years Ended March 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Governmental Activities										
Administration.....	\$ 225,059	\$ 218,092	\$ 231,516	\$ 193,375	\$ 184,877	\$ 214,615	\$ 218,618	\$ 234,162	\$ 238,826	\$ 244,643
Fire department.....	15,000	-	700	-	237,500	-	61,682	5,160	-	-
Municipal court.....	439,518	547,833	525,694	-	-	-	-	-	-	-
Parks and recreation.....	14,386	11,351	17,354	136,373	33,971	7,612	9,491	5,485	162,295	136,523
Police department.....	17,050	42,281	20,302	664,842	434,419	438,010	456,909	547,467	507,688	434,629
Public works.....	856,288	363,648	437,920	601,674	1,050,498	336,491	505,415	335,258	353,697	343,775
Total Governmental Activities....	<u>\$ 1,567,301</u>	<u>\$ 1,183,205</u>	<u>\$ 1,233,486</u>	<u>\$ 1,596,264</u>	<u>\$ 1,941,265</u>	<u>\$ 996,728</u>	<u>\$ 1,252,115</u>	<u>\$ 1,127,532</u>	<u>\$ 1,262,506</u>	<u>\$ 1,159,570</u>

Source: Basic Financial Statements

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

For The Years Ended March 31,										
	2016	2015	2014	2013	2012 Restated	2011	2010	2009	2008	2007
General Fund										
Nonspendable.....	\$ 77,630	\$ 112,448	\$ 135,414	\$ 132,688	\$ 139,114	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted.....	-	-	497,012	330,027	105,189	-	-	-	-	-
Assigned - Subsequent year's budget.....	-	-	28,616	-	195,647	-	-	-	-	-
Unassigned.....	1,824,109	1,775,668	1,627,117	1,684,658	1,737,329	-	-	-	-	-
Reserved.....	-	-	-	-	-	-	6,375	-	47,771	272,174
Unreserved.....	-	-	-	-	-	2,421,465	2,526,544	2,381,441	1,676,434	914,353
Total General Fund.....	\$ 1,901,739	\$ 1,888,116	\$ 2,288,159	\$ 2,147,373	\$ 2,177,279	\$ 2,421,465	\$ 2,532,919	\$ 2,381,441	\$ 1,724,205	\$ 1,186,527
All other governmental funds										
Restricted for:										
Capital projects.....	\$ 1,161,925	\$ 1,625,836	\$ 1,852,384	\$ 2,407,988	\$ 3,512,985	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service.....	274,187	254,701	303,188	373,795	434,858	-	-	-	-	-
Law enforcement.....	2,555	-	3,868	8,034	-	-	-	-	-	-
Parks and stormwater.....	438,755	392,257	-	-	-	-	-	-	-	-
Police training.....	6,456	16,356	15,092	12,223	4,605	-	-	-	-	-
Sewer Lateral.....	11,093	32,763	11,741	4,084	22,043	-	-	-	-	-
Tax Increment Financing.....	2,677,208	972,413	1,026,833	1,081,487	1,116,590	-	-	-	-	-
Reserved.....	-	-	-	-	-	87,223	87,342	87,335	88,576	92,818
Unreserved, reported in:										
Capital Projects Funds.....	-	-	-	-	-	317,198	(41,346)	-	-	-
Special Revenue Funds.....	-	-	-	-	-	1,524,415	1,309,809	1,021,314	515,677	385,912
Total All Other Governmental Funds.....	\$ 4,572,179	\$ 3,294,326	\$ 3,213,106	\$ 3,887,611	\$ 5,091,081	\$ 1,928,836	\$ 1,355,805	\$ 1,108,649	\$ 604,253	\$ 478,730

Source: Basic Financial Statements

NOTES: GASB 54 was implemented in 2012.

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

	For The Years Ended March 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
REVENUES:										
Property taxes.....	\$ 1,227,325	\$ 860,002	\$ 1,056,616	\$ 1,091,603	\$ 1,155,633	\$ 1,368,825	\$ 1,295,109	\$ 1,172,574	\$ 806,708	\$ 736,411
Gross receipts taxes.....	795,567	851,530	877,088	861,544	849,723	833,792	914,252	813,280	931,999	664,372
Sales tax.....	2,697,840	2,217,492	2,158,184	1,983,516	2,200,157	1,874,108	1,824,338	1,830,656	1,983,143	1,958,597
Licenses, permits, fines and fees.....	673,462	760,854	772,181	819,150	600,294	636,952	661,038	779,645	742,936	652,085
Intergovernmental.....	823,715	352,051	295,796	690,358	1,256,402	303,442	303,975	304,252	317,399	312,420
Investment income.....	10,453	26,240	26,285	26,345	26,621	24,105	19,033	30,843	49,898	28,987
Miscellaneous.....	135,355	127,286	222,095	109,746	126,758	129,932	336,483	195,325	325,683	355,606
Total Revenues.....	<u>6,363,717</u>	<u>5,195,455</u>	<u>5,408,245</u>	<u>5,582,262</u>	<u>6,215,588</u>	<u>5,171,156</u>	<u>5,354,228</u>	<u>5,126,575</u>	<u>5,157,766</u>	<u>4,708,478</u>
EXPENDITURES:										
Administration.....	752,510	735,528	676,900	785,039	807,756	900,424	696,273	827,509	767,125	621,512
Fire department.....	930,687	891,390	867,379	866,722	818,660	792,533	819,402	770,806	737,679	674,597
Housing department.....	22,995	44,851	48,673	35,205	79,631	85,522	82,790	83,911	78,184	56,646
Municipal court.....	158,064	154,698	166,321	141,896	123,489	117,830	155,965	157,459	154,126	144,851
Parks and recreation.....	207,170	206,517	117,095	122,187	115,751	119,522	111,847	110,631	113,762	122,886
Police department.....	957,421	920,900	938,699	970,295	910,874	852,300	849,745	882,540	836,600	943,711
Public works.....	378,221	387,787	461,299	523,286	459,138	442,792	419,425	438,321	407,531	423,816
Economic development.....	-	-	-	25,982	3,545,333	-	-	268,923	1,266,583	3,628,898
Capital outlay.....	1,719,077	1,059,894	1,410,542	2,105,651	2,126,698	297,412	832,718	1,092,450	971,296	206,343
Debt service:										
Principal.....	236,784	238,276	247,985	414,959	674,478	258,914	163,923	635,391	268,750	285,000
Interest.....	4,706,650	874,647	1,007,431	836,458	4,822,514	682,677	824,821	445,315	269,659	169,355
Total Expenditures.....	<u>10,069,579</u>	<u>5,514,488</u>	<u>5,942,324</u>	<u>6,827,680</u>	<u>14,484,322</u>	<u>4,549,926</u>	<u>4,956,909</u>	<u>5,713,256</u>	<u>5,871,295</u>	<u>7,277,615</u>
REVENUES OVER (UNDER)										
EXPENDITURES.....	(3,705,862)	(319,033)	(534,079)	(1,245,418)	(8,268,734)	621,230	397,319	(586,681)	(713,529)	(2,569,137)
OTHER FINANCING SOURCES (USES)										
Transfers in.....	175,020	1,130,276	33,455	-	-	-	141,221	205,418	171,950	311,294
Transfers out.....	(175,020)	(1,130,276)	(33,455)	-	-	-	(141,221)	(205,418)	(171,950)	(311,294)
Sale of capital assets.....	13,849	210	361	8,000	12,143	10,347	1,315	1,449,866	-	-
Bond issuance costs.....	(713,263)	-	-	-	(77,176)	(43,834)	-	-	-	-
Payment to refunded bond escrow agent.....	(18,812,199)	-	-	-	-	(170,000)	-	-	-	-
Issuance of long-term debt.....	24,508,951	-	-	-	22,757,037	1,750,000	-	298,447	1,376,730	3,628,898
Refunding of long-term debt.....	-	-	-	-	(11,600,000)	(1,752,194)	-	-	-	-
Premium of long-term debt.....	-	-	-	-	74,209	46,028	-	-	-	-
Total Other Financing Sources (Uses).....	<u>4,997,338</u>	<u>210</u>	<u>361</u>	<u>8,000</u>	<u>11,166,213</u>	<u>(159,653)</u>	<u>1,315</u>	<u>1,748,313</u>	<u>1,376,730</u>	<u>3,628,898</u>
NET CHANGES IN FUND BALANCES.....	<u><u>\$ 1,291,476</u></u>	<u><u>\$ (318,823)</u></u>	<u><u>\$ (533,718)</u></u>	<u><u>\$ (1,237,418)</u></u>	<u><u>\$ 2,897,479</u></u>	<u><u>\$ 461,577</u></u>	<u><u>\$ 398,634</u></u>	<u><u>\$ 1,161,632</u></u>	<u><u>\$ 663,201</u></u>	<u><u>\$ 1,059,761</u></u>
Debt service as a percentage of noncapital expenditures.....	58.1%	24.2%	26.3%	26.0%	44.8%	25.6%	24.0%	23.0%	10.9%	6.4%

Source: Basic Financial Statements

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

For The Years Ended March 31,	Property Tax	Sales Tax	Gross Receipts Taxes	Other	Total
2016	\$ 1,227,325	\$ 2,697,840	\$ 795,567	\$ 823,715	\$ 5,544,447
2015	860,002	2,217,492	851,530	352,051	4,281,075
2014	1,056,616	2,158,184	877,088	295,796	4,387,684
2013	1,091,603	1,983,516	861,544	690,358	4,627,021
2012	1,155,633	2,200,157	849,723	1,256,402	5,461,915
2011	1,368,825	1,874,108	833,792	303,442	4,380,167
2010	1,295,109	1,824,338	914,252	303,975	4,337,674
2009	1,172,574	1,830,656	813,280	304,252	4,120,762
2008	806,708	1,983,143	931,999	317,399	4,039,249
2007	736,411	1,958,597	664,372	312,420	3,671,800

Source: Basic Financial Statements

CITY OF ROCK HILL, MISSOURI
ASSESSED AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

<u>For The Years Ended December 31,</u>	<u>Residential Real Property</u>	<u>Commercial Real Property</u>	<u>Personal Property</u>	<u>Total Assessed Value</u>	<u>Total Direct Tax</u>	<u>Estimated Actual Value</u>
2015	\$ 63,757,460	\$ 29,649,703	\$ 12,490,838	\$ 105,898,001	0.673 *	\$ 465,697,162
2014	61,666,940	27,653,768	12,232,848	101,553,556	0.669 *	447,683,081
2013	61,726,670	29,035,621	12,075,586	102,837,877	0.668 *	451,843,907
2012	61,525,190	26,849,342	11,587,164	99,961,696	0.681 *	442,485,952
2011	61,950,700	26,313,520	10,307,790	98,572,010	0.658 *	439,212,528
2010	61,755,690	27,140,590	11,341,980	100,238,260	0.719 *	443,873,634
2009	61,737,790	26,987,790	12,156,200	100,881,780	0.380 *	445,744,828
2008	66,653,560	27,805,080	12,470,920	106,929,560	0.380 *	475,115,587
2007	66,301,250	22,690,750	11,677,570	100,669,570	0.380 *	454,898,755
2006	54,071,080	18,186,640	11,928,430	84,186,150	0.380 *	377,206,750

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 2006 through 2015 reflects a re-blended rate for the various types of taxable property.

CITY OF ROCK HILL, MISSOURI
PROPERTY TAX RATES - DIRECT AND ALL OVERLAPPING GOVERNMENTS^a
LAST TEN CALENDAR YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
City of Rock Hill Direct Rates:										
General Fund.....	0.2926	0.2890	0.2880	0.3010	0.2780	0.3390	0.2550	0.1840	0.1700	0.2250
Debt Service.....	0.3800	0.3800	0.3800	0.3800	0.3800	0.3800	0.3800	0.3800	0.3800	0.3800
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
Roads and Bridges.....	0.1030	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050
St. Louis County.....	0.4120	0.4180	0.4180	0.4180	0.4180	0.4180	0.4180	0.4530	0.4530	0.4530
St. Louis Community College.....	0.2176	0.2200	0.2200	0.2200	0.2200	0.2179	0.2136	0.2013	0.2003	0.2233
Special School District.....	1.2348	1.2609	1.2400	0.1012	1.0125	0.9950	0.9384	0.9184	0.9084	0.8235
Metro Zoo.....	0.2777	0.2797	0.2797	0.2684	0.2671	0.2546	0.2493	0.2344	0.2330	0.2611
Sheltered Workshop.....	0.0880	0.0900	0.0890	0.0840	0.0840	0.0790	0.0740	0.0690	0.0700	0.0820
Rock Hill Library.....	0.2820	0.2910	0.2900	0.2850	0.2700	0.2670	0.2590	0.2390	0.2410	0.2970
Metro Sewer District*.....	0.0876	0.0879	0.0874	0.0635	0.0818	0.0790	-	-	0.0667	0.0687
Deer Creek Sewer*.....	0.0830	0.0860	0.0860	0.0840	0.0840	0.0810	-	-	0.0600	0.0600
Webster Groves School District.....	5.6722	5.8584	5.8576	5.7588	5.7555	5.5775	4.8612	4.6149	4.5669	5.2660

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

^a Property tax rates reported in this schedule are the residential property tax rates.

*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
PRINCIPAL TAXPAYERS
CURRENT CALENDAR YEAR AND NINE YEARS AGO

Taxpayer	2015			2007		
	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value
Market at McKnight (Novus).....	\$ 5,692,230	1	5.38%	\$ -		-
Stanford Court Apartments, LLC.....	2,247,980	2	2.12%	2,256,060	1	2.68%
Missouri American Water Co.....	1,471,930	3	1.39%	1,017,230	5	1.21%
McKnight Development, LLC.....	1,352,220	4	1.28%	1,553,830	3	1.85%
Waltrust Properties, INC.....	1,244,000	5	1.17%	588,130	9	0.70%
Missouri CVS Pharmacy LLC.....	1,109,980	6	-	-		-
CS2 PE LLC Etal.....	1,020,390	7	-	-		-
Refrigeration Supplies Inc.....	779,370	8	0.74%	521,500	10	0.62%
900 Rock Hill Partners LLC.....	774,720	9	0.73%	-		-
Rock Hill Partnership.....	715,200	10	0.68%	1,272,030	4	1.51%
Eighteen Investments.....	-		-	1,560,910	2	1.85%
Colonial Square Associates.....	-		-	1,069,150	6	1.27%
GBC Enterpirses, LLC.....	-		-	961,060	7	1.14%
Keebler Krossing Inc.....	-		-	874,170	8	1.04%
	<u>\$ 16,408,020</u>		<u>13.49%</u>	<u>\$ 11,674,070</u>		<u>13.87%</u>

Source: St. Louis County Assessor

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

Fiscal Year	Tax Levy Year	Net Tax Levy	Current Tax Collections	Percent Collected As Current	Delinquent Tax Collections	Total Tax Collections	Total Collections As Percent of Levy	Outstanding Delinquent Taxes^a	Outstanding Delinquent Taxes As of Levy
2016	2015	\$ 674,586	\$ 559,612	82.96%	\$ -	559,612	82.96%	\$ 107,183	15.89%
2015	2014	662,669	570,141	86.04%	72,887	643,028	97.04%	11,653	1.76%
2014	2013	666,551	547,842	82.19%	87,806	635,648	95.36%	7,821	1.17%
2013	2012	643,595	501,623	77.94%	68,474	570,097	88.58%	1,901	0.30%
2012	2011	606,765	519,970	85.70%	85,842	605,812	99.84%	1,423	0.23%
2011	2010	607,736	500,923	82.42%	102,646	603,569	99.31%	141	0.02%
2010	2009	604,250	500,832	82.88%	98,935	599,767	99.26%	2,561	0.42%
2009	2008	575,947	491,519	85.34%	78,435	569,954	98.96%	21	0.00%
2008	2007	552,458	468,435	84.79%	80,922	549,357	99.44%	25	0.00%
2007	2006	514,537	460,202	89.44%	49,283	509,485	99.02%	24	0.00%

Source: St. Louis County Collector's office.

^a As of March 31, 2016

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

For The Years Ended March 31,	Regular Sales Tax	Capital Improvement	Stormwater and Parks	Fire Protection	Transportation Development District	Community Improvement District	Total
2016	\$ 1,289,111	\$ 416,066	\$ 485,309	\$ 243,049	\$ 205,813	\$ 58,492	\$ 2,697,840
2015	1,057,857	385,139	433,693	216,847	123,956	-	2,217,492
2014	1,000,445	370,397	414,038	207,020	166,284	-	2,158,184
2013	966,890	345,855	382,967	191,677	96,127	-	1,983,516
2012	951,598	358,375	395,955	198,084	296,145	-	2,200,157
2011	950,050	348,880	383,407	191,771	-	-	1,874,108
2010	986,739	304,262	355,055	178,282	-	-	1,824,338
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

Source: Basic Financial Statements

The sales tax rate in the City is 8.425%, which includes 4.225% for the State of Missouri, 1.7% 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.

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

For The Years Ended March 31,	Governmental Activities					Total Primary Government	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Tax Increment Revenue Bonds	Tax Increment Revenue Notes	Certificates of Participation	Capital Leases			
2016	\$ 4,415,675	\$ 16,174,974	\$ 8,337,701	\$ -	\$ -	\$ 28,928,350	19.8%	\$ 6,231
2015	4,643,570	-	18,812,199	-	16,783	23,472,552	16.0%	5,064
2014	4,866,465	-	18,812,199	-	40,060	23,718,724	16.2%	5,117
2013	5,084,360	-	18,812,199	-	78,044	23,974,603	16.7%	5,173
2012	5,188,739	173,400	18,812,199	-	114,603	24,288,941	17.3%	5,240
2011	1,787,405	310,100	11,600,000	-	27,543	13,725,048	11.6%	2,961
2010	2,075,000	373,200	11,600,000	-	63,357	14,111,557	11.9%	3,082
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	11.3%	2,902

Source: Basic Financial Statements

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

^a See Demographics and Economic Statistics Table.

CITY OF ROCK HILL, MISSOURI
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

For The Years Ended March 31,	General Obligation Bonds, Net^a	Percentage of Estimated Actual Value of Property^b	Per Capita^c
2016	\$ 4,140,561	0.9%	\$ 892
2015	4,388,591	1.0%	947
2014	5,563,277	1.2%	1,200
2013	4,710,565	1.1%	1,016
2012	4,753,881	1.1%	1,026
2011	1,700,182	0.4%	367
2010	1,987,658	0.5%	434
2009	2,205,000	0.5%	478
2008	2,330,000	0.5%	501
2007	2,450,000	0.7%	527

Source: Basic Financial Statements

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

^a General obligation bonds are presented net of restricted net position for debt services for fiscal years 2010 - 2016.

^b See Assessed and Estimated Actual Value of Taxable Property Table.

^c See Demographics and Economic Statistics Table.

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

	March 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Debt limit.....	\$ 10,589,800	\$ 10,155,356	\$ 10,283,788	\$ 9,996,170	\$ 9,857,201	\$ 10,023,826	\$ 10,088,178	10,692,956	10,066,957	8,418,615
Net debt applicable to debt limit.....	<u>4,335,000</u>	<u>4,555,000</u>	<u>4,770,000</u>	<u>4,980,000</u>	<u>5,185,000</u>	<u>1,725,000</u>	<u>2,075,000</u>	<u>2,205,000</u>	<u>2,330,000</u>	<u>2,450,000</u>
Legal Debt Margin.....	<u>\$ 6,254,800</u>	<u>\$ 5,600,356</u>	<u>\$ 5,513,788</u>	<u>\$ 5,016,170</u>	<u>\$ 4,672,201</u>	<u>\$ 8,298,826</u>	<u>\$ 8,013,178</u>	<u>\$ 8,487,956</u>	<u>\$ 7,736,957</u>	<u>\$ 5,968,615</u>
Legal debt margin as a percentage of the debt limit.....	40.94%	44.85%	46.38%	49.82%	52.60%	17.21%	20.57%	20.62%	23.15%	29.10%

Source: Basic Financial Statements

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.

CITY OF ROCK HILL, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF MARCH 31, 2016

<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.....	\$ 101,310,000	0.5%	\$ 506,550
Webster Groves School District.....	55,648,468	17.0%	9,460,240
Subtotal, Overlapping Debt.....	156,958,468		9,966,790
City of Rock Hill			
General obligation bonds.....	\$ 4,415,675	100.0%	\$ 4,415,675
Tax increment financing bonds and notes....	24,512,675	100.0%	24,512,675
Subtotal, Direct Debt.....	28,928,350		28,928,350
Total Direct And Overlapping Debt.....	<u>\$ 185,886,818</u>		<u>\$ 38,895,140</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
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Tax Increment Financing Revenue Bonds and Notes

For The Years Ended March 31,	Property Tax	Sales Tax	Investment Income	Less Operating Expenditures	Net Available Revenues	Debt Service		Coverage ^a
						Principal	Interest	
2016 ^b	\$ 450,079	\$ 735,851	\$ 1,024	\$ 2,118	\$ 1,184,836	\$ -	\$ 4,538,463	26.11%
2015	265,475	379,909	13	7,105	638,292	-	701,115	91.04%
2014	376,433	381,156	8	4,027	753,570	-	825,648	91.27%
2013	427,518	317,089	29	7,144	737,492	173,400	653,310	89.21%
2012	535,204	538,782	33	9,948	1,064,071	437,096	709,687	92.79%
2011	544,651	315,675	26	37,487	822,865	63,100	616,286	121.12%
2010	682,873	180,381	31	3,602	859,683	-	718,685	119.62%
2009	108,217	39,488	1,362	2,926	146,141	-	126,441	115.58%
2008	109,885	46,326	6,705	4,389	158,527	140,000	18,444	100.05%
2007	106,057	46,226	3,958	-	156,241	170,000	14,219	84.81%

Source: Basic Financial Statements

^a Coverage made with funds from previous years used for principal and interest payments.

^b The City refunded TIF notes Series A & B during FY2016. Part of the proceeds from the refunding paid interest of \$3,875,502 which is included in this schedule.

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

For The Years Ended March 31,	Population^a	Median Household Income^b	Personal Income^a	Per Capita Income^a	Webster Groves School District Enrollment	Unemployment Rate^b
2016	4,643	\$ 53,842	\$ 146,498,445	\$ 31,805	4,419	4.3
2015	4,635	52,652	146,498,445	31,607	4,706	5.6
2014	4,635	53,144	146,498,445	31,607	4,578	7.7
2013	4,635	56,827	143,615,475	30,985	4,327	7.3
2012	4,635	58,232	140,694,400	30,263	4,508	7.4
2011	4,635	47,869	117,886,104	25,803	4,248	9.4
2010	4,579	47,869	118,151,937	25,803	4,175	9.6
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

^a **Source:** City-Data Com

^b **Source:** U.S. Bureau of Census

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

Employer	2015		2007	
	Employees	Rank	Employees	Rank
Woodward Cleaning & Restoration, Inc.....	220	1	NA	NA
Webster Groves School District.....	104	2		
Hacienda Mexican Restaurant.....	98	3		
ARCO/Murray Corporate Services, Inc.....	97	4		
Lucky's Market.....	80	5		
W. Schiller & Co., Inc.....	67	6		
Millman Lumber Co.....	67	6		
RSI Kitchen and Bath.....	45	7		
Bandana's BBQ.....	41	8		
Stein Mart.....	40	9		
Goddard School.....	37	10		
	<u>896</u>		<u>NA</u>	

Source: The above named companies

Note:

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

Percentage of total city employment column has been omitted for both 2016 and 2007 because accurate information is unavailable

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,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General government:										
Administration.....	2	2	2	2	3	3	3	3	3	3
Fire department.....	10	10	9.5	9	10	10	10	10	10	10
Housing department.....	1	1	1	1	1	1	1	1	1	1
Municipal court.....	2	2	2	2	1	1	1	2	2	2
Parks and recreation.....	1	1	1	1	1	1	1	1	1	3
Police department.....	13	11.8	11.5	12	10	10	10	10	10	10
Public works.....	6	6	6	6	5	5	5	5	5	5

Source: City payroll records

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

FUNCTIONS/PROGRAMS	As Of March 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Police department:										
Average number of calls per month.....	457	443	450	436	400	497	477	443	422	462
Average number of arrests per month.....	22	27	25	27	40	23	20	25	24	27
Number of crime incidences reported.....	1055	1043	517	468	540	532	420	540	568	612
Fire department:										
Average number of fire calls per month.....	75	87	80	76	75	84	76	74	64	78
Housing/building inspections:										
Number of permits:										
Building (decks, porches, roofs, garages)	25	10	13	17	19	25	22	25	6	3
Driveways.....	4	3	7	4	15	6	12	8	10	3
Fences.....	34	29	26	9	24	20	17	18	22	3
Residential.....	169	203	197	98	148	151	172	142	201	276
Commercial.....	14	86	88	45	78	59	83	63	152	111
Cost of construction ^a :										
Building (decks, porches, roofs, garages)	\$ 121,300	\$ 70,344	\$ 54,000	\$ 150,984	\$ 85,350	\$ 155,915	\$ 183,521	\$ 82,605	\$ 8,150	\$ 5,921
Driveways.....	\$ 27,000	\$ 45,500	\$ 40,500	\$ 17,713	\$ 73,600	\$ 25,778	\$ 41,965	\$ 24,000	\$ 30,000	\$ 9,000
Fences.....	\$ 134,800	\$ 90,833	\$ 51,000	\$ 9,400	\$ 44,200	\$ 49,486	\$ 28,538	\$ 27,000	\$ 33,000	\$ 4,500
Residential.....	\$ 3,716,570	\$ 2,030,342	\$ 1,065,111	\$ 3,482,112	\$ 1,019,311	\$ 389,811	\$ 1,464,143	\$ 878,368	\$ 1,962,143	\$ 3,126,924
Commercial.....	\$ 4,439,652	\$ 5,280,222	\$ 4,987,191	\$ 1,160,862	\$ 7,350,637	\$ 651,143	\$ 1,799,744	\$ 1,672,746	\$ 2,259,882	\$ 9,523,704
Finance and administration:										
Business licenses issued (August 1).....	71	71	67	67	68	65	64	55	60	67
Merchant licenses issued (August 1).....	93	94	94	100	104	101	118	105	104	101
Liquor licenses issued (July 1).....	16	17	19	15	17	16	15	15	18	15

Source: City records - various departments listed

^a Estimates based on data provided by applicants

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

FUNCTIONS/PROGRAMS	As Of March 31,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Parks and recreation:										
Number of parks.....	7	7	7	7	7	7	7	7	7	7
Acres of parks.....	12	12	12	12	12	12	12	12	12	12
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).....	3	3	3	3	3	3	3	4	4	4
Police department:										
Vehicles.....	6	6	6	6	6	7	8	8	8	8
Public works:										
Vehicles.....	6	6	5	5	5	5	6	6	6	7
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	87	87	87	87	87	87	87	88	88
Number of street lights.....	327	327	327	327	327	327	325	335	335	335
Housing/building inspector:										
Vehicles.....	-	-	-	1	1	1	1	2	1	1
Other City owned property:										
Public works facility.....	1	1	1	1	1	1	1	1	1	1
City hall facilities (buildings).....	-	-	-	-	-	-	-	-	-	-
Park/pre-school building.....	-	-	-	1	1	1	1	1	1	1
Other property (parcels).....	3	3	3	3	3	3	3	3	8	8

Source: City records - various departments listed