



City of Hazelwood, Missouri

Annual Comprehensive Financial Report

For The Year Ended
June 30, 2021

*much more
than you imagine*

Prepared by the Finance Department
David L. Tuberty, Assistant City Manager -Finance

City of Hazelwood, Missouri
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For the year ended June 30, 2021

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Section I

Introductory Section

City of Hazelwood, Missouri
Principal City Officials at June 30, 2021

| Position | Name | Election/Hire Date | Term Dates |
|----------------------------|---------------------|-----------------------|---------------|
| MAYOR | Matthew Robinson | 4/2009 | 4/2021-4/2024 |
| COUNCIL-WARD 1 | Carol Stroker | 4/2010 | 4/2019-4/2022 |
| COUNCIL-WARD 2 | Robert Aubuchon | 4/1997 | 6/2020-4/2023 |
| COUNCIL-WARD 3 | Donald Ryan | 4/2010 | 4/2019-4/2022 |
| COUNCIL-WARD 4 | Daniel Herin | 6/2020 | 6/2020-4/2023 |
| COUNCIL-WARD 5 | Lisa Matlock | 5/2021 | 5/2021-4/2022 |
| COUNCIL-WARD 6 | Warren Taylor | 4/2008 | 6/2020-4/2023 |
| COUNCIL-WARD 7 | Rosalie Hendon | 4/2007 | 4/2019-4/2022 |
| COUNCIL-WARD 8 | Mary Singleton | 4/2008 | 6/2020-4/2023 |
| CITY MANAGER | Matt Zimmerman | 10/30/13 | |
| FINANCE DIRECTOR | David Tuberty | 09/11/17 | |
| CITY CLERK | Julie Lowery | 07/01/20 | |
| JUDGE | Kevin Kelly | 2003 | |
| PROSECUTING ATTORNEY | Stephanie Karr | 2004 | |
| CITY ATTORNEY | Kevin O'Keefe | 02/07/94 | |
| POLICE CHIEF | Gregg Hall | 01/18/13 | |
| FIRE CHIEF | Dave Herman | 01/16/17 | |
| PUBLIC WORKS DIRECTOR | David Stewart | 07/31/09 | |
| PARKS & REC SUPERINTENDENT | Douglas Littlefield | 11/30/92 | |
| FOREMEN | Jason Carothers | 04/12/21 | |
| FOREMEN | Dan Wegman | 02/03/20 | |



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Missouri**

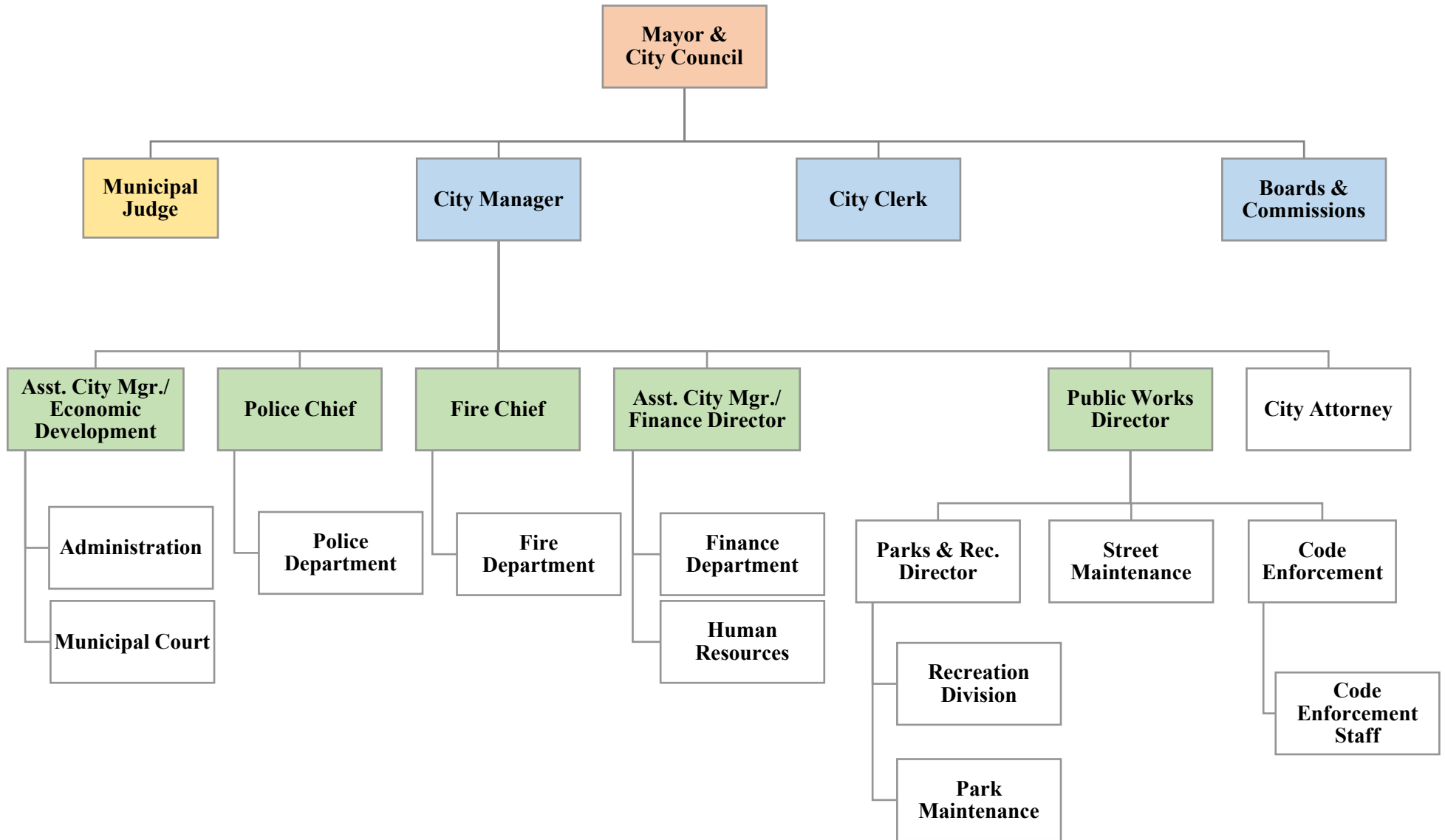
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

City of Hazelwood Organizational Chart





The City of Hazelwood

much more
than you imagine



December 17, 2021

The Honorable Mayor, City Council, and
the Citizens of Hazelwood, Missouri

Ladies and Gentlemen:

We are pleased to present the annual comprehensive financial report of the City of Hazelwood, Missouri (the City) for the fiscal year ended June 30, 2021. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to accurately present the financial position and results of operations of the City. All disclosures necessary to provide an understanding of the City's financial activities have been included.

This report was prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), which are uniform minimum standards and guidelines for financial accounting and reporting in the United States. This report is intended to provide sufficient information to permit the assessment of stewardship and accountability and to demonstrate legal compliance.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. This Letter of Transmittal is designed to complement the MD&A and should be read in conjunction with it.

This report includes all funds and activities of the City. The City provides a full range of services including police protection, fire and emergency medical response services, construction and maintenance of streets and infrastructure, parks and recreation services, municipal court, city planning and building inspection, and administration.

Economic Condition and Outlook

The City is located in North St, Louis County, which is on the eastern border of the State of Missouri immediately north of the airport at the intersections of Highways I-170; I-270 and MO-370, and less than two miles from I-70. A major interchange of Highway 370 networks the Missouri River Bottoms area, which is home to Cabela's and two business parks, including Park 370 and Hazelwood TradePort, to St. Charles County. Hazelwood TradePort, is under construction with three buildings completed and four more under development.

City Hall & Public Works
t: 314.839.3700
f: 314.839.0249
415 Elm Grove Lane

City Maintenance
t: 731.8701
f: 731.4240
115 Ford Lane

Fire Department
t: 731.3424
f: 731.1976
6800 Howdershell Road^{iv}

Municipal Court
t: 839.2212
f: 838.5169
415 Elm Grove Lane

Parks & Recreation
t: 731.0980
f: 731.0989
1186 Teson Road

Police Department
t: 839.3700
f: 838.5169
415 Elm Grove Lane

Hazelwood is a transportation crossroads, with a prime location for businesses and residents alike. The mix of major industrial and commercial areas, which transitions to beautiful parks and residential neighborhoods, is an unusual and diverse blend.

There are also two large industrial parks in the southern portion of the City: Aviator Business Park, site of the former Ford Plant, and Hazelwood Logistics Center. Aviator is approved for mixed commercial and industrial uses. Aviator contains six large industrial buildings and 1 small industrial building, with two larger buildings planned for calendar 2021-22, and one commercial center. Hazelwood Logistics Center contains 8 large industrial buildings, with the Park now completely built out in 3.5 years. It was estimated that the build out would occur in 8 years.

The central business district of the City of St. Louis is 20 miles to the southeast. Interstates 70 and 170, U.S. Highway 61-67 provide access to St. Louis City and St. Louis County.

The unemployment rate, according to the Missouri Economic Research and Information Center, for the U.S has increased to 5.9%. and the unemployment rate for the St. Louis area has increased to 4.8%. These increases are attributable to the COVID-19 pandemic which has had major impact on the U.S. and local economy. City staff is continuously monitoring economic conditions and has made adjustments to the budget as needed.

Though the outlook for the nation's economy is still volatile due primarily to the pandemic, the City benefits from some positive, and offsetting attributes. The City's location near the Lambert International Airport, with rail service, and at the hub of major state and national highways is an asset that cannot be bought at any price. Also, the City's unique blend of industrial, commercial, and residential property provides a diverse and robust foundation. Sales taxes in total have increased by about 9% in the General Fund and by about 7.5% across all City funds. The one-half cent Public Safety sales tax adopted in 2017 has leveled off. The Fire Sales Tax was increased from ¼% to ½% during the 2021 fiscal year. This revenue has increased from the prior year but is expected to level off as well. The increase in sales tax revenue is due to a return to normal activity after COVID-19 slowed activity at the end of last year. The City staff has and will continue to look for efficiencies and ways to decrease costs while providing the same level of services to our citizens and customers.

MAJOR GOALS

The City Council and administrative staff regularly develop and update improvement plans designed to improve the quality of community life while maintaining the financial stability of the City.

Goal - Financial vigilance

Short-term goals include continuing the City's full-service status while exercising vigilant stewardship of the City's financial position. Monthly budget reports are utilized.

During FY 2018 the Hazelwood City Council voted to terminate the fire protection services contract with the Robertson Fire Protection District. In making this move, the City saved approximately \$3.2 million from budgeted expenditures for FY2018. The plan was for the City of Hazelwood to provide fire protection to the area which would have cost an additional \$1.8 million to implement in FY2019. The District sued the City and currently all plans are suspended. The City paid the District just over \$2 million for fire protection service in FY 2019, just over \$4.0 million for FY

2020, \$4.2 million for FY 2021. A settlement was reached early in FY2022 in regards to the unpaid 2018 fees and the City paid the District \$2,446,000. The City currently expects to pay over \$4.5 million in FY 2022 while working toward a long term settlement.

In FY2015, the City formed a pay plan committee, which was approved and implemented by the City Council in FY2016. For FY2021, no Step increases or cost of living adjustment (COLA) was given. For FY2022, however, the City issued both a 2.00% COLA and a Step increase. Management is consistently looking for more efficient ways of operating and is aware that expenditure cuts may be necessary.

Goal - Economic Development and Business Retention

The City passed a one half cent economic development sales tax effective July 1, 2007. The funds have been used for a variety of projects: street improvements and maintenance, operating the economic development office and GIS program, matching state and federal grants, advertising and marketing and participating in regional programs.

One of the most effective programs funded by the sales tax has been a local option loan fund. Since its inception, it has been used to attract or retain a number of businesses in the community. 20 loans have been made from the fund to date, totaling around \$12 million. These loans have been used to retain or attract approximately 1,800 jobs.

The City issued one loan in FY2021, to PLM, a manufacturer and distributor of shipping pallets. The \$300,000 loan was the first of two installments totaling \$450,000, which will develop the property and add jobs among the Hazelwood location.

Goal – Encourage energy efficiency

The City is continuously expanding its commitment to raising awareness and investing in green technology.

The City established the Green Committee which was formed to lead Hazelwood into becoming a community in which residents and visitors will enthusiastically take sustainable action to conserve the environment and our natural resources.

In FY2017, Hazelwood received a grant to promote our annual Recycle Day (collection of electronics, appliances, usable household items, cardboard and single stream recyclables). Hazelwood has successfully continued this program through FY 2021 and expects to continue this program into FY2022. While the City plans to continue these initiatives in the future, it should be noted that due to the pandemic and also due to budget cuts, many of these activities and programs were cancelled in FY2020 with some resuming in FY2021 and FY2022. The City also installed in 2021 new controls to regulate energy use in City Hall.

Goal - Invest in vehicles, buildings, parks, and equipment to maintain service level

The following items were some of the investment purchases made by the City in FY2021: 1 maintenance vehicle for the Public Works Department, 5 vehicles for the Police Department and a command vehicle for the Fire/Ambulance Departments. Both the Police and Fire Departments acquired

needed equipment. In addition, renovation work was completed at Queen Ann Park and other maintenance work for the parks. These investments are intended to protect the City's excellent service level.

Goal - Preserve the Quality of Residential Neighborhoods

People are the City's greatest asset, and the neighborhoods in which they reside are one of the most important responsibilities of a government. The provision of high quality basic services, including police, fire, road maintenance, parks, and solid waste collection, are critical for their continued desirability. Uniformity in the provision of services is a goal.

The existing housing inspection program prescribes minimum maintenance requirements for structures and premises to assure safety and provide for abatement of potential hazards. This program helps assure the preservation of the City's neighborhoods. Also, the City administers a residential occupancy permit requirement designed to protect property values.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining internal controls. The controls are designed to ensure the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. The controls are designed to provide reasonable, but not absolute, assurance these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls

The City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the City Council. General Fund, Asset Forfeiture Fund, Capital Projects Fund, Sewer Lateral Fund, and Economic Development Fund activities are included in the annual budget. As demonstrated by the statements and schedules included in the financial section of this report, the City continues meeting its responsibility for sound financial management.

Compliance and Internal Control

As a recipient of federal financial assistance, the City is responsible for maintaining adequate internal controls to ensure compliance with applicable laws and regulations related to those programs.

Pension Trust Fund Operations

The City contributed 100% of the annual required contribution determined as of the beginning of the fiscal year, to the Pension Plan in FY2021. According to the most recent actuarial valuation for the FY ending June 30, 2021, the plan fiduciary net position as a percentage of total pension liability is 107.82% compared to 87.79% in 2020 and 89.37% in 2019.

Long-term Debt

At June 30, 2021 the City had long-term debt in the amount of \$25,374,000. This is addition to \$1,746,648 for compensated absences is the total debt of the City, \$27,121,077 as detailed in the notes to the financial statements. Missouri statutes set the City's legal general obligation debt limit at 10% of the City's total assessed valuation of real and personal property, a limit of approximately \$55.5 million.

OTHER INFORMATION

Independent Audit

Missouri statutes require an annual audit by independent certified public accountants. The certified public accounting firm of Stopp & VanHoy was selected by the City Council to perform the 2021 audit. The auditor's report on basic financial statements is included in the financial section of this report. As independent auditors, Stopp & VanHoy, also provides an objective outside review of management's performance in reporting operating results and financial condition.

Award

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 annual comprehensive financial report for the fiscal year ended June 30, 2020. This was the twenty-third consecutive year that the City received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both GAAP and applicable legal requirements.


A Certificate of Achievement is valid for a period of one year only. We believe our current annual comprehensive financial report 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.

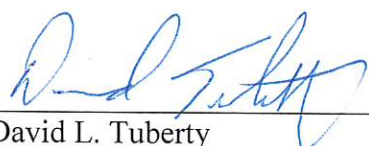
Acknowledgments

The preparation of the annual comprehensive financial report was made possible by the cooperation of the entire administrative staff of the various departments of the City. The finance staff especially contributed a great deal of time and diligence.

We would also like to acknowledge the assistance of our independent public accountants, Stopp & VanHoy, in formulating this report. And we would like to extend our sincere gratitude to you, Mayor and City Council, for your interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,


Matthew Zimmerman
City Manager


David L. Tuberty
Assistant City Manager-Finance



Section II

Financial Section

Independent Auditor's Report

Honorable Mayor and City Council
City of Hazelwood, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Hazelwood, Missouri, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Hazelwood, Missouri's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The City of Hazelwood, Missouri's 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Hazelwood, Missouri, as of June

30, 2021, 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 related ratios, schedule of actuarially determined contributions, and schedule of changes in other post-employment benefit liability on pages 4 through 10 and 45 through 50 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 Hazelwood, Missouri's basic financial statements. The introductory section, combining nonmajor fund financial statements, budgetary comparison schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements and budgetary comparison schedules are the responsibility of management and were 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 combining nonmajor fund financial statements and budgetary comparison schedules are 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 December 17, 2021 on our consideration of the City of Hazelwood, 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 Hazelwood, Missouri's internal control over financial reporting and compliance.

A handwritten signature in dark ink, appearing to read "Stopp & VanHoy". The signature is written in a cursive, flowing style.

Creve Coeur, Missouri
December 17, 2021

CITY OF HAZELWOOD, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2021

As management of the City of Hazelwood, Missouri (the City), we offer this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$6,167,197 (net position).
- The net position of the City increased by \$5,416,803.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$23,207,701, an increase of \$5,642,506 in comparison with the prior year fund balance.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$11,043,690 or 44% of total General Fund expenditures.
- The City's long-term liabilities decreased by a net \$7,327,352 during the most recent fiscal year mainly due to the reduction of balances in long-term debt and a decrease in net pension liability.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements

The government-wide financial statements are designed to provide readers with broad overview of the City's finances, in a manner similar to a private-sector business.

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

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 the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are

intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, streets, economic development, and culture and recreation. The City does not have any business-type activities.

The government-wide financial statements include not only the City itself (known as the primary government), but also a legally separate Industrial Development Authority. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Fund financial statements - 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.

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 financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable 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 City's near-term financing 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 governmental activities.

The City maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statements of revenues, expenditures, and changes in fund balances for the General Fund, Capital Projects Fund, Debt Service Fund, 370/MO Bottom Road Tax Increment Financing District Fund, and Economic Development Fund, which are considered to be major Funds. Data from the other two funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund, Capital Projects Fund, Sewer Lateral Fund, and Economic Development Funds. Budgetary comparison statements are provided for these funds to demonstrate compliance with these budgets.

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 statement 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.

Notes to 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.

Required supplemental information - This Management’s Discussion and Analysis, the General Fund and Economic Development Fund budgetary comparison schedules, and pension and other post-employment benefit schedules represent financial information required by accounting principles generally accepted in the United States of America to be presented.

Such information provides users of this report with additional data that supplements the government-wide financial statements, fund financial statements, and notes (referred to as “the basic financial statements”).

Other supplemental information - This part of the annual report includes optional financial information such as combining statements for the non-major governmental funds and budgetary comparison schedules for the Capital Projects Fund and Sewer Lateral Fund. This other supplemental financial information is provided to address certain specific needs of various users of the City’s annual report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$6,167,197 at the close of the most recent fiscal year.

By far, the largest portion of the City’s net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is 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.

A condensed version of the statement of net position is as follows:

| | June 30 | | 2021 Change | |
|----------------------------------|---------------|---------------|--------------|---------|
| | 2021 | 2020 | Amount | Percent |
| ASSETS | | | | |
| Current and other assets | \$ 26,537,093 | \$ 21,335,106 | \$ 5,201,987 | 24.4 % |
| Capital assets | 33,450,501 | 31,380,585 | 2,069,916 | 6.6 |
| Total Assets | 59,987,594 | 52,715,691 | 7,271,903 | 13.8 |
| DEFERRED OUTFLOWS | 1,439,298 | 2,818,254 | (1,378,956) | (48.9) |
| LIABILITIES | | | | |
| Current and other liabilities | 19,524,748 | 18,296,448 | 1,228,300 | 6.7 |
| Long-term liabilities | 28,285,869 | 35,613,221 | (7,327,352) | (20.6) |
| Total Liabilities | 47,810,617 | 53,909,669 | (6,099,052) | (11.3) |
| DEFERRED INFLOWS | 7,449,078 | 873,882 | 6,575,196 | 752.4 |
| NET POSITION | | | | |
| Net investment in capital assets | 21,627,665 | 21,803,281 | (175,616) | (0.8) |
| Restricted | 12,322,778 | 10,286,858 | 2,035,920 | 19.8 |
| Unrestricted | (27,783,246) | (31,339,745) | 3,556,499 | (11.3) |
| Total Net Position | \$ 6,167,197 | \$ 750,394 | \$ 5,416,803 | 721.9 % |

Governmental activities increased the City's net position by \$5,929,417.

A condensed version of the statement of activities is as follows:

| | June 30 | | 2021 Change | |
|------------------------------------|--------------|----------------|--------------|---------|
| | 2021 | 2020 | Amount | Percent |
| REVENUES | | | | |
| Program revenues: | | | | |
| Charges for service | \$ 6,691,761 | \$ 5,920,437 | \$ 771,324 | 13.0% |
| Operating grants and contributions | 3,629,705 | 1,967,106 | 1,662,599 | 84.5 |
| Capital grants and contributions | 473,104 | 7,992 | 465,112 | 5,819.7 |
| General revenues: | | | | |
| Taxes | 29,120,304 | 27,174,038 | 1,946,266 | 7.2 |
| Interest and other | 1,565,606 | 1,219,503 | 346,103 | 28.4 |
| Total Revenues | 41,480,480 | 36,289,076 | 5,191,404 | 14.3 |
| EXPENSES | | | | |
| General government | 2,779,330 | 3,570,897 | (791,567) | (22.2) |
| Police | 7,184,896 | 8,545,718 | (1,360,822) | (15.9) |
| Fire and ambulance | 10,543,494 | 10,842,575 | (299,081) | (2.8) |
| Public works | 3,182,535 | 3,870,273 | (687,738) | (17.8) |
| Parks and recreation | 2,446,291 | 2,997,253 | (550,962) | (18.4) |
| Economic development | 6,327,386 | 5,158,260 | 1,169,126 | 22.7 |
| Sewer lateral | 85,967 | 89,052 | (3,085) | (3.5) |
| Interest on long-term debt | 3,001,164 | 2,927,126 | 74,038 | 2.5 |
| Total Expenses | 35,551,063 | 38,001,154 | (2,450,091) | (6.4) |
| CHANGE IN NET POSITION | \$ 5,929,417 | \$ (1,712,078) | \$ 7,641,495 | (446.3) |

Revenues increased due to increases in all revenue categories. Sales taxes and charges for City services rebounded after prior year decreased activity due to the COVID-19 pandemic. Property taxes increased due to increases in assessed valuations, mostly commercial property. The single greatest increase occurred in grant revenues with the receipt of CARES Act revenue.

In the government-wide financial statements capital, debt and pension liability expense is allocated to the various departments that are not reported in the governmental statements. The large variances in expense reflect the decrease in the net pension liability for those areas of government. Other decreases in expenses are a result of decreased legal expenses and a reduction in personnel costs.

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 the City's net resource available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$23,207,701, an increase of \$5,613,903, in comparison with the prior year. The City currently has an

unassigned fund balance of \$11,043,690. The remainder of fund balance is non-spendable or restricted to indicate that it is not available for general new spending because it has already been designated.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$11,043,690, while total fund balance reached \$11,357,904. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to both total fund expenditures and unassigned fund balance. The General Fund's fund balance represents 44% of total General Fund expenditures and 97% of the balance is unassigned. The fund balance of the General Fund increased by \$3,356,636 during the fiscal year. This increase is significantly less than originally anticipated. CARES Act funding to the City increased the intergovernmental revenues by \$1.7 million and sales taxes increased by over \$900 thousand. Other decreases to General Fund expenditures included decrease in legal costs and reduction in personnel cost.

The Capital Projects Fund balance increased \$519,608 during the fiscal year to \$1,335,483. Capital spending decreased primarily due to a number of projects that were postponed to FY 2022.

The Debt Service Fund decreased its fund balance \$1,985 during the fiscal year to \$666,169. The result reflects the expected debt service activity for the year. The entire fund balance is restricted for payment of the general obligations bonds.

The Economic Development Fund increased its fund balance \$711,639 during the fiscal year to \$8,235,876. The increase is due to the return of a local incentive loan.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, there were budget transfers out of the General Fund to the Capital Fund for debt service obligations. Revenues were \$2.3 million over the budgeted amount of \$26,680,979. Expenditures were \$1.96 million less than the budgeted amount of \$27,021,868.

CAPITAL ASSETS

Capital asset balances (net of accumulated depreciation) are detailed below. More information on capital asset activity during the year is provided in the notes to financial statements in Note 4.

Capital Assets, Net of Depreciation

| | June 30 | | |
|--|----------------------|----------------------|-----------------------|
| | 2021 | 2020 | Variance |
| Land, right-of-way, and construction in progress | \$ 5,520,867 | \$ 5,642,639 | \$ (121,772) |
| Buildings and improvements | 9,496,297 | 9,655,071 | (158,774) |
| Infrastructure | 11,753,561 | 12,662,867 | (909,306) |
| Machinery and equipment | 834,518 | 1,019,486 | (184,968) |
| Automotive equipment | 1,970,651 | 2,321,399 | (350,748) |
| Intangibles (Right of Way) | 79,123 | 79,123 | - |
| Total Capital Assets | <u>\$ 29,655,017</u> | <u>\$ 31,380,585</u> | <u>\$ (1,725,568)</u> |

LONG-TERM DEBT

The City's governmental activities debt is detailed below. More information is provided in the notes to financial statements in Note 5.

Governmental Activities

| | June 30 | | |
|-------------------------------|----------------------|----------------------|-----------------------|
| | 2021 | 2020 | Variance |
| General obligation bonds | \$ 4,871,885 | \$ 5,931,262 | \$ (1,059,377) |
| Certificates of participation | 2,243,656 | 2,572,130 | (328,474) |
| Tax increment revenue notes | 17,055,000 | 17,055,000 | - |
| Capital lease obligations | 1,203,888 | 1,498,325 | (294,437) |
| Total Long-term Debt | <u>\$ 25,374,429</u> | <u>\$ 27,056,717</u> | <u>\$ (1,682,288)</u> |

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Economic conditions may be highlighted as follows at the close of fiscal year 2020:

- Gas prices average \$2.996 in the Midwest and \$3.062 nationally for All Grades (all history) at June 30, 2020 per www.eia.gov/petroleum/gasdiesel/.
- Midwest urban wage earners and clerical workers consumer price index at June 30, 2021 has increased 5.4% since June 30, 2020 according to the Bureau of Labor Statistics.
- The unemployment rate in the United States has increased from fiscal year 2020 to 5.9% according to the Missouri Economic Research and Information Center. The St. Louis Metropolitan Area's unemployment rate in FY 2021 is 4.8%.
- Total 2021 General Fund revenues were \$3,066,766, or 11.82%, greater than 2020. Property tax decreased by just over \$100. Sales taxes increased by over \$900 thousand. Most other revenues increased as a result of a return to normal activity at the end of FY 2021 after reduction of activity in 2020 due to the COVID-19 pandemic. Investment income decreased due to lower interest rates.
- A 3.0% overall decrease for various sales taxes are included in the 2022 budget in response to expected reduced revenues caused by lingering effects of the COVID-19 pandemic
- 2020 was not a reassessment year. The assessment for 2020, which is included in the result of FY 2021, resulted in a 7.0% decrease in values and decreased revenue; the budget flat revenues in real estate taxes in Fiscal year 2022.
- The City's Fund Balance Policy requires a minimum General Fund unassigned fund balance of 17% of revenue. 2021 unassigned fund balance represents 44.2% of expenditures, which is above the City's informal ideal balance of 25%.
- Because the City has seen some increase in revenues over the last few years but at levels that have not kept pace with increases in expenditure, management of the City will remain vigilant in examining revenue trends and react as needed.
- The City will continue to look for efficiencies and ways to cut expenditures costs, as well as any "rightsizing" opportunities.
- The City's 2022 budget includes both a Step increase and a 2% COLA payroll increases.

- The 2022 Budget, as amended, projects a \$4,151,028 decrease in the General Fund balance (unassigned fund balance of 22% of expenditures).

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

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

If you have questions about this report or would like additional financial information, please contact the Finance Office 415 Elm Grove Lane, Hazelwood, MO 63042 or telephone at 314-839-3700.

City of Hazelwood, Missouri
Statement of Net Position
June 30, 2021

| | Primary Governmental Activities | Component Unit Industrial Dvlp. Authority |
|---|---------------------------------------|--|
| Assets | | |
| Current Assets: | | |
| Cash and cash equivalents | \$ 17,806,997 | \$ 4,716,758 |
| Investments | 3,208,191 | 132,022 |
| Restricted cash and equivalents | 316,025 | 46,476 |
| Restricted investments | - | 519,722 |
| Receivables, net: | | |
| Property taxes | 857,195 | - |
| Sales taxes | 3,032,950 | - |
| Ambulance | 141,322 | - |
| Court | 281,817 | - |
| Other | 837,280 | 123,022 |
| Prepaid items | 14,608 | - |
| Due from fiduciary fund | 40,708 | - |
| Total Current Assets | 26,537,093 | 5,538,000 |
| Noncurrent Assets: | | |
| Land and construction in progress | 5,599,990 | - |
| Other capital assets, net | 24,055,027 | - |
| Net pension asset | 3,795,484 | - |
| Total Noncurrent Assets | 33,450,501 | - |
| Total Assets | 59,987,594 | 5,538,000 |
| Deferred Outflows of Resources | | |
| Deferred loss on refunding | 292,077 | - |
| Deferred outflows related to pension | 953,241 | - |
| Deferred outflows related to other post-employment benefits | 193,980 | - |
| Total Deferred Outflows of Resources | 1,439,298 | - |
| Liabilities | | |
| Current Liabilities: | | |
| Accounts payable | 714,611 | 4,214,714 |
| Accrued payroll and related benefits | 462,952 | - |
| Accrued interest payable | 17,370,273 | 66,461 |
| Other liabilities | 916,912 | - |
| Unearned revenue | 60,000 | - |
| Current portion of compensated absences payable | 906,730 | - |
| Current portion of long-term debt payable | 1,113,708 | 390,000 |
| Total Current Liabilities | 21,545,186 | 4,671,175 |
| Noncurrent Liabilities: | | |
| Compensated absences payable - long-term portion | 388,598 | - |
| Long-term debt, net - long-term portion | 24,260,721 | 2,310,655 |
| Postretirement benefits payable | 451,320 | - |
| Other post-employment benefits liability | 1,164,792 | - |
| Total Noncurrent Liabilities | 26,265,431 | 2,310,655 |
| Total Liabilities | 47,810,617 | 6,981,830 |
| Deferred Inflows of Resources | | |
| Deferred inflows related to pension | 7,376,450 | - |
| Deferred inflows related to other post-employment benefits | 72,628 | - |
| Total Deferred Inflows of Resources | 7,449,078 | - |
| Net Position | | |
| Net investment in capital assets | 21,627,665 | - |
| Restricted: | | |
| Asset forfeiture | 299,606 | - |
| Capital projects | 1,335,483 | - |
| Debt service | 839,544 | 1,051,484 |
| Sewer lateral | 343,228 | - |
| Economic development | 9,504,917 | - |
| Unrestricted | (27,783,246) | (2,495,314) |
| Total Net Position | \$ 6,167,197 | \$ (1,443,830) |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Statement of Activities
For the year ended June 30, 2021

| Functions/Programs | Expenses | Charges for Service | Operating Grants and Contributions | Capital Grants and Contributions | Net Revenues (Expenses) and Changes in Net Position | |
|---|--------------|---------------------|------------------------------------|----------------------------------|---|----------------|
| | | | | | Primary Government | Component Unit |
| Primary Government | | | | | | |
| Governmental Activities: | | | | | | |
| General government | \$ 2,779,330 | \$ 4,905,890 | \$ - | \$ - | \$ 2,126,560 | \$ - |
| Police | 7,184,896 | 492,345 | 2,232,129 | - | (4,460,422) | - |
| Fire and ambulance | 10,543,494 | 948,434 | - | 9,121 | (9,585,939) | - |
| Public works | 3,182,535 | - | 1,397,576 | 463,983 | (1,320,976) | - |
| Parks and recreation | 2,446,291 | 201,571 | - | - | (2,244,720) | - |
| Economic development | 6,327,386 | - | - | - | (6,327,386) | - |
| Sewer lateral | 85,967 | 143,521 | - | - | 57,554 | - |
| Interest and fiscal charges | 3,001,164 | - | - | - | (3,001,164) | - |
| | 35,551,063 | 6,691,761 | 3,629,705 | 473,104 | (24,756,493) | - |
| Component Unit | | | | | | |
| Industrial Development Authority | \$ 4,734,680 | \$ - | \$ - | \$ - | - | (4,734,680) |
| General Revenues: | | | | | | |
| Taxes: | | | | | | |
| | | | | | 10,769,666 | - |
| | | | | | 15,841,736 | - |
| | | | | | 2,508,902 | - |
| | | | | | - | 4,788,979 |
| | | | | | 33,226 | (5,284) |
| | | | | | 18,972 | - |
| | | | | | 1,513,408 | - |
| | | | | | 30,685,910 | 4,783,695 |
| Change in Net Position | | | | | \$ 5,929,417 | \$ 49,015 |
| Net Position - Beginning of Year (restated) | | | | | 237,780 | (1,492,845) |
| Net Position - End of Year | | | | | \$ 6,167,197 | \$ (1,443,830) |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Balance Sheet - Governmental Funds
June 30, 2021

| | General Fund | Capital Projects Fund | Debt Service Fund | 370/MO Bottom Rd. TIF Fund | Economic Development Fund | Nonmajor Governmental Funds | Total |
|--|----------------------|--------------------------|----------------------|----------------------------------|---------------------------------|-----------------------------------|----------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 6,209,412 | \$ 1,224,334 | \$ 665,969 | \$ 1,033,327 | \$ 8,082,256 | \$ 591,699 | \$ 17,806,997 |
| Investments | 3,208,191 | - | - | - | - | - | 3,208,191 |
| Restricted cash and cash equivalents | 316,025 | - | - | - | - | - | 316,025 |
| Restricted investments | - | - | - | - | - | - | - |
| Receivables, net: | | | | | | | |
| Property taxes | 683,620 | - | 173,575 | - | - | - | 857,195 |
| Sales taxes | 2,311,727 | 332,920 | - | 122,373 | 250,453 | 15,477 | 3,032,950 |
| Ambulance | 141,322 | - | - | - | - | - | 141,322 |
| Court | 281,817 | - | - | - | - | - | 281,817 |
| Other | 828,941 | 8,339 | - | - | - | - | 837,280 |
| Prepaid items | 14,608 | - | - | - | - | - | 14,608 |
| Due from other funds | 40,708 | - | - | - | - | - | 40,708 |
| Total Assets | <u>14,036,371</u> | <u>1,565,593</u> | <u>839,544</u> | <u>1,155,700</u> | <u>8,332,709</u> | <u>607,176</u> | <u>26,537,093</u> |
| Deferred Outflows of Resources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Assets and Deferred Outflows of Resources | <u>\$ 14,036,371</u> | <u>\$ 1,565,593</u> | <u>\$ 839,544</u> | <u>\$ 1,155,700</u> | <u>\$ 8,332,709</u> | <u>\$ 607,176</u> | <u>\$ 26,537,093</u> |
| Liabilities | | | | | | | |
| Accounts payable | \$ 252,409 | \$ 230,110 | \$ - | \$ 132,626 | \$ 81,485 | \$ 17,981 | \$ 714,611 |
| Accrued payroll and related benefits | 458,530 | - | - | - | 4,422 | - | 462,952 |
| Other payables | 905,986 | - | - | - | 10,926 | - | 916,912 |
| Unearned revenue | 60,000 | - | - | - | - | - | 60,000 |
| Total Liabilities | <u>1,676,925</u> | <u>230,110</u> | <u>-</u> | <u>132,626</u> | <u>96,833</u> | <u>17,981</u> | <u>2,154,475</u> |
| Deferred Inflows of Resources | | | | | | | |
| Unavailable revenue - property taxes | 671,790 | - | 173,375 | - | - | - | 845,165 |
| Unavailable revenue - public safety | 47,935 | - | - | - | - | - | 47,935 |
| Unavailable revenue - court | 281,817 | - | - | - | - | - | 281,817 |
| Total Deferred Inflows of Resources | <u>1,001,542</u> | <u>-</u> | <u>173,375</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,174,917</u> |
| Fund Balances | | | | | | | |
| Nonspendable: | | | | | | | |
| Prepaid items | 14,608 | - | - | - | - | - | 14,608 |
| Restricted: | | | | | | | |
| Asset forfeiture | 299,606 | - | - | - | - | - | 299,606 |
| Capital projects | - | 1,335,483 | - | - | - | - | 1,335,483 |
| Debt service | - | - | 666,169 | - | - | - | 666,169 |
| Sewer lateral | - | - | - | - | - | 343,228 | 343,228 |
| Economic development | - | - | - | 1,023,074 | 8,235,876 | 245,967 | 9,504,917 |
| Unassigned | 11,043,690 | - | - | - | - | - | 11,043,690 |
| Total Fund Balances | <u>11,357,904</u> | <u>1,335,483</u> | <u>666,169</u> | <u>1,023,074</u> | <u>8,235,876</u> | <u>589,195</u> | <u>23,207,701</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 14,036,371</u> | <u>\$ 1,565,593</u> | <u>\$ 839,544</u> | <u>\$ 1,155,700</u> | <u>\$ 8,332,709</u> | <u>\$ 607,176</u> | <u>\$ 26,537,093</u> |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position
June 30, 2021

| | |
|--|----------------------------|
| Total Fund Balances - Governmental Funds | \$ 23,207,701 |
| 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 funds | 29,655,017 |
| Receivables not collected in the current period are not available to pay current expenditures and, therefore, are not reported in the funds | 1,174,917 |
| Interest payable recorded in the statement of net position does not require the use of current financial resources and, therefore, is not reported in the funds | (17,370,273) |
| Long-term liabilities, including bonds payable, compensated absences, and postretirement benefits are not due and payable in the current period and, therefore, are not reported in the funds: | |
| Compensated absences | (1,295,328) |
| Long-term debt | (25,037,935) |
| Postretirement benefits | (451,320) |
| Net pension liability | 3,795,484 |
| Other post-employment benefits liability | (1,164,792) |
| Certain assets and liabilities are not financial resources (uses) and, therefore, are not reported in the governmental funds: | |
| Deferred outflows related to pension | 953,241 |
| Deferred outflows related to other post-employment benefits | 193,980 |
| Deferred inflows related to pension | (7,376,450) |
| Deferred inflows related to other post-employment benefits | (72,628) |
| Deferred gains and losses on refunding bonds, bond premiums, and bond discounts are to be amortized over the life of the bonds and are not reported in the funds. Deferred gains and losses, bond premiums, and bond discounts at year-end consist of: | |
| Deferred loss on refunding, net of amortization | 292,077 |
| Bond premiums, net of amortization | (336,494) |
| Total Net Position of Governmental Activities | <u><u>\$ 6,167,197</u></u> |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2021

| | General Fund | Capital Projects Fund | Debt Service Fund | 370/MO Bottom Rd. TIF District Fund | Economic Development Fund | Nonmajor Governmental Funds | Total |
|--|-----------------|--------------------------|----------------------|---|---------------------------------|-----------------------------------|---------------|
| Revenues | | | | | | | |
| Property taxes | \$ 4,275,366 | \$ - | \$ 1,071,160 | \$ 4,431,522 | \$ - | \$ 917,337 | \$ 10,695,385 |
| Sales taxes | 11,199,966 | 1,755,954 | - | 869,426 | 1,621,200 | 148,724 | 15,595,270 |
| Utility taxes | 2,448,367 | - | - | 60,535 | - | - | 2,508,902 |
| Other taxes | 1,397,576 | - | - | - | - | - | 1,397,576 |
| Permits and inspections | 837,611 | - | - | - | - | - | 837,611 |
| Licenses | 4,038,398 | - | - | - | - | - | 4,038,398 |
| Intergovernmental | 2,232,129 | 473,104 | - | - | - | - | 2,705,233 |
| Fines and forfeitures | 470,357 | - | - | - | - | - | 470,357 |
| Investment income | 31,246 | 21 | - | - | 1,921 | 38 | 33,226 |
| Recreation fees | 201,571 | - | - | - | - | - | 201,571 |
| Sewer lateral fees | - | - | - | - | - | 143,521 | 143,521 |
| Miscellaneous | 1,890,029 | 21,790 | 82,100 | - | 689,926 | - | 2,683,845 |
| Total Revenues | 29,022,616 | 2,250,869 | 1,153,260 | 5,361,483 | 2,313,047 | 1,209,620 | 41,310,895 |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| Mayor and council | 71,819 | - | - | - | - | - | 71,819 |
| City manager | 298,622 | - | - | - | - | - | 298,622 |
| Information systems | 495,806 | - | - | - | - | - | 495,806 |
| Finance | 601,547 | - | 1,563 | - | - | - | 603,110 |
| Legal | 566,334 | - | - | - | - | - | 566,334 |
| City clerk | 209,428 | - | - | - | - | - | 209,428 |
| Courts | 224,280 | - | - | - | - | - | 224,280 |
| Police | 7,841,636 | - | - | - | - | - | 7,841,636 |
| Fire and ambulance | 10,600,061 | - | - | - | - | - | 10,600,061 |
| Public works: | | | | | | | |
| Administration | 1,180,674 | - | - | - | - | - | 1,180,674 |
| General maintenance | 719,763 | - | - | - | - | - | 719,763 |
| Park maintenance | 875,558 | - | - | - | - | - | 875,558 |
| Recreation | 1,318,608 | - | - | - | - | - | 1,318,608 |
| Sewer lateral | - | - | - | - | - | 85,967 | 85,967 |
| Economic development | - | 551,244 | - | 4,338,851 | 989,203 | 2,750 | 5,882,048 |
| Capital outlay | 61,779 | 1,227,707 | - | - | 445,338 | - | 1,734,824 |
| Debt service: | | | | | | | |
| Principal | - | 478,712 | 1,000,000 | - | 130,725 | - | 1,609,437 |
| Interest and fiscal charges | - | 102,266 | 153,682 | - | 36,142 | 1,086,927 | 1,379,017 |
| Total Expenditures | 25,065,915 | 2,359,929 | 1,155,245 | 4,338,851 | 1,601,408 | 1,175,644 | 35,696,992 |
| Excess (Deficiency) of Revenues over Expenditures | 3,956,701 | (109,060) | (1,985) | 1,022,632 | 711,639 | 33,976 | 5,613,903 |
| Other Financing Sources (Uses) | | | | | | | |
| Proceeds from sale of capital assets | 6,443 | 22,160 | - | - | - | - | 28,603 |
| Transfers in | - | 606,508 | - | - | - | - | 606,508 |
| Transfers out | (606,508) | - | - | - | - | - | (606,508) |
| | (600,065) | 628,668 | - | - | - | - | 28,603 |
| Net Change in Fund Balance | \$ 3,356,636 | \$ 519,608 | \$ (1,985) | \$ 1,022,632 | \$ 711,639 | \$ 33,976 | \$ 5,642,506 |
| Fund Balance (Deficit), July 1 | 8,001,268 | 815,875 | 668,154 | 442 | 7,524,237 | 555,219 | 17,565,195 |
| Fund Balance (Deficit), June 30 | \$ 11,357,904 | \$ 1,335,483 | \$ 666,169 | \$ 1,023,074 | \$ 8,235,876 | \$ 589,195 | \$ 23,207,701 |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Reconciliation of the Combined Statement of Revenues, Expenditures
and Changes in Fund Balances - Governmental Funds to the Statement of Activities
For the year ended June 30, 2021

| | |
|---|----------------------------|
| Change in fund balance - total governmental funds | \$ 5,642,506 |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Revenues that do not provide current financial resources are not included in the fund financial statements | 150,613 |
| The acquisition of capital assets requires the use of current financial resources but has no effect on net position | 1,335,387 |
| The cost of capital assets is allocated over their estimated useful lives and are reported as depreciation expense in the statement of activities | (3,051,324) |
| In the statement of activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increases financial resources | (9,631) |
| Repayment of principal on bonds, capital leases, and notes payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position | 1,609,437 |
| The increase in interest payable and the amortization of bond premium/discount do not require the use of current financial resources and, therefore, are not reported as an expenditure in governmental funds | (1,622,147) |
| Increase in compensated absences and accumulated post retirement benefits are recorded when earned in the statement of activities | <u>1,874,576</u> |
| Change in net position of governmental activities | <u><u>\$ 5,929,417</u></u> |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Statement of Fiduciary Net Position
Pension Trust Fund
June 30, 2021

Assets

Investments at fair value:

| | |
|---|-------------------|
| Money market funds | \$ 377,829 |
| Common stock | 11,831,346 |
| Mutual funds and exchange traded funds - equity | 18,505,391 |
| Mutual funds - international equities | 7,207,612 |
| Corporate obligations | 8,599,551 |
| U.S. Treasuries | 2,670,174 |
| U.S. Government agencies and mortgage backed securities | 988,020 |
| Asset backed securities | 1,111,881 |
| Municipal bonds | 963,809 |
| Interest receivable | <u>101,877</u> |
| Total Assets | <u>52,357,490</u> |

Liabilities

| | |
|--------------------|---------------|
| Due to other funds | <u>40,708</u> |
| Total Liabilities | <u>40,708</u> |

Net Position

| | |
|------------------------------------|-----------------------------|
| Held in Trust for Pension Benefits | <u>52,316,782</u> |
| Total Net Position | <u><u>\$ 52,316,782</u></u> |

See Notes to the Financial Statements

City of Hazelwood, Missouri
Statement of Changes in Fiduciary Net Position
Pension Trust Fund
For the year ended June 30, 2021

Additions

| | |
|------------------------|-------------------|
| Contributions: | |
| Employer | \$ 1,061,981 |
| Investment income: | |
| Interest and dividends | 848,028 |
| Investment return | 10,584,239 |
| Less: investment fees | <u>(197,990)</u> |
| Net investment income | <u>11,234,277</u> |
| Total Additions | 12,296,258 |

Deductions

| | |
|------------------|------------------|
| Distributions | <u>2,740,329</u> |
| Total Deductions | <u>2,740,329</u> |

| | |
|--------------------------------------|--------------|
| Change in Net Position Held in Trust | \$ 9,555,929 |
|--------------------------------------|--------------|

| | |
|---|-------------------|
| Net Position Held in Trust, July 1 | <u>42,760,853</u> |
|---|-------------------|

| | |
|--|-----------------------------|
| Net Position Held in Trust, June 30 | <u><u>\$ 52,316,782</u></u> |
|--|-----------------------------|

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies

The City of Hazelwood, Missouri (the City) was incorporated as a village within St. Louis County, Missouri on September 7, 1949. The residents voted to approve the City of Hazelwood becoming a home rule Charter City in October of 1969. The City is governed by a Council/Manager form of government, with an elected mayor and eight council members representing eight wards. The City Manager is the administrative officer. The City's major operations include police protection, street maintenance and improvements, parks and recreation, community development, and general administrative services. The basic financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental agencies. The significant accounting policies applied by the City in the preparation of the accompanying financial statements are summarized below:

Reporting Entity

The City applies the criteria set forth in Statement No. 61 of the Governmental Accounting Standards Board, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34* (GASB 61), to determine which governmental organizations should be included in the reporting entity. The inclusion or exclusion of component units is based on the elected officials accountability to their constituents. The financial reporting entity follows the same accountability. In addition, the financial statements of the reporting entity should allow the user to distinguish between the primary government (including its blended component units, which are, in substance, part of the primary government) and discretely presented component units. Criteria for inclusion of an entity into the primary governmental unit (in blended or discrete presentation) includes, but is not limited to, legal standing, fiscal dependency, imposition of will, and the primary recipient of services.

The City's financial reporting entity consists of the City and its discretely presented component unit, the Industrial Development Authority (IDA). The members of the governing board of the IDA are approved by the City. Although the City cannot impose its will on the IDA, the City provides a material subsidy to the IDA primarily to finance the operations of the organization. Together, the City and the IDA form the reporting entity for financial purposes. Complete financial information for the IDA can be obtained from the City's finance department.

Basic Financial Statements

Basic financial statements consist of the following:

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

The government-wide financial statements consist of the Statement of Net Position and the Statement of Activities and reports information on all of the activities of the nonfiduciary activities of the Primary Government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from the component unit for which the City is financially accountable. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges that would distort direct costs and program revenues reported for the various functions concerned.

The Statement of Activities demonstrates the degree to which the direct and indirect expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Indirect expenses are allocated based on an annual cost allocation plan. Program revenue includes: charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity and grants and contributions. Taxes and other items not properly included among program revenues are reported instead as general revenues.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Basic Financial Statements (continued)

Separate fund based 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. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, deferred outflows, liabilities, deferred inflows, revenues or expenditures/expenses of either fund category for the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

The City reports the following major governmental funds:

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

Capital Projects Fund - The City uses this fund to account for financial resources to be used for the acquisition, construction, improvements, or debt related major capital facilities and infrastructure.

Debt Service Fund - The City uses this fund to account for the accumulation of resources for, and the payment of, certain long-term debt principal, interest, and related costs.

370/MO Bottom Road Tax Increment Financing District Fund - The City uses this fund to account for special revenues received from the TIF District which are required to be segregated into a special allocation fund designated for use in the TIF District only.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Economic Development Fund - The City uses this special revenue fund to account for economic development sales tax, which is required to be used for economic development within the City.

The other governmental funds of the City are considered nonmajor. They are special revenue funds which account for specific revenue sources that are legally restricted to expenditures for specific purposes.

Additionally, the City uses fiduciary fund types to account for assets held by the City in a trustee capacity as an agent or on behalf of others. Trust funds account for assets held by the City under the terms of a formal trust agreement. The City reports the following fiduciary funds:

Pension Trust Fund - The City uses this fund to account for assets held by the City in a trustee capacity for the City's employee retirement plan.

The *Industrial Development Authority* is included as a discretely presented component unit of the City and is accounted for similar to a governmental fund type.

Cash, Cash Equivalents, and Investments

The City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represents that fund's equity share of the City's cash and investment pool. The City's investments are carried at fair value or cost, as applicable per investment type. Interest income earned on pooled cash and investments is allocated to the various funds. Interest income on restricted cash and investments is credited directly to the related fund.

The City is authorized to invest funds not immediately needed for the purposes to which the funds are applicable in obligations of the United States Treasury, federal agencies, commercial papers, corporate bonds, and repurchase agreements. The Pension Trust Fund is also authorized to invest in corporate common or preferred stocks, bonds and mortgages, real or personal property, and other evidence of indebtedness or ownership, but excluding any debt of the city itself, and individual insurance policies.

Restricted Assets

Certain cash and investments are restricted for the construction or purchase of assets, the repayment of special revenue bonds, activities of special revenue funds, to ensure defendants' court appearances, and public safety expenses.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Allowance for Doubtful Accounts

Ambulance receivables are shown net of an allowance for uncollectible accounts of \$651,368.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Capital Assets

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of \$1,500 or more 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, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

| <u>Major Group</u> | <u>Life</u> |
|--|---------------|
| Buildings and improvements | 5 - 40 years |
| Infrastructure | 10 - 20 years |
| Machinery, equipment, and furniture and fixtures | 5 - 30 years |
| Vehicles and associated automotive equipment | 5 - 30 years |

Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Initial-issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the lives of the refunding debt or remaining life of the refunded debt. Bonds payable are reported net of the unamortized portion of applicable premium, discount, or deferred amount on refunding. Bond issuance costs, including underwriters' discount, are included as an expense. Amortization of bond premiums or discounts and deferred amounts on refunding are included in interest expense.

Also recorded in long-term liabilities is the City's severance package liability. The City pays to each employee with 25 years of service upon retirement an amount equal to one month salary. The City records in long-term liabilities an amount equal to the estimated liability at year end based on the length of service of each employee. The change in this liability is recorded in the government-wide statements to match the expense of providing this benefit to the period it is earned by the employee.

Compensated Absences

The City provides compensation to employees for earned but unused vacation leave, emergency leave, and compensatory time. Vacation leave is granted to employees based on years of continuous services as of the anniversary date of employment. Unused vacation leave can be accumulated and carried over one year beyond the year earned. Emergency leave is accumulated at the rate of one day per month to a maximum of 90 days. Unused emergency leave is paid at 25% of the amount accrued upon voluntary separation of employment from the City. Compensatory time may be accumulated to a maximum of 10 days. Unused compensatory time is payable upon termination of employment. The City records the liability for compensated absences to City employees as earned in the government-wide financial statements. Liabilities for compensated absences are generally liquidated by the General Fund or the Economic Development Fund.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Net Position and Fund Balance/Equity

In the government-wide financial statements, net position is reported in three categories: net investment in capital assets; restricted; and unrestricted. Net investment in capital assets represents capital assets less accumulated depreciation less outstanding principal on related debt. Net investment in capital assets does not include the unspent proceeds of capital debt. Restricted net position represents amounts restricted by parties outside of the City (such as creditors, grantors, contributors, laws and regulations of other governments) and includes unspent proceeds of bonds issued to acquire or construct capital assets, net of outstanding principal on related debt. All remaining net position is considered unrestricted.

When both restricted and unrestricted sources are available for use, it is the City's policy to use restricted first, then unrestricted resources as they are needed. The government-wide Statement of Net Position reports a restricted portion of \$12,322,778, of which \$12,023,172 is restricted by enabling legislation.

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

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

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

Committed - Resources which are subject to limitations the government imposes upon itself by passing a resolution by the City Council, and that remain binding unless removed in the same manner.

Assigned - Resources neither restricted nor committed for which a government has a stated intended use as established by the City Council or an official to which the City Council has delegated the authority to assign amounts for specific purposes.

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

The City would typically use Restricted fund balances first, followed by Committed resources and Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first.

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 17% and generally not more than 40% of annual operating expenditures for the fiscal year.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Since appropriations lapse at year-end, outstanding encumbrances are reappropriated in the subsequent fiscal year's budget to provide for the liquidation of the prior commitments. Encumbrances do not constitute current year expenditures or liabilities. Encumbrances were \$306,197 for the Capital Projects Fund at June 30, 2021.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City currently has deferred outflows related to the pension, other post-employment benefits, and deferred charges on refunding.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section of deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Under the modified accrual basis of accounting, unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The City has deferred inflows in the governmental funds related to property taxes, ambulance billing, and court fees and fines. The City also has deferred inflows in the Statement of Net Position related to the pension and other post-employment benefits.

Interfund Transactions

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

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

Due To/Due From Other Funds

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

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the City to make estimates and assumptions that affect the reported amounts of assets and liabilities at fiscal year-end and revenues and expenditures during the reporting period. Actual results could vary from the estimates that management uses.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's defined benefit pension plan (the Plan) and additions to/deductions from the Plan fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 2 - Deposits and Investments

Deposits

Custodial Credit Risk - For deposits, the custodial credit risk 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 insured or secured by the deposit of certain securities specified at Section 30.270, RSMo., with the City or trustee institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation.

At June 30, 2021, the City's and the IDA's bank balances were entirely secured and collateralized with securities held by the City or by its agent in the City's name.

Investments

The City's formal investment policies are as follows:

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

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

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

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

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 2 - Deposits and Investments (continued)

Investments (continued)

As of June 30, 2021, the City's investments consisted of the following:

| | Fair Value | No Maturity | Less Than One Year | 1 - 5 Years | 6 - 10 Years | More Than 10 Years |
|--|------------------|------------------|-----------------------|------------------|--------------|-----------------------|
| Primary Government: | | | | | | |
| Money market funds | \$ 4,176,010 | \$ 4,176,010 | \$ - | \$ - | \$ - | \$ - |
| Certificates of deposit | 3,208,191 | - | 735,213 | 2,472,978 | - | - |
| | <u>7,384,201</u> | <u>4,176,010</u> | <u>735,213</u> | <u>2,472,978</u> | <u>-</u> | <u>-</u> |
| Component Unit (IDA): | | | | | | |
| Money market funds | 4,660,653 | 4,660,653 | - | - | - | - |
| Certificates of deposit | 132,022 | - | 132,022 | - | - | - |
| Federal agency bonds | | | | | | |
| FHLMC - Not rated | 269,819 | - | - | 269,819 | - | - |
| Corporate obligations | <u>249,903</u> | <u>-</u> | <u>249,903</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | <u>5,312,397</u> | <u>4,660,653</u> | <u>381,925</u> | <u>269,819</u> | <u>-</u> | <u>-</u> |
| Fiduciary Fund: | | | | | | |
| Money market funds | 377,829 | 377,829 | - | - | - | - |
| Common stock | 11,831,346 | 11,831,346 | - | - | - | - |
| Exchange traded funds | 2,718,624 | 2,718,624 | - | - | - | - |
| Mutual funds - equity | 15,786,767 | 15,786,767 | - | - | - | - |
| Mutual funds - equity international | 7,207,612 | 7,207,612 | - | - | - | - |
| Federal agency bonds | | | | | | |
| FHLMC - Not rated | 388,422 | - | - | 23,333 | - | 365,089 |
| GNMA - Not rated | 331,089 | - | - | - | - | 331,089 |
| FFCB - Rated AA+ | 268,509 | - | - | 268,509 | - | - |
| U.S. Treasury notes | | | | | | |
| Rated AAA | 2,670,174 | - | - | 938,347 | 961,102 | 770,725 |
| Corporate obligations | | | | | | |
| Rated AAA | 190,954 | - | - | 190,954 | - | - |
| Rated AA+ | 79,624 | - | - | 79,624 | - | - |
| Rated AA | 172,540 | - | - | 32,985 | - | 139,555 |
| Rated AA- | 451,510 | - | 30,717 | 103,227 | - | 317,566 |
| Rated A+ | 826,146 | - | - | 632,027 | - | 194,119 |
| Rated A | 1,522,202 | - | 152,852 | 643,791 | 260,843 | 464,716 |
| Rated A- | 1,984,227 | - | 66,624 | 1,289,489 | 335,844 | 292,270 |
| Rated BBB+ | 1,928,758 | - | - | 1,120,268 | 537,470 | 271,020 |
| Rated BBB | 1,223,673 | - | - | 1,059,148 | 79,718 | 84,807 |
| Rated BBB- | 219,917 | - | - | 219,917 | - | - |
| Asset backed securities | | | | | | |
| Not rated | 11,282 | - | 11,282 | - | - | - |
| Rated AAA | 1,100,599 | - | - | 653,341 | - | 447,258 |

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 2 - Deposits and Investments (continued)

Investments (continued)

| | Fair Value | No Maturity | Less Than One Year | 1 - 5 Years | 6 - 10 Years | More Than 10 Years |
|-------------------|----------------------|----------------------|-----------------------|----------------------|---------------------|-----------------------|
| Municipal bonds | | | | | | |
| Rated AAA | 319,774 | - | 163,174 | - | 156,600 | - |
| Rated AA3 | 156,645 | - | - | 156,645 | - | - |
| Rated AA+ | 228,978 | - | - | 228,978 | - | - |
| Rated AA | 157,944 | - | - | 157,944 | - | - |
| Rated A- | 100,468 | - | - | 100,468 | - | - |
| | <u>52,255,613</u> | <u>37,922,178</u> | <u>424,649</u> | <u>7,898,995</u> | <u>2,331,577</u> | <u>3,678,214</u> |
| Total Investments | <u>\$ 64,952,211</u> | <u>\$ 46,758,841</u> | <u>\$ 1,541,787</u> | <u>\$ 10,641,792</u> | <u>\$ 2,331,577</u> | <u>\$ 3,678,214</u> |

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets and liabilities [such as interest rates, yield curves, volatilities, loss severities, credit risks, and default rates] or other market corroborated inputs); and Level 3 inputs are significant unobservable inputs. The City uses the following recurring fair value measurements as of June 30, 2021:

| | Total | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
|-----------------------|--------------|--|---|--|
| Primary Government: | | | | |
| Money market funds | \$ 4,176,010 | \$ 4,176,010 | \$ - | \$ - |
| Component Unit (IDA): | | | | |
| Money market funds | 4,660,653 | 4,660,653 | - | - |
| Federal agency bonds | 269,819 | - | 269,819 | - |
| Corporate obligations | 249,903 | - | 249,903 | - |

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 2 - Cash and Investments (continued)

Fair Value Measurements (continued)

| | Total | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
|--|----------------------|--|---|--|
| Fiduciary Fund: | | | | |
| Money market funds | 377,829 | 377,829 | - | - |
| Common stock | 11,831,346 | 11,831,346 | - | - |
| Exchange traded funds | 2,718,624 | 2,718,624 | - | - |
| Mutual funds - equity | 15,786,767 | 15,786,767 | - | - |
| Mutual funds - equity international | 7,207,612 | 7,207,612 | - | - |
| Federal agency bonds | 988,020 | - | 988,020 | - |
| U.S. Treasury notes | 2,670,174 | 2,670,174 | - | - |
| Corporate obligations | 8,599,551 | - | 8,599,551 | - |
| Asset backed securities | 1,111,881 | - | 1,111,881 | - |
| Municipal bonds | 963,809 | - | 963,809 | - |
| | <u>\$ 61,611,998</u> | <u>\$ 49,429,015</u> | <u>\$ 12,182,983</u> | <u>\$ -</u> |

The City values level 2 inputs based on quoted prices in active markets for similar assets. All other investments are reported using a cost-based measure in accordance with the requirements of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

Investments measured at amortized cost:

| | |
|-------------------------|---------------------|
| Certificates of Deposit | <u>\$ 3,340,213</u> |
|-------------------------|---------------------|

Note 3 - Property Taxes

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

Real estate taxes are billed and collected by St. Louis County and remitted by the County to the City. Property tax revenue is recognized to the extent it is collected within the current period or expected to be collected within 60 days after year-end. Taxes collected subsequent to the 60 day period are considered to be unavailable on the fund financial statements, but are recognized as revenue in the government-wide financial statements.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 4 - Interfund Transactions

The following transfers were made during the fiscal year ending June 30, 2021:

| | Transfers In | Transfers Out |
|-----------------------|-------------------|-------------------|
| General Fund | \$ - | \$ 606,508 |
| Capital Projects Fund | 606,508 | - |
| | <u>\$ 606,508</u> | <u>\$ 606,508</u> |

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

Individual interfund assets and liabilities as of June 30, 2021 are as follows:

| | Receivable fund | Payable fund |
|--------------------|--------------------|------------------|
| General Fund | \$ 40,708 | \$ - |
| Pension Trust Fund | - | 40,708 |
| | <u>\$ 40,708</u> | <u>\$ 40,708</u> |

The outstanding balances between the funds result mainly from the time lag between the dates that: 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. All interfund balances are expected to be repaid during the fiscal year ended June 30, 2021.

Note 5 - Capital Assets

Capital asset activity for the primary government for the year ended June 30, 2021 is as follows:

| | Balance at 06/30/20 | Additions | Deletions | Balance at 06/30/21 |
|--|------------------------|------------------|------------------|------------------------|
| <u>Governmental activities:</u> | | | | |
| Non-depreciable capital assets | | | | |
| Land and right-of-way | \$ 5,138,241 | \$ - | \$ - | \$ 5,138,241 |
| Construction in process | 583,521 | 389,763 | (511,535) | 461,749 |
| Total non-depreciable capital assets | <u>5,721,762</u> | <u>389,763</u> | <u>(511,535)</u> | <u>5,599,990</u> |
| Depreciable capital assets | | | | |
| Buildings and improvements | 24,102,273 | 612,454 | - | 24,714,727 |
| Infrastructure | 40,151,000 | 484,858 | - | 40,635,858 |
| Machinery, equipment, and furniture and fixtures | 6,332,600 | 189,627 | (58,749) | 6,463,478 |
| Automotive equipment | 6,408,871 | 160,590 | (161,996) | 6,407,465 |
| Total depreciable capital assets | <u>76,994,744</u> | <u>1,447,529</u> | <u>(220,745)</u> | <u>78,221,528</u> |

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 5 - Capital Assets (continued)

| | | | | |
|--|--------------------------|---------------------------|-------------------------|--------------------------|
| Less: accumulated depreciation | | | | |
| Buildings and improvements | (14,447,202) | (771,228) | - | (15,218,430) |
| Infrastructure | (27,488,133) | (1,394,164) | - | (28,882,297) |
| Machinery, equipment, and furniture and fixtures | (5,313,114) | (374,595) | 58,749 | (5,628,960) |
| Automotive equipment | (4,087,472) | (511,337) | 161,996 | (4,436,814) |
| Total accumulated depreciation | <u>(51,335,921)</u> | <u>(3,051,324)</u> | <u>220,745</u> | <u>(54,166,501)</u> |
| Total depreciable capital assets, net | <u>25,658,823</u> | <u>(1,603,795)</u> | <u>-</u> | <u>24,055,027</u> |
| Total governmental activities | <u>\$ 31,380,585</u> | <u>\$ (1,214,032)</u> | <u>\$ (511,535)</u> | <u>\$ 29,655,017</u> |

Depreciation expense was charged to functions/programs of the primary government for the year ended June 30, 2021 as follows:

| | |
|--------------------|---------------------|
| General government | \$ 475,871 |
| Police | 187,727 |
| Fire and ambulance | 357,608 |
| Public works | 1,670,969 |
| Parks | 359,149 |
| | <u>\$ 3,051,324</u> |

Note 6 - Long-Term Debt

General Obligation Bonds

Primary Government

In 2001, the City issued general obligation neighborhood improvement bonds in the amount of \$1,030,000 for the purpose of advance refunding of the Neighborhood Improvement District Notes, Series 1999. The notes were originally issued to temporarily finance the costs of the Lambert Pointe Business Centre Improvement Project. Interest rates on the bonds range from 3.80% - 6.75%. These bonds matured on April 1, 2021.

In 2012, the City issued general obligation bonds in the amount of \$5,289,047 for the purpose of providing funds to 1) refund the City's outstanding general obligation street bonds, Series 2005, maturing on March 1, 2016, 2) pay the interest on the bonds to and including March 1, 2015, and 3) pay the costs of issuing the bonds. Interest rates on the bonds range from 1.25% to 2.20%. The bonds include \$64,047 of capital appreciation bonds due March 1, 2022. At June 30, 2021, \$317,741 was included in accrued interest for the interest accretion. The remaining current interest bonds mature on March 1, 2025.

In 2015, the City issued general obligation bonds in the amount of \$3,945,000 for the purpose of providing funds to 1) advance refund the portion of the City's outstanding general obligation street bonds, Series 2007, maturing on March 1, 2019 and thereafter, outstanding in the aggregate principal amount of \$4,000,000 and 2) pay costs of issuing the bonds. Proceeds from the issue were deposited in to an irrevocable escrow account with a third-party trustee to refund \$4,000,000 in existing Series 2007 bonds when called in March 2017. As a result, the refunded portion of the liability for the 2007 bonds has been removed from the Statement of Net Position. Interest rates on the bonds range from 2.00% - 4.00%, and the bonds are due to mature on March 1, 2026.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 6 - Long-Term Debt (continued)

Certificates of Participation

Primary Government

In 2015, the City issued refunding certificates of participation in the amount of \$3,895,000 for the purpose of providing funds to 1) refund the City's certificates of participation, Series 2008, originally issued in the aggregate principal amount of \$5,485,000 with principal amount remaining of \$4,045,000 and 2) pay the costs of delivering the Series 2015 certificates. The original Series 2008 certificates were used for acquiring, constructing, furnishing and equipping a new aquatic center and improving Fire Station #1. Proceeds from the issue were deposited into an irrevocable escrow account with a third-party trustee to refund \$4,045,000 in existing Series 2008 certificates of participation when called in March 2018. As a result, the liability for the 2008 certificates of participation has been removed from the Statement of Net Position. The current refunding resulted in a cash flow savings of \$705,170 and an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$546,367. Interest rates on the certificates of participation range from 2.00% - 4.00%, and the certificates are due to mature on April 1, 2027.

Tax Increment Revenue Notes and Bonds

Primary Government

The City has tax increment revenue notes (Series A and Series B) which are special limited obligations of the City, payable solely from payments in lieu of taxes attributable to the increase in assessed value of real property, incremental increases in economic activity taxes in the project area, and monies on deposit in the Debt Service Reserve Fund. The notes do not constitute a general obligation of the City. The City does not own the assets for which the debt was issued to build. The tax exempt portion of the Series A notes have an interest rate of 6.75% and the taxable portion of the Series B notes have an interest rate of 8.25%. Accrued interest on these notes at June 30, 2021 amounted to \$16,978,141. These notes are due to mature on October 3, 2029.

Component Unit (IDA)

In 2003, the IDA issued tax increment financing bonds for the purpose of 1) refunding the TIF notes outstanding in the amount of \$18,700,000, 2) funding a Debt Reserve Fund for the bonds, 3) funding capitalized interest for the bonds, and 4) paying the cost of the issuance of the bonds. The bonds are special, limited obligations of the IDA, payable solely from payment in lieu of taxes, economic activity tax revenues, and community improvement district revenues generated in the redevelopment area. The interest rate on the bonds range from 4.20% - 5.50%. These bonds matured on August 1, 2020.

Capital Project Bonds

Component Unit (IDA)

In 2007, the IDA issued taxable annual appropriation capital projects bonds for the purpose of 1) financing a wildlife museum, indoor aquarium, and related attractions within a retail store specializing in hunting, fishing, and outdoor gear; 2) funding a Debt Service Reserve Fund for the bonds; 3) funding a portion of the capitalized interest on the bonds; and 4) paying certain costs of issuance of the bonds. These bonds are special obligations of the IDA payable solely from certain revenues pledged by the City. The City pledged a portion of its parks and stormwater sales tax, capital improvements sales tax, and hotel/motel tax to pay the bonds. The museum will be owned by the City. The General Fund transferred \$606,508 to the Capital Projects Fund for its portion of the pledged revenues. The Capital Projects Fund paid \$552,524 to the IDA for the year ended June 30, 2021. The interest rates on the bonds range from 5.310% to 5.875% and are due to mature on February 1, 2027.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 6 - Long-Term Debt (continued)

Capital Leases

Primary Government

The City entered into equipment lease agreements to purchase capital assets which are accounted for as capital leases. Lease payments under the terms of these agreements are recorded as lease/purchase expenditures in the Capital Projects Fund. The City currently has five such leases outstanding for fire trucks, fiber optic network installation, and city hall windows and energy upgrades. Leased equipment with a total capitalized cost of \$3,725,068 and accumulated depreciation of \$1,771,211 is included in the government-wide financial statements.

The future minimum lease payments under the capital leases and the present value of the net minimum lease payments as of June 30, 2021 are as follows:

| Year ended June 30, | Amount |
|--|---------------------|
| 2022 | \$ 228,318 |
| 2023 | 207,602 |
| 2024 | 207,602 |
| 2025 | 207,602 |
| 2026 | 207,602 |
| 2027-2029 | 331,392 |
| Total minimum lease payments | 1,390,118 |
| Less: Amount representing interest | (186,230) |
| Present value of future minimum lease payments | <u>\$ 1,203,888</u> |

Postretirement Benefits

Primary Government

As a benefit to employees who have served the City for an extended period of time, the City provides certain benefits upon retirement. Upon retirement full time employees who have been employed by the City for 25 years or more are entitled to receive one month of salary. At June 30, 2021, there were 150 employees eligible to receive benefits upon meeting the service requirements. The City has accrued this liability in the government-wide statements.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 6 - Long-Term Debt (continued)

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

| | Balance at 06/30/20 | Additions | Reductions | Balance at 06/30/21 | Due Within One Year |
|---------------------------------------|------------------------|-------------|-----------------------|------------------------|------------------------|
| Primary Government: | | | | | |
| General obligation bonds | \$ 5,619,047 | \$ - | \$ (1,000,000) | \$ 4,619,047 | \$ 599,047 |
| Add: Issuance premiums | 312,214 | - | (59,376) | 252,838 | - |
| Certificates of participation | 2,475,000 | - | (315,000) | 2,160,000 | 330,000 |
| Add: Issuance premiums | 97,131 | - | (13,475) | 83,656 | - |
| Tax increment revenue notes and bonds | 17,055,000 | - | - | 17,055,000 | - |
| Capital leases | 1,498,325 | - | (294,437) | 1,203,888 | 184,661 |
| Postretirement benefits | 507,167 | - | (55,847) | 451,320 | - |
| Total Primary Government | <u>\$ 27,563,884</u> | <u>\$ -</u> | <u>\$ (1,738,135)</u> | <u>\$ 25,825,749</u> | <u>\$ 1,113,708</u> |
| Component Unit (IDA): | | | | | |
| Capital projects bonds | \$ 3,080,000 | \$ - | \$ (370,000) | \$ 2,710,000 | \$ - |
| Less: Issuance discounts | (10,994) | - | 1,649 | (9,345) | - |
| Tax increment revenue notes and bonds | 210,000 | - | (210,000) | - | - |
| Less: Issuance discounts | (11,639) | - | 11,639 | - | - |
| | <u>\$ 3,267,367</u> | <u>\$ -</u> | <u>\$ (566,712)</u> | <u>\$ 2,700,655</u> | <u>\$ -</u> |

A summary of principal and interest debt service requirements for the primary government is as follows:

| Year ended, June 30, | Principal | Interest | Total |
|-------------------------|---------------------|---------------------|---------------------|
| 2022 | \$ 1,113,708 | \$ 585,174 | \$ 1,698,882 |
| 2023 | 1,474,674 | 207,743 | 1,682,417 |
| 2024 | 1,520,521 | 164,796 | 1,685,317 |
| 2025 | 1,566,598 | 116,225 | 1,682,823 |
| 2026 | 1,612,915 | 68,225 | 1,681,140 |
| 2027-2029 | 694,519 | 39,548 | 734,067 |
| | <u>\$ 7,982,935</u> | <u>\$ 1,181,711</u> | <u>\$ 9,164,646</u> |

Bonds, certificates of participation, tax increment financing notes, and capital leases are liquidated by the appropriate related fund. Postretirement benefits are liquidated by the General Fund and Economic Development Fund.

Note 7 - Employee Retirement Plan

General Information about the Defined Benefit Pension Plan

Plan description - The Retirement Plan for Police Officers, Firefighters, and Other Employees of the City of Hazelwood (the Pension Plan) is a single-employer defined benefit pension plan and provides pensions for all permanent full-time police officers, firefighters, and other employees of the City. The Pension Plan was created and is governed by City ordinance. The Pension Plan does not issue a separate stand-alone financial report. The financial information is included as a Trust Fund in the City's financial statements. Information about the Pension Plan is provided in a summary plan description.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 7 - Employee Retirement Plan (continued)

General Information about the Defined Benefit Pension Plan (continued)

Benefits provided - Employees who attain the age of 60 or have 25 years of credited service are entitled to a normal retirement benefit equal to: 1) 2% of their final average monthly compensation multiplied by 2) the employee's years of service not in excess of 30 years. Participants as of 1989 are entitled to no less than the benefit determined in accordance with the provisions of the Pension Plan in effect immediately prior to 1989, based on credited service to the date. The Pension Plan also provides early retirement, late retirement, vested deferred retirement, and disability benefits.

Employees covered by benefit terms - At June 30, 2021, the following employees were covered by the benefit terms:

| | |
|--|-----|
| Inactive employees or beneficiaries currently receiving benefits | 120 |
| Inactive employees entitled to but not yet receiving benefits | 50 |
| Active employees | 164 |
| Disabled | 1 |
| | 335 |
| | 335 |

Contributions - The City contributes to the Pension Plan based on an actuarially determined amount recommended by an independent actuary. The actuarially determined amount is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the City do not contribute to the Pension Plan. For the year ended June 30, 2021, the City's actual contribution to the Pension Plan represented 10.31% of annual covered payroll. In the past, contributions to the Pension Plan have been made from the General Fund.

Investment Policy - The objective of the portfolio is to direct the investment and reinvestment of Pension Plan assets with the primary objective of maximizing long-term total return while protecting principal. It is the policy of the Board to pursue an investment strategy through diversification across a selection of asset classes. The Board has set specific limitations with regard to credit quality ratings and the effective duration of the portfolio. The following was the Board's adopted asset allocation policy as of June 30, 2021:

| Asset Class | Target Allocation | Minimum | Maximum |
|--------------|----------------------|---------|---------|
| Equities | 60% | 40% | 75% |
| Fixed-Income | 40% | 25% | 50% |

Net Pension Liability - The City's net pension liability was measured as of June 30, 2020, and the total pension liability was determined by rolling forward the Pension Plan's total pension liability as of July 1, 2020 to June 30, 2021 using the actuarial assumptions outlined below.

Actuarial Assumptions - The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|------------------------------------|
| Inflation | 2.75% |
| Salary Increase | 3.50% average, including inflation |
| Investment Rate of Return | 7.50%, net of investment expenses |

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 7 - Employee Retirement Plan (continued)

General Information about the Defined Benefit Pension Plan (continued)

Mortality rates were based on the Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP 2020 mortality improvement scale. This replaced the previous mortality table which was the Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP-2019 mortality improvement scale.

The actuarial assumptions used in the valuation were based upon an annual review of actual experience compared to previous assumptions used and a perspective on future expectations.

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

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|-------------------------|----------------------|--|
| Large Cap Select | 34.00% | 7.9% |
| Mid Cap | 12.00% | 8.0% |
| International Growth | 14.00% | 8.4% |
| High Income Bond | 12.00% | 4.2% |
| Intermediate Gov/Credit | 27.00% | 1.5% |
| Cash | 1.00% | 0.0% |

Discount rate - The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rates assumes that the City contributions will continue to follow the current funding policy of contributing employer normal cost plus Plan expenses plus a 15-year amortization (on an open basis) of unfunded liabilities. 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. The single discount rate reflects (1) a 7.50% long-term expected rate of return on pension plan investments and (2) a 2.66% municipal bond rate which is derived from the S & P Municipal Bond 20 Year High Grade Rate Index as of June 30, 2020.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 7 - Employee Retirement Plan (continued)

Changes in Pension Liability

| | Increase (Decrease) | | |
|---|----------------------------|--------------------------------|--------------------------|
| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
| | (a) | (b) | (a) - (b) |
| Balances at 6/30/2020 | \$ 48,502,932 | \$ 42,579,814 | \$ 5,923,118 |
| Changes for the year: | | | |
| Service cost | 729,396 | - | 729,396 |
| Interest | 3,562,542 | - | 3,562,542 |
| Changes in benefit terms | - | - | - |
| Difference between expected and actual experience | (615,221) | - | (615,221) |
| Changes of assumptions | (1,078,226) | - | (1,078,226) |
| Contributions - employer | - | 1,024,489 | (1,024,489) |
| Contributions - employee | - | - | - |
| Net investment income | - | 11,297,382 | (11,297,382) |
| Benefit payments, including refunds | (2,740,329) | (2,740,329) | - |
| Administrative expense | - | - | - |
| Other changes* | 200,912 | 196,134 | 4,778 |
| Net changes | 59,074 | 9,777,676 | (8,640,376) |
| Balances at 6/30/2021 | \$ 48,562,006 | \$ 52,357,490 | \$ (3,795,484) |

*Adjustments in the year ended June 30, 2021 to include pension amounts related to City Council members

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 7.50%, as well as what the City's net pension liability would be using a discount rate that is 1.00% lower or 1.00% higher than the current rates.

| | 1% Decrease | Current Rate | 1% Increase |
|-----------------------------|---------------|----------------|----------------|
| Total Pension Liability | \$ 54,486,370 | \$ 48,562,006 | \$ 43,658,115 |
| Plan Fiduciary Net Position | (52,357,490) | (52,357,490) | (52,357,490) |
| Net Pension Liability | \$ 2,128,880 | \$ (3,795,484) | \$ (8,699,375) |

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

For the year ended June 30, 2021, the City recognized pension expense of (\$762,528). The City reported deferred outflows and inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|-------------------------------------|--------------------------------------|-------------------------------------|
| Differences in experience | \$ 455,911 | \$ (1,109,127) |
| Differences in assumptions | 497,330 | (879,275) |
| Excess (deficit) investment returns | - | (5,388,048) |
| | \$ 953,241 | \$ (7,376,450) |

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 7 - Employee Retirement Plan (continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

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

| Year ended June 30, | Amount |
|------------------------|------------------------------|
| 2022 | \$ (1,392,287) |
| 2023 | (1,278,593) |
| 2024 | (1,624,562) |
| 2025 | (2,004,901) |
| 2026 | (122,866) |
| Thereafter | - |
| | <u><u>\$ (6,423,209)</u></u> |

Note 8 - Other Post Employment Benefits

General Information about the Defined Benefit Other Post-Employment Benefit Plan

Plan description - The City of Hazelwood's Postretirement Health Benefits plan (the "Plan") is a single-employer other post-employment benefit (OPEB) plan that provides its retirees with access to healthcare until attainment of Medicare Eligibility Age. The retiree must pay the full premium of such coverage, but the employer is responsible for any implicit subsidy arising from actual claims in excess of premium amounts. The Plan does not issue a separate stand-alone financial report. Benefits under the Plan are established by ordinance and may be changed by the passage of an ordinance. The City has a fiduciary net position of \$0, meaning it has no accumulated assets as defined by GASB Statement No. 75.

The City funds these benefits on a pay as you go basis. Since other post-employment benefits are merely an implicit subsidy and not a direct expenditure of the City, funds used to pay for these benefits are paid out of any fund that incurs health insurance benefit costs. The most significant cost is out of the General Fund.

At June 30, 2021, the date of the last actuarial valuation, the Plan covered the following number of participants for medical coverage:

| | |
|--|-------------------|
| Inactive employees or beneficiaries currently receiving benefits | 5 |
| Active employees | 153 |
| | <u><u>158</u></u> |

Valuations are performed using the Entry Age Normal Cost Method, level percent of salary. Under this method, a salary scale assumptions is required; this was chosen to be consistent with the pension valuation.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 8 - Other Post Employment Benefits (continued)

General Information about the Defined Benefit Other Post-Employment Benefit Plan (continued)

Actuarial Assumptions - The total other post-employment benefit liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|----------------------|--|
| Mortality Rate | Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP-2020 mortality improvement scale |
| Healthcare inflation | 8.00% initially, grading down to 4.50% |
| Salary increases | 4.50% per annum |

During the year the following assumptions were changed:

Mortality rates were based on the Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP 2020 mortality improvement scale. This replaced the previous mortality table which was the Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP-2018 mortality improvement scale.

The discount rate was updated to 2.18% from 2.66%.

Discount rate - The single discount rate reflects a 2.18% municipal bond rate which is derived from the S & P Municipal Bond 20 Year High Grade Rate Index as of June 30, 2021.

Changes in OPEB Liability

| | Total OPEB Liability |
|---|----------------------------|
| Balances at 6/30/2020 | <u>\$ 1,103,657</u> |
| Changes for the year: | |
| Service cost | 58,759 |
| Interest | 30,007 |
| Changes in benefit terms | - |
| Difference between expected and actual experience | - |
| Changes of assumptions | 41,526 |
| Benefit payments, including refunds | (69,157) |
| Administrative expense | - |
| Other changes | - |
| Net changes | <u>61,135</u> |
| Balances at 6/30/2021 | <u><u>\$ 1,164,792</u></u> |

Sensitivity of the OPEB liability to changes in the discount rate - The following presents the OPEB liability of the City, calculated using the discount rate of 2.18%, as well as what the City's OPEB liability would be using a discount rate that is 1.00% lower or 1.00% higher than the current rates.

| | 1% Decrease | Current Rate | 1% Increase |
|----------------------|---------------------|---------------------|---------------------|
| Total OPEB Liability | <u>\$ 1,256,246</u> | <u>\$ 1,164,792</u> | <u>\$ 1,077,663</u> |

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 8 - Other Post Employment Benefits (continued)

Changes in OPEB Liability (continued)

Sensitivity of the healthcare trend sensitivity - The following presents the OPEB liability of the City, calculated using the healthcare trend rate of 7.00% to an ultimate rate of 4.50%, as well as what the City's OPEB liability would be using a trend rate that is 1.00% lower or 1.00% higher than the current rates.

| | 1% Decrease | Current Rate | 1% Increase |
|----------------------|-------------------|---------------------|---------------------|
| Total OPEB Liability | <u>\$ 982,799</u> | <u>\$ 1,164,792</u> | <u>\$ 1,246,481</u> |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the OPEB

For the year ended June 30, 2021, the City recognized OPEB expense of \$103,297. The City reported deferred outflows and inflows of resources related to the OPEB Plan from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|----------------------------|--------------------------------------|-------------------------------------|
| Differences in experience | \$ 193,980 | \$ - |
| Differences in assumptions | - | (72,628) |
| | <u>\$ 193,980</u> | <u>\$ (72,628)</u> |

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

| Year ended June 30, | Amount |
|------------------------|-------------------|
| 2022 | \$ 14,531 |
| 2023 | 14,531 |
| 2024 | 14,531 |
| 2025 | 14,531 |
| 2026 | 14,531 |
| Thereafter | 48,697 |
| | <u>\$ 121,352</u> |

Note 9 - Risk Management

The City is exposed to various risks of loss related to tort; theft of, damage 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), a non-for-profit, self insurance risk pool, formed by various St. Louis County municipalities.

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

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 9 - Risk Management (continued)

Coverage is provided by the trust for general and auto liability subject to a \$500 deductible per occurrence for third party property damage and for law enforcement liability subject to a \$2,500 deductible per occurrence. Any damage to city property carries a \$5,000 deductible. This trust also employs an outside service company to process all claims.

The trust requires an annual premium payment by members to cover estimated claims payable and reserves for claims. The members of the trust have no legal interest in assets, liabilities, or fund balances of the insurance trust. However, the City is contingently liable to fund its pro rata share of any deficit incurred by the trust should the trust cease operation at some future date. The City's premium payments incurred to the trust totaled \$1,004,098 for the year ended June 30, 2021.

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

Note 10 - Claims and Contingencies

Litigation

The City has been named in a lawsuit filed by Robertson Fire Protection District related to the termination of a fire services agreement. Robertson's claim is \$3,280,114 in fees are unpaid relating to services received by the City in 2018. The City has filed counterclaims related to this matter. In September 2021, a full settlement was reached in the amount of \$2.446 million, however, the issue remains ongoing and has not been fully finalized. The City is subject to other various litigation, however, the outcome of those matters is not presently determinable. In addition, the City is subject to potential claims including environment issues for certain real estate development projects. There are no known related legal issues or liabilities regarding these projects.

Federal and State Assisted Programs

The City has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as inappropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds, if determined necessary, will be immaterial. No provision has been made in the accompanying financial statements for the potential refund of grant monies.

Note 11 - Missouri Legislation

House Bill 103 amending Section 302.341.2 RSMo. 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 court costs for traffic violations. The City was not required to and did not account for the fines and court costs for traffic violations separately from the total fines and court costs prior to August 28, 2013. For the year ended June 30, 2021, total fines and court costs revenues for the fiscal year, which include fines and court costs related to traffic violations, summed to \$470,357. "Annual general operating revenue of the city" is not defined in the amended statute and may or may not include various sources of the City's revenues. However, the City's general revenue fund tax revenue alone totaled \$19,321,275. Using general fund tax revenue and total fines and court costs as the "annual general operating revenue", the City's total fines and court costs revenues are only 2.16% of this total "annual general operating revenue", which is substantially below the 30% threshold requirement of the amended statute. This clearly demonstrates at a minimum that the City in no way exceeded the percentage requirement regardless of how "annual general operating revenue" is calculated.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 12 - Unrestricted Net Position

The government-wide Statement of Net Position reflects a negative unrestricted net position of \$27,783,246. This total is comprised of \$6,250,168 in unrestricted net position for operations and a negative unrestricted net position resulting from the issuance of TIF revenue notes in the amount of \$17,055,000 plus \$16,978,141 in accrued interest which is for development not owned by the City.

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

Note 13 - Tax Increment Revenues Pledged

The City has pledged a portion of future tax revenues to repay tax increment revenue bonds and notes and capital projects bonds issued by the IDA and the City to finance certain improvements within the City's boundaries. The bonds 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. Total principal and interest remaining on the bonds per Note 6 is payable through October 2029.

For the current year, the City's tax increment financing interest paid was \$1,086,927 and total incremental tax revenues were \$1,066,061. The IDA's tax increment financing principal and interest paid was \$766,725 and total incremental revenues were \$4,788,979.

Note 14 - Economic Development

The City collects a special sales tax to promote economic development within the City. The City has entered into various agreements with companies as incentives to move into the City. Certain agreements are established as forgivable loans as long as the recipient of the loans completes compliance with the terms of the agreement. At June 30, 2021, the City had an outstanding loan receivable balance of \$2,717,500. Since compliance is anticipated by all participants in the program, an offsetting allowance has been established for the entire balance.

Note 15 - Conduit Debt Obligations

The City has issued several series of Industrial Revenue Bonds to provide financial assistance to private sector entities for the purpose of acquiring, constructing, and equipping an industrial development project deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying basic financial statements. All of the Industrial Revenue bonds are structured to pay the principal balance at maturity.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 15 - Conduit Debt Obligations (continued)

The following is a summary of outstanding conduit debt obligations as of June 30, 2021:

| | Amount | Issuance | Maturity | Balance |
|------------------------------------|---------------|------------|-----------------|---------------|
| | Issued | Date | Date | Outstanding |
| Private Sector Entity | | | | June 30, 2021 |
| Silgan Plastics Corporation | \$ 13,000,000 | 5/13/2015 | 12/1/2025 | \$ 5,224,005 |
| Mitek, Inc. | 36,500,000 | 8/4/2017 | 12/1/2034 | 25,339,525 |
| 4847 Park 370 Blvd. Project | 4,100,000 | 10/10/2017 | 12/1/2027 | 3,119,550 |
| NP Hazelwood VII, | 8,500,000 | 3/16/2018 | 12/1/2022 | 34,250 |
| NP Hazelwood VIII, LLC | 9,000,000 | 3/16/2018 | 12/1/2022 | 34,250 |
| NP Hazelwood 370 Building II, LLC | 17,500,000 | 6/15/2018 | Upon completion | 105,750 |
| NP Hazelwood 370 Building III, LLC | 34,000,000 | 6/15/2018 | Upon completion | 147,000 |
| NP McDonnell, LLC | 13,500,000 | 1/1/2019 | Upon completion | 37,000 |
| Artur Express, Inc. | 11,000,000 | 5/14/2019 | 12/1/2030 | 10,952,282 |
| NP Hazelwood Trade Port Project | 11,000,000 | 5/30/2019 | 12/1/2029 | 89,500 |
| Silgan Plastics Corporation | 15,000,000 | 9/4/2020 | 12/1/2025 | 3,482,038 |
| NP Hazelwood 370 Building I, LLC | 18,000,000 | 12/11/2020 | Upon completion | 107,000 |
| NP Hazelwood 370 Building 5, LLC | 26,000,000 | 12/11/2020 | Upon completion | 129,500 |
| NP Hazelwood 370 Building IV, LLC | 30,000,000 | 12/16/2020 | Upon completion | 137,000 |
| NP Hazelwood 370 Building 6, LLC | 33,000,000 | 6/9/2021 | Upon completion | 144,500 |

Note 16 - Tax Abatements

As of June 30, 2021, the City provides tax abatements through the Industrial Development Financing under Chapter 135 and Chapter 353, RSMo.

Enhanced Enterprise Zones under Chapter 135, RSMo. authorized the governing authority having jurisdiction of the area to abate certain entities, in whole or in part, from assessment and payment of ad valorem taxes if at least fifty new jobs (providing at least thirty-five hours of employment per week per job) are created and maintained at the new or expanded facility.

Industrial Development Financing under Chapter 353 tax abatement is an incentive to encourage the redevelopment of blighted areas by providing real property tax abatement. These abatements are under the authority of Chapter 353, RSMo. (the "Urban Redevelopment Corporation Law"). To be eligible for tax abatement, either the City or a private entity must form an Urban Redevelopment Corporation organized for the purpose of clearance, re-planning, reconstruction, or rehabilitation of blighted areas. Tax abatement is only extended to real property that has been found to be a "blighted area" by the City. Under Chapter 353, the City may grant tax abatements up to 100% of annual property taxes for the first 10 years for the increased assessed value over the base land value and up to 50% of annual property taxes for the next 15 years for a maximum 25-year abatement. The length of time abatements are permitted and the amount of abatement allowed is outlined within the guidelines developed for each area or project designated.

Additionally, Industrial Development Financing under Chapter 100, RSMo. authorizes municipalities to issue revenue bonds to finance industrial development projects. Under this type of financing, the company passes title in the real or personal property involved to the City pursuant to a lease-purchase agreement. Because title to the property is held in the name of the City during the lease term, the property acquired with the bond proceeds is tax exempt, effectively resulting in tax abatement for the company.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 16 - Tax Abatements (continued)

The following is a summary of tax abatements for the year ended June 30, 2021:

| <u>Program</u> | <u>Amount</u> |
|----------------|-------------------|
| Chapter 135 | \$ 217,349 |
| Chapter 353 | 37,109 |
| Chapter 100 | 524,490 |
| | <u>\$ 778,948</u> |

Note 17 - Subsequent Events

Management has evaluated events subsequent to June 30, 2021 to assess the need for potential recognition or disclosure in the financial statements. Such events have been evaluated through December 17, 2021, the date the financial statements were available to be issued.

On August 4, 2021, the City signed an ordinance authorizing the issuance of \$35,100,000 under Chapter 100, RSMo. See Note 15 for summary of conduit debt obligations.

On September 15, 2021, the City signed an ordinance authorizing the issuance of \$28,500,000 under Chapter 100, RSMo. See Note 15 for summary of conduit debt obligations.

On November 17, 2021, the City signed an ordinance authorizing the issuance of \$35,000,000 under Chapter 100, RSMo. See Note 15 for summary of conduit debt obligations.

Note 18 - New Accounting Pronouncements

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

This report does not incorporate GASB Statement No. 87, *Leases*; GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*; GASB Statement No. 91, *Conduit Debt Obligations*; GASB Statement No. 92, *Omnibus 2020*; GASB Statement No. 93, *Replacement of Interbank Offered Rates*; GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*; GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*; and GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*.

The effects of the City's financial statements as a result of adoption of these new pronouncements are unknown. The City will adopt and implement these statements at the required time.

Note 19 - Prior Period Adjustment

In order to correct previous errors in accounts receivable, compensated absences, and postretirement benefits, the previously stated governmental activities net position has been restated. These corrections will have no material effect on operations of the City.

City of Hazelwood, Missouri
Notes to the Financial Statements
For the year ended June 30, 2021

Note 19 - Prior Period Adjustment (continued)

| | |
|---|----------------------------|
| | Governmental Activities |
| | <u> </u> |
| Net position, as previously stated on June 30, 2020 | \$ 750,394 |
| Prior Period Adjustment - correction 1 | (176,770) |
| Prior Period Adjustment - correction 2 | <u>(335,844)</u> |
| Net position, as restated on June 30, 2020 | <u><u>\$ 237,780</u></u> |

Required Supplementary Information

City of Hazelwood, Missouri
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

| | Budgeted Amounts | | | Variance with Final Budget Over (Under) |
|--|-----------------------|---------------------|----------------------|--|
| | Original | Final | Actual | |
| Revenues | | | | |
| Property taxes | \$ 3,878,714 | \$ 4,304,250 | \$ 4,275,366 | \$ (28,884) |
| Sales taxes | 7,171,323 | 9,867,849 | 11,199,966 | 1,332,117 |
| Utility taxes | 2,475,233 | 2,501,277 | 2,448,367 | (52,910) |
| Other taxes | 1,189,120 | 1,326,534 | 1,397,576 | 71,042 |
| Permits and inspections | 634,537 | 722,637 | 837,611 | 114,974 |
| Licenses | 3,079,691 | 3,545,505 | 4,038,398 | 492,893 |
| Intergovernmental | 457,886 | 2,179,886 | 2,232,129 | 52,243 |
| Fines and forfeitures | 563,237 | 575,424 | 470,357 | (105,067) |
| Investment income | 90,000 | 90,000 | 31,246 | (58,754) |
| Recreation fees | 383,744 | 265,000 | 201,571 | (63,429) |
| Sewer lateral fees | - | - | - | - |
| Miscellaneous | 1,119,219 | 1,302,617 | 1,890,029 | 587,412 |
| Total Revenues | 21,042,704 | 26,680,979 | 29,022,616 | 2,341,637 |
| Expenditures | | | | |
| Current: | | | | |
| Mayor and council | 93,757 | 93,757 | 71,819 | (21,938) |
| City manager | 337,058 | 337,058 | 298,622 | (38,436) |
| Information systems | 526,110 | 526,110 | 495,806 | (30,304) |
| Finance | 587,012 | 601,612 | 601,547 | (65) |
| Legal | 1,189,419 | 962,819 | 566,334 | (396,485) |
| City clerk | 238,696 | 238,696 | 209,428 | (29,268) |
| Courts | 260,491 | 260,491 | 224,280 | (36,211) |
| Police | 8,354,491 | 8,392,491 | 7,841,636 | (550,855) |
| Fire and ambulance | 8,500,020 | 10,726,020 | 10,600,061 | (125,959) |
| Public works: | | | | |
| Administration | 1,282,305 | 1,295,305 | 1,180,674 | (114,631) |
| General maintenance | 787,910 | 787,910 | 719,763 | (68,147) |
| Park maintenance | 973,794 | 973,794 | 875,558 | (98,236) |
| Recreation | 1,691,997 | 1,730,168 | 1,318,608 | (411,560) |
| Sewer lateral | - | - | - | - |
| Economic development | - | - | - | - |
| Capital outlay | 95,637 | 95,637 | 61,779 | (33,858) |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest and fiscal charges | - | - | - | - |
| Total Expenditures | 24,918,697 | 27,021,868 | 25,065,915 | (1,955,953) |
| Excess (Deficiency) of Revenues over Expenditures | (3,875,993) | (340,889) | 3,956,701 | 4,297,590 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from sale of capital assets | 3,000 | - | 6,443 | 6,443 |
| Transfers in | - | - | - | - |
| Transfers out | (606,508) | (606,508) | (606,508) | - |
| Total Other Financing Sources (Uses) | (603,508) | (606,508) | (600,065) | 6,443 |
| Net Change in Fund Balance | <u>\$ (4,479,501)</u> | <u>\$ (947,397)</u> | <u>\$ 3,356,636</u> | <u>\$ 4,304,033</u> |
| Fund Balance (Deficit), July 1 | | | <u>8,001,268</u> | |
| Fund Balance (Deficit), June 30 | | | <u>\$ 11,357,904</u> | |

City of Hazelwood, Missouri
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Economic Development Fund
For the year ended June 30, 2021

| | Budgeted Amounts | | | Variance with Final Budget Over (Under) |
|--|-----------------------|-----------------------|---------------------|--|
| | Original | Final | Actual | |
| Revenues | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| Sales taxes | 1,152,342 | 1,152,342 | 1,621,200 | 468,858 |
| Utility taxes | - | - | - | - |
| Other taxes | - | - | - | - |
| Permits and inspections | - | - | - | - |
| Licenses | - | - | - | - |
| Intergovernmental | - | - | - | - |
| Fines and forfeitures | - | - | - | - |
| Investment income | 15,000 | 15,000 | 1,921 | (13,079) |
| Recreation fees | - | - | - | - |
| Sewer lateral fees | - | - | - | - |
| Miscellaneous | 5,083,000 | 5,083,000 | 689,926 | (4,393,074) |
| Total Revenues | 6,250,342 | 6,250,342 | 2,313,047 | (3,937,295) |
| Expenditures | | | | |
| Current: | | | | |
| Mayor and council | - | - | - | - |
| City manager | - | - | - | - |
| Information systems | - | - | - | - |
| Finance | - | - | - | - |
| Legal | - | - | - | - |
| City clerk | - | - | - | - |
| Courts | - | - | - | - |
| Police | - | - | - | - |
| Fire and ambulance | - | - | - | - |
| Public works: | | | | |
| Administration | - | - | - | - |
| General maintenance | - | - | - | - |
| Park maintenance | - | - | - | - |
| Recreation | - | - | - | - |
| Sewer lateral | - | - | - | - |
| Economic development | 9,296,769 | 9,296,769 | 989,203 | (8,307,566) |
| Capital outlay | 909,085 | 909,085 | 445,338 | (463,747) |
| Debt service: | | | | |
| Principal | - | - | 130,725 | 130,725 |
| Interest and fiscal charges | - | - | 36,142 | 36,142 |
| Total Expenditures | 10,205,854 | 10,205,854 | 1,601,408 | (8,604,446) |
| Excess (Deficiency) of Revenues over Expenditures | (3,955,512) | (3,955,512) | 711,639 | 4,667,151 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Transfers in | - | - | - | - |
| Transfers out | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | <u>\$ (3,955,512)</u> | <u>\$ (3,955,512)</u> | <u>\$ 711,639</u> | <u>\$ 4,667,151</u> |
| Fund Balance (Deficit), July 1 | | | <u>7,524,237</u> | |
| Fund Balance (Deficit), June 30 | | | <u>\$ 8,235,876</u> | |

City of Hazelwood, Missouri
Notes to the Required Supplementary Information
For the year ended June 30, 2021

Note 1 - Explanation of Budgetary Process

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

- 1 The City Manager submits to the City Council a proposed operating budget for the fiscal year for the General Fund, Capital Projects Fund, Economic Development Fund, and Sewer Lateral Fund. The operating budget includes proposed expenditures and the means of financing them.
- 2 Public hearing meetings are held to obtain taxpayer comments.
- 3 Prior to July 1 the budget is adopted by the City Council.
- 4 Budgets are adopted on a basis generally consistent with accounting principles generally accepted in the United States of America. Expenditures modified for year-end accruals may not legally exceed budgeted appropriations at the department level.
- 5 A motion for the City Council is required to transfer budgeted amounts between funds, or to transfer substantial budgeted amounts between departments within any fund, or for any revisions that would alter the total expenditures of any fund. Management can transfer budgeted amounts within department, without City Council approval. Appropriations lapse at year-end.

City of Hazelwood, Missouri
Schedule of Changes in Net Pension Liability and Related Ratios - Last 10 Fiscal Years

| <i>Fiscal year ending June 30,</i> | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|----------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Total Pension Liability | | | | | | | |
| Service cost | \$ 729,396 | \$ 806,172 | \$ 800,736 | \$ 759,656 | \$ 794,071 | \$ 753,943 | \$ 720,751 |
| Interest | 3,562,542 | 3,439,036 | 3,375,447 | 3,217,370 | 3,062,233 | 2,919,359 | 2,719,167 |
| Change in benefit terms | - | - | - | - | - | - | - |
| Difference between expected and actual experience | (615,221) | (899,604) | 448,687 | 489,179 | 239,269 | (152,442) | - |
| Changes in assumption | (1,078,226) | 470,884 | - | - | - | 1,187,416 | - |
| Benefit payments, including refunds | (2,740,329) | (2,476,833) | (2,393,000) | (2,326,398) | (2,161,746) | (1,937,724) | (1,743,486) |
| Net Change in Total Pension Liability | (141,838) | 1,339,655 | 2,231,870 | 2,139,807 | 1,933,827 | 2,770,552 | 1,696,432 |
| Total Pension Liability beginning* | 48,703,844 | 47,163,277 | 44,931,407 | 42,791,600 | 40,857,773 | 38,087,221 | 36,390,789 |
| Total Pension Liability ending | 48,562,006 | 48,502,932 | 47,163,277 | 44,931,407 | 42,791,600 | 40,857,773 | 38,087,221 |
| Plan Fiduciary Net Position | | | | | | | |
| Contributions - employer | 1,024,489 | 1,302,776 | 1,407,634 | 1,324,248 | 1,299,270 | 1,247,549 | 1,281,985 |
| Net investment income | 11,297,382 | 1,604,247 | 1,906,267 | 4,026,854 | 5,082,943 | (1,112,848) | 1,550,604 |
| Benefit payments, including refunds | (2,740,329) | (2,476,833) | (2,393,000) | (2,326,398) | (2,161,746) | (1,937,724) | (1,743,486) |
| Administrative expenses | - | - | - | - | - | - | - |
| Net Change in Plan Fiduciary Net Position | 9,581,542 | 430,190 | 920,901 | 3,024,704 | 4,220,467 | (1,803,023) | 1,089,103 |
| Plan Fiduciary Net Position beginning* | 42,775,948 | 42,149,624 | 41,228,723 | 38,204,019 | 33,983,552 | 35,786,575 | 34,697,472 |
| Plan Fiduciary Net Position ending | \$ 52,357,490 | \$ 42,579,814 | \$ 42,149,624 | \$ 41,228,723 | \$ 38,204,019 | \$ 33,983,552 | \$ 35,786,575 |
| Net Pension Liability | \$ (3,795,484) | \$ 5,923,118 | \$ 5,013,653 | \$ 3,702,684 | \$ 4,587,581 | \$ 6,874,221 | \$ 2,300,646 |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 107.82% | 87.79% | 89.37% | 91.76% | 89.28% | 83.18% | 93.96% |
| Covered Payroll | \$ 9,939,525 | \$ 10,920,107 | \$ 10,692,433 | \$ 10,218,917 | \$ 10,720,554 | \$ 9,863,406 | \$ 10,162,059 |
| Total Net Pension Liability as a percentage of covered payroll | -38.19% | 54.24% | 46.89% | 36.23% | 42.79% | 69.69% | 22.64% |

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

*Restated in FY21 to include pension amounts related to City Council members

City of Hazelwood, Missouri

Schedule of Actuarially Determined Contributions and Schedule of Annual Dollar-Weighted Rate of Return - Last 10 Fiscal Years

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|------------------|-------------------|------------------|-------------------|------------------|------------------|--------------------|--------------------|--------------------|---------------------|
| <u>Actuarially Determined Contributions:</u> | | | | | | | | | | |
| Actuarially determined pension contribution | \$ 1,092,904 | \$ 1,465,058 | \$ 1,424,327 | \$ 1,446,065 | \$ 1,351,728 | \$ 1,281,399 | \$ 1,191,999 | \$ 1,300,321 | \$ 1,299,535 | \$ 1,224,684 |
| Employer actual contribution | 1,024,489 | 1,302,776 | 1,407,634 | 1,324,248 | 1,299,270 | 1,247,549 | 1,281,985 | 1,339,373 | 1,340,227 | 1,491,935 |
| Contribution deficiency (excess) | <u>\$ 68,415</u> | <u>\$ 162,282</u> | <u>\$ 16,693</u> | <u>\$ 121,817</u> | <u>\$ 52,458</u> | <u>\$ 33,850</u> | <u>\$ (89,986)</u> | <u>\$ (39,052)</u> | <u>\$ (40,692)</u> | <u>\$ (267,251)</u> |
| Percentage contributed | 93.74% | 88.92% | 98.83% | 91.58% | 96.12% | 97.36% | 107.55% | 103.00% | 103.13% | 121.82% |
| Covered payroll | \$ 9,939,525 | \$ 10,920,107 | \$ 10,692,433 | \$ 10,218,917 | \$ 10,720,554 | \$ 9,863,406 | \$ 10,162,059 | \$ 10,080,008 | \$ 10,091,285 | \$ 10,242,470 |
| Contributions as a percentage of covered payroll | 10.31% | 11.93% | 13.16% | 12.96% | 12.12% | 12.65% | 12.62% | 13.29% | 13.28% | 14.57% |
| <u>Annual Dollar-Weighted Rate of Return:</u> | | | | | | | | | | |
| Annual dollar-weighted rate of return, net | <u>27.0%</u> | <u>3.9%</u> | <u>4.8%</u> | <u>10.8%</u> | <u>15.3%</u> | <u>-3.1%</u> | <u>4.5%</u> | <u>4.8%</u> | <u>16.9%</u> | <u>13.2%</u> |

Notes to Schedule:

Valuation date: July 1, 2020

Methods and assumptions used to determine contribution rates:

| | |
|-------------------------------|--|
| Actuarial cost method | Entry age normal |
| Amortization method | Level percentage of payroll, closed |
| Remaining amortization period | 15 years |
| Asset valuation method | 5-year smoothed market |
| Inflation | 2.75% |
| Salary increases | 3.50% |
| Investment rate of return | 7.50%, net of investment expenses |
| Mortality | Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP-2020 mortality improvement scale |
| Other Information | There were no benefit changes during the year. |

City of Hazelwood, Missouri

Schedule of Changes in Other Post-Employment Benefit Liability and Related Ratios - Last 10 Fiscal Years

| <i>Fiscal year ending June 30,</i> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|---------------------|---------------------|-------------------|-------------------|
| Total Other Post-Employment Benefit Liability | | | | |
| Service cost | \$ 58,759 | \$ 49,259 | \$ 45,442 | \$ 42,802 |
| Interest | 30,007 | 28,426 | 29,188 | 29,656 |
| Change in benefit terms | - | - | 14,386 | 11,031 |
| Difference between expected and actual experience | - | (90,108) | - | - |
| Changes in assumption | 41,526 | 173,073 | - | - |
| Benefit payments, including refunds | (69,157) | (52,776) | (54,127) | (54,127) |
| Change in Other Post-Employment Benefit Liability | 61,135 | 107,874 | 34,889 | 29,362 |
| Total Other Post-Employment Benefit Liability beginning | 1,103,657 | 995,783 | 960,894 | 931,532 |
| Total Other Post-Employment Benefit Liability ending | <u>\$ 1,164,792</u> | <u>\$ 1,103,657</u> | <u>\$ 995,783</u> | <u>\$ 960,894</u> |
| Covered Employee Payroll | \$ 10,687,935 | \$ 10,687,935 | \$ 10,578,026 | \$ 10,578,026 |
| Total Other Post-Employment Benefit Liability as a percentage of covered employee payroll | 10.90% | 10.33% | 9.41% | 9.08% |

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Notes to Schedule:

Valuation date: June 30, 2021

Methods and assumptions used to determine contribution rates:

| | |
|-----------------------|--|
| Actuarial cost method | Entry age |
| Healthcare inflation | 8.00% initially, grading down to 4.50% |
| Salary increases | 4.50% per annum |
| Discount rate | 2.18% |
| Retirement age | 65 |
| Mortality | Pub-2010 Table weighted 70% Public Safety and 30% General Employees projected generationally using the Buck-Modified MP-2020 mortality improvement scale |
| Other Information | There were no benefit changes during the year. |

Supplementary Information

City of Hazelwood, Missouri
Combining Balance Sheet - Non-Major Governmental Funds
June 30, 2021

| | Sewer Lateral Fund | Lambert Redevelp. TIF District | Total |
|--|--------------------------|-----------------------------------|--------------------------|
| Assets | | | |
| Cash and cash equivalents | \$ 345,732 | \$ 245,967 | \$ 591,699 |
| Investments | - | - | - |
| Restricted cash and cash equivalents | - | - | - |
| Restricted investments | - | - | - |
| Receivables, net: | | | |
| Sales taxes | - | 15,477 | 15,477 |
| Other | - | - | - |
| Due from other funds | - | - | - |
| Total Assets | <u>345,732</u> | <u>261,444</u> | <u>607,176</u> |
| Deferred Outflows of Resources | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Assets and Deferred Outflows of Resources | <u><u>\$ 345,732</u></u> | <u><u>\$ 261,444</u></u> | <u><u>\$ 607,176</u></u> |
| Liabilities | | | |
| Accounts payable | \$ 2,504 | \$ 15,477 | \$ 17,981 |
| Accrued payroll and related benefits | - | - | - |
| Other payables | - | - | - |
| Unearned revenue | - | - | - |
| Total Liabilities | <u>2,504</u> | <u>15,477</u> | <u>17,981</u> |
| Deferred Inflows of Resources | | | |
| Unavailable revenue - property taxes | - | - | - |
| Unavailable revenue - public safety | - | - | - |
| Unavailable revenue - court | - | - | - |
| Total Deferred Inflows of Resources | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balance | | | |
| Restricted: | | | |
| Sewer lateral | 343,228 | - | 343,228 |
| Economic development | - | 245,967 | 245,967 |
| Unassigned | - | - | - |
| Total Fund Balances | <u>343,228</u> | <u>245,967</u> | <u>589,195</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u><u>\$ 345,732</u></u> | <u><u>\$ 261,444</u></u> | <u><u>\$ 607,176</u></u> |

City of Hazelwood, Missouri
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2021

| | Sewer Lateral Fund | Lambert Redevelp. TIF District | Total |
|--|-----------------------|-----------------------------------|-------------------|
| Revenues | | | |
| Property taxes | \$ - | \$ 917,337 | \$ 917,337 |
| Sales taxes | - | 148,724 | 148,724 |
| Utility taxes | - | - | - |
| Other taxes | - | - | - |
| Permits and inspections | - | - | - |
| Licenses | - | - | - |
| Intergovernmental | - | - | - |
| Fines and forfeitures | - | - | - |
| Investment income | 8 | 30 | 38 |
| Recreation fees | - | - | - |
| Sewer lateral fees | 143,521 | - | 143,521 |
| Miscellaneous | - | - | - |
| Total Revenues | 143,529 | 1,066,091 | 1,209,620 |
| Expenditures | | | |
| Current: | | | |
| Mayor and council | - | - | - |
| City manager | - | - | - |
| Information systems | - | - | - |
| Finance | - | - | - |
| Legal | - | - | - |
| City clerk | - | - | - |
| Courts | - | - | - |
| Police | - | - | - |
| Fire and ambulance | - | - | - |
| Public works: | | | |
| Administration | - | - | - |
| General maintenance | - | - | - |
| Park maintenance | - | - | - |
| Recreation | - | - | - |
| Sewer lateral | 85,967 | - | 85,967 |
| Economic development | - | 2,750 | 2,750 |
| Capital outlay | - | - | - |
| Debt service: | | | |
| Principal | - | - | - |
| Interest and fiscal charges | - | 1,086,927 | 1,086,927 |
| Total Expenditures | 85,967 | 1,089,677 | 1,175,644 |
| Excess (Deficiency) of Revenues over Expenditures | 57,562 | (23,586) | 33,976 |
| Other Financing Sources (Uses) | | | |
| Proceeds from sale of capital assets | - | - | - |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - |
| Net Change in Fund Balance | \$ 57,562 | \$ (23,586) | \$ 33,976 |
| Fund Balance (Deficit), July 1 | 285,666 | 269,553 | 555,219 |
| Fund Balance (Deficit), June 30 | \$ 343,228 | \$ 245,967 | \$ 589,195 |

City of Hazelwood, Missouri
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Capital Projects Fund
For the year ended June 30, 2021

| | Budgeted Amounts | | | Variance with Final Budget Over (Under) |
|--|--------------------|--------------------|----------------------------|--|
| | Original | Final | Actual | |
| Revenues | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| Sales taxes | 1,238,828 | 1,238,828 | 1,755,954 | 517,126 |
| Utility taxes | - | - | - | - |
| Other taxes | - | - | - | - |
| Permits and inspections | - | - | - | - |
| Licenses | - | - | - | - |
| Intergovernmental | 449,589 | 449,589 | 473,104 | 23,515 |
| Fines and forfeitures | - | - | - | - |
| Investment income | - | - | 21 | 21 |
| Recreation fees | - | - | - | - |
| Sewer lateral fees | - | - | - | - |
| Miscellaneous | - | - | 21,790 | 21,790 |
| Total Revenues | 1,688,417 | 1,688,417 | 2,250,869 | 562,452 |
| Expenditures | | | | |
| Current: | | | | |
| Mayor and council | - | - | - | - |
| City manager | - | - | - | - |
| Information systems | - | - | - | - |
| Finance | - | - | - | - |
| Legal | - | - | - | - |
| City clerk | - | - | - | - |
| Courts | - | - | - | - |
| Police | - | - | - | - |
| Fire and ambulance | - | - | - | - |
| Public works: | | | | |
| Administration | - | - | - | - |
| General maintenance | - | - | - | - |
| Park maintenance | - | - | - | - |
| Recreation | - | - | - | - |
| Sewer lateral | - | - | - | - |
| Economic development | 551,244 | 551,244 | 551,244 | - |
| Capital outlay | 1,760,994 | 1,760,994 | 1,227,707 | (533,287) |
| Debt service: | | | | |
| Principal | - | - | 478,712 | 478,712 |
| Interest and fiscal charges | - | - | 102,266 | 102,266 |
| Total Expenditures | 2,312,238 | 2,312,238 | 2,359,929 | 47,691 |
| Excess (Deficiency) of Revenues over Expenditures | (623,821) | (623,821) | (109,060) | 514,761 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from sale of capital assets | 3,000 | 3,000 | 22,160 | 19,160 |
| Transfers in | 606,508 | 606,508 | 606,508 | - |
| Transfers out | - | - | - | - |
| Total Other Financing Sources (Uses) | 609,508 | 609,508 | 628,668 | 19,160 |
| Net Change in Fund Balance | <u>\$ (14,313)</u> | <u>\$ (14,313)</u> | <u>\$ 519,608</u> | <u>\$ 533,921</u> |
| Fund Balance (Deficit), July 1 | | | <u>815,875</u> | |
| Fund Balance (Deficit), June 30 | | | <u><u>\$ 1,335,483</u></u> | |

City of Hazelwood, Missouri
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Sewer Lateral Fund
For the year ended June 30, 2021

| | Budgeted Amounts | | Actual | Variance with Final Budget Over (Under) |
|--|------------------|------------------|-------------------|--|
| | Original | Final | | |
| Revenues | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| Sales taxes | - | - | - | - |
| Utility taxes | - | - | - | - |
| Other taxes | - | - | - | - |
| Permits and inspections | - | - | - | - |
| Licenses | - | - | - | - |
| Intergovernmental | - | - | - | - |
| Fines and forfeitures | - | - | - | - |
| Investment income | - | - | 8 | 8 |
| Recreation fees | - | - | - | - |
| Sewer lateral fees | 140,000 | 140,000 | 143,521 | 3,521 |
| Miscellaneous | - | - | - | - |
| Total Revenues | 140,000 | 140,000 | 143,529 | 3,529 |
| Expenditures | | | | |
| Current: | | | | |
| Mayor and council | - | - | - | - |
| City manager | - | - | - | - |
| Information systems | - | - | - | - |
| Finance | - | - | - | - |
| Legal | - | - | - | - |
| City clerk | - | - | - | - |
| Courts | - | - | - | - |
| Police | - | - | - | - |
| Fire and ambulance | - | - | - | - |
| Public works: | | | | |
| Administration | - | - | - | - |
| General maintenance | - | - | - | - |
| Park maintenance | - | - | - | - |
| Recreation | - | - | - | - |
| Sewer lateral | 100,300 | 100,300 | 85,967 | (14,333) |
| Economic development | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest and fiscal charges | - | - | - | - |
| Total Expenditures | 100,300 | 100,300 | 85,967 | (14,333) |
| Excess (Deficiency) of Revenues over Expenditures | 39,700 | 39,700 | 57,562 | 17,862 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Transfers in | - | - | - | - |
| Transfers out | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | <u>\$ 39,700</u> | <u>\$ 39,700</u> | <u>\$ 57,562</u> | <u>\$ 17,862</u> |
| Fund Balance (Deficit), July 1 | | | <u>285,666</u> | |
| Fund Balance (Deficit), June 30 | | | <u>\$ 343,228</u> | |



Section III

Statistical Section

City of Hazelwood, Missouri
Statistical Section Overview

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

| <u>Contents</u> | <u>Pages</u> |
|--|---------------------|
| 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. | 55-58 |
| Revenue Capacity | |
| These schedules contain information to help the reader assess the City's most significant local revenue sources. | 59-63 |
| 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. | 64-67 |
| Demographic and Economic Information | |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. | 68-69 |
| 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. | 70-72 |

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

City of Hazelwood, Missouri
Net Position by Component - Last Ten Fiscal Years

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|----------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 21,627,665 | \$ 21,803,281 | \$ 21,541,500 | \$ 23,123,390 | \$ 22,840,739 | \$ 23,356,189 | \$ 21,730,322 | \$ 21,436,564 | \$ 21,501,154 | \$ 21,286,054 |
| Restricted | 12,322,778 | 10,286,858 | 8,569,314 | 3,918,895 | 6,977,551 | 7,473,420 | 8,183,252 | 6,236,403 | 5,271,498 | 5,308,743 |
| Unrestricted | <u>(27,783,246)</u> | <u>(31,339,745)</u> | <u>(27,648,342)</u> | <u>(26,713,864)</u> | <u>(27,404,885)</u> | <u>(24,866,905)</u> | <u>(23,412,671)</u> | <u>(22,856,680)</u> | <u>(19,103,986)</u> | <u>(15,560,705)</u> |
| Total Governmental Activities | <u>\$ 6,167,197</u> | <u>\$ 750,394</u> | <u>\$ 2,462,472</u> | <u>\$ 328,421</u> | <u>\$ 2,413,405</u> | <u>\$ 5,962,704</u> | <u>\$ 6,500,903</u> | <u>\$ 4,816,287</u> | <u>\$ 7,668,666</u> | <u>\$ 11,034,092</u> |

Source: Basic financial statements

2017 amount was restated for implementation of GASB Statement No. 75.

City of Hazelwood, Missouri
Change in Net Position - Last Ten Fiscal Years

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|---------------------|-----------------------|---------------------|-----------------------|-----------------------|---------------------|---------------------|---------------------|-----------------------|-----------------------|
| <u>Expenses</u> | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| General government | \$ 2,779,330 | \$ 3,570,897 | \$ 3,535,649 | \$ 3,113,107 | \$ 2,975,296 | \$ 2,851,643 | \$ 2,977,964 | \$ 2,902,583 | \$ 2,666,982 | \$ 2,848,593 |
| Police | 7,184,896 | 8,545,718 | 8,491,390 | 8,373,271 | 8,261,790 | 8,392,854 | 7,917,507 | 9,316,264 | 8,266,062 | 8,095,132 |
| Fire and ambulance | 10,543,494 | 10,842,575 | 8,869,365 | 7,257,367 | 9,887,304 | 10,030,460 | 9,379,951 | 8,271,077 | 8,818,068 | 8,427,562 |
| Public works | 3,182,535 | 3,870,273 | 3,981,034 | 3,955,153 | 3,911,282 | 3,923,809 | 3,824,403 | 3,695,178 | 3,533,085 | 3,459,191 |
| Parks and recreation | 2,446,291 | 2,997,253 | 3,207,173 | 3,280,869 | 3,128,595 | 3,153,006 | 2,760,122 | 2,915,181 | 3,047,775 | 3,056,839 |
| Economic development | 6,327,386 | 5,158,260 | 5,243,407 | 8,635,217 | 6,543,725 | 7,187,499 | 7,805,287 | 7,858,298 | 8,178,450 | 12,210,059 |
| Sewer lateral | 85,967 | 89,052 | 55,229 | 120,156 | 133,673 | 69,192 | 97,294 | 96,021 | 115,874 | 105,482 |
| Interest on long-term debt | 3,001,164 | 2,927,126 | 2,818,583 | 2,695,512 | 2,600,713 | 2,719,063 | 2,670,729 | 2,869,492 | 2,794,487 | 2,641,027 |
| Special item | - | - | - | - | - | - | - | 1,292,129 | - | - |
| Total Governmental Activities Expenses | 35,551,063 | 38,001,154 | 36,201,830 | 37,430,652 | 37,442,378 | 38,327,526 | 37,433,257 | 39,216,223 | 37,420,783 | 40,843,885 |
| <u>Program Revenues</u> | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Charges for service: | | | | | | | | | | |
| General government | 4,905,890 | 4,419,103 | 4,531,582 | 4,137,347 | 901,427 | 601,694 | 487,791 | 389,332 | 524,869 | 417,250 |
| Police | 492,345 | 552,190 | 658,820 | 627,137 | 607,537 | 702,878 | 912,185 | 1,896,389 | 2,177,394 | 2,558,444 |
| Fire and ambulance | 948,434 | 452,623 | 811,038 | 644,552 | 593,539 | 593,099 | 558,919 | 471,573 | 508,978 | 417,264 |
| Parks and recreation | 201,571 | 355,068 | 598,897 | 646,556 | 589,094 | 616,201 | 537,660 | 498,353 | 506,838 | 562,242 |
| Sewer lateral | 143,521 | 141,453 | 141,553 | 70,313 | 35,826 | 33,127 | 35,024 | 35,482 | 35,449 | 35,630 |
| Operating grants and contributions | 3,629,705 | 1,967,106 | 1,932,011 | 1,837,569 | 1,780,410 | 1,773,612 | 2,276,605 | 2,932,605 | 1,902,997 | 1,977,492 |
| Capital grants and contributions | 473,104 | 7,992 | 21,940 | 493,257 | 122,727 | 1,453,505 | 616,661 | 846,496 | 91,836 | 1,037,655 |
| Total Governmental Activities Program Revenue | 10,794,570 | 7,895,535 | 8,695,841 | 8,456,731 | 4,630,560 | 5,774,116 | 5,424,845 | 7,070,235 | 5,748,361 | 7,005,977 |
| Net Expenses | (24,756,493) | (30,105,619) | (27,505,989) | (28,973,921) | (32,811,818) | (32,553,410) | (32,008,412) | (32,145,988) | (31,672,422) | (33,837,908) |
| General Revenues and Other | | | | | | | | | | |
| <u>Changes in Net Position</u> | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property | 10,769,666 | 9,671,031 | 7,851,465 | 7,953,974 | 7,800,397 | 9,165,194 | 10,911,903 | 10,850,695 | 9,571,557 | 10,732,806 |
| Sales | 15,841,736 | 14,739,503 | 14,014,987 | 15,359,920 | 14,624,258 | 14,984,160 | 14,532,163 | 13,488,140 | 13,702,676 | 13,747,457 |
| Utility | 2,508,902 | 2,763,504 | 2,959,713 | 3,038,291 | 3,066,977 | 3,181,021 | 3,399,153 | 3,419,259 | 3,309,969 | 3,198,232 |
| Other tax | - | - | - | - | 66,619 | 76,332 | 68,383 | 66,703 | 70,128 | 71,043 |
| Licenses | - | - | - | - | 3,201,235 | 3,362,809 | 3,733,034 | 3,400,193 | 3,192,359 | 2,967,898 |
| Investment income | 33,226 | 163,421 | 270,239 | 74,638 | 49,272 | 76,066 | 72,557 | 63,076 | 20,194 | 21,020 |
| Other miscellaneous revenue | 1,532,380 | 1,056,082 | 4,543,636 | 1,060,933 | 453,761 | 1,169,629 | 975,835 | 484,752 | 551,724 | 734,440 |
| Total Governmental Activities General Revenues | 30,685,910 | 28,393,541 | 29,640,040 | 27,487,756 | 29,262,519 | 32,015,211 | 33,693,028 | 31,772,818 | 30,418,607 | 31,472,896 |
| Changes in Net Position | \$ 5,929,417 | \$ (1,712,078) | \$ 2,134,051 | \$ (1,486,165) | \$ (3,549,299) | \$ (538,199) | \$ 1,684,616 | \$ (373,170) | \$ (1,253,815) | \$ (2,365,012) |

Source: Basic financial statements

City of Hazelwood, Missouri
Fund Balances of Governmental Funds - Last Ten Fiscal Years

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|-------------------------------------|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|---------------------|
| General Fund | | | | | | | | | | |
| Nonspendable | \$ 14,608 | \$ 60,765 | \$ 47,953 | \$ 67,308 | \$ 17,617 | \$ 23,770 | \$ 16,440 | \$ 38,238 | \$ 39,495 | \$ 2,146,071 |
| Restricted | 299,606 | 198,666 | 49,108 | - | - | - | - | - | - | - |
| Committed | - | - | - | - | - | - | - | - | 57,694 | 27,781 |
| Assigned | - | - | - | - | - | - | - | 158,294 | 692,195 | 367,913 |
| Unassigned | 11,043,690 | 7,741,837 | 8,361,142 | 8,072,300 | 4,636,686 | 5,357,590 | 6,350,004 | 5,777,802 | 5,020,064 | 5,988,282 |
| Total General Fund | <u>\$ 11,357,904</u> | <u>\$ 8,001,268</u> | <u>\$ 8,458,203</u> | <u>\$ 8,139,608</u> | <u>\$ 4,654,303</u> | <u>\$ 5,381,360</u> | <u>\$ 6,366,444</u> | <u>\$ 5,974,334</u> | <u>\$ 5,809,448</u> | <u>\$ 8,530,047</u> |
| All Other Governmental Funds | | | | | | | | | | |
| Nonspendable | \$ - | \$ - | \$ 250,000 | \$ - | \$ 28,053 | \$ 50,424 | \$ 18,534 | \$ 230,791 | \$ - | \$ - |
| Restricted | 11,849,797 | 9,563,927 | 8,100,206 | 3,498,895 | 6,529,583 | 7,020,830 | 7,763,252 | 11,081,456 | 10,131,437 | 10,165,766 |
| Committed | - | - | - | - | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - | (310,311) | (213,544) |
| Total All Other Governmental Funds | <u>\$ 11,849,797</u> | <u>\$ 9,563,927</u> | <u>\$ 8,350,206</u> | <u>\$ 3,498,895</u> | <u>\$ 6,557,636</u> | <u>\$ 7,071,254</u> | <u>\$ 7,781,786</u> | <u>\$ 11,312,247</u> | <u>\$ 9,821,126</u> | <u>\$ 9,952,222</u> |

Source: Basic financial statements

City of Hazelwood, Missouri
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---|---------------------|-------------------|---------------------|-------------------|-----------------------|-----------------------|-----------------------|---------------------|---------------------|---------------------|
| Revenues | | | | | | | | | | |
| Property taxes | \$ 10,695,385 | \$ 9,413,312 | \$ 8,060,276 | \$ 8,003,729 | \$ 8,046,468 | \$ 9,461,761 | \$ 10,890,745 | \$ 10,822,152 | \$ 9,590,179 | \$ 10,717,261 |
| Sales taxes | 15,595,270 | 14,739,503 | 14,014,987 | 15,359,920 | 14,624,258 | 14,984,160 | 14,738,292 | 13,680,453 | 13,864,157 | 13,904,278 |
| Utility taxes | 2,508,902 | 2,763,504 | 2,959,713 | 3,038,291 | 3,066,977 | 3,181,021 | 3,399,153 | 3,419,259 | 3,309,969 | 3,198,232 |
| Other taxes | 1,397,576 | 1,373,526 | 1,401,924 | 1,376,082 | 1,378,882 | 1,375,386 | 1,399,185 | 1,363,055 | 1,392,355 | 1,431,119 |
| Permits and inspections | 837,611 | 719,181 | 799,345 | 646,328 | 846,339 | 541,980 | 471,362 | 371,908 | 510,677 | 396,349 |
| Licenses | 4,038,398 | 3,653,863 | 3,680,534 | 3,432,070 | 3,201,235 | 3,362,809 | 3,733,034 | 3,400,193 | 3,192,359 | 2,967,898 |
| Intergovernmental | 2,705,233 | 598,158 | 533,902 | 954,744 | 549,874 | 1,616,763 | 1,441,707 | 2,186,136 | 511,125 | 1,493,672 |
| Fines and forfeitures | 470,357 | 611,370 | 761,952 | 686,086 | 662,625 | 762,592 | 1,081,830 | 1,847,704 | 1,919,022 | 2,293,669 |
| Investment income | 33,226 | 163,421 | 270,239 | 74,638 | 49,272 | 76,066 | 72,557 | 63,076 | 20,194 | 21,020 |
| Recreation fees | 201,571 | 355,068 | 598,897 | 646,556 | 589,094 | 616,201 | 537,660 | 498,353 | 506,838 | 562,242 |
| Sewer lateral fees | 143,521 | 141,453 | 141,553 | 70,313 | 35,826 | 33,127 | 35,024 | 35,482 | 35,449 | 35,630 |
| Miscellaneous | 2,683,845 | 1,578,023 | 5,245,272 | 1,747,680 | 1,038,555 | 1,216,533 | 1,522,144 | 1,032,985 | 1,088,966 | 1,239,156 |
| Total Revenues | 41,310,895 | 36,110,382 | 38,468,594 | 36,036,437 | 34,089,405 | 37,228,399 | 39,322,693 | 38,720,756 | 35,941,290 | 38,260,526 |
| Expenditures | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Mayor and council | 71,819 | 70,105 | 65,421 | 70,481 | 48,678 | 91,620 | 125,725 | 79,378 | 100,284 | 81,451 |
| City manager | 298,622 | 533,893 | 616,799 | 619,808 | 587,716 | 533,148 | 518,276 | 522,425 | 537,533 | 500,278 |
| Information systems | 495,806 | 481,337 | 509,912 | 495,230 | 482,450 | 481,236 | 497,195 | 540,309 | 470,385 | 467,413 |
| Finance | 603,110 | 476,497 | 487,350 | 471,371 | 459,513 | 472,402 | 422,166 | 441,459 | 433,140 | 448,432 |
| Legal | 566,334 | 913,335 | 896,748 | 413,001 | 524,267 | 422,857 | 463,806 | 495,596 | 575,724 | 567,732 |
| City clerk | 209,428 | 212,761 | 202,153 | 199,244 | 218,550 | 247,803 | 247,379 | 247,960 | 250,123 | 253,423 |
| Courts | 224,280 | 223,577 | 234,086 | 197,010 | - | - | - | - | - | - |
| Police | 7,841,636 | 7,943,474 | 8,093,483 | 7,872,020 | 7,698,195 | 7,754,173 | 7,838,366 | 8,996,016 | 7,993,848 | 7,759,249 |
| Fire and ambulance | 10,600,061 | 10,201,193 | 8,215,474 | 6,759,574 | 9,425,751 | 9,439,566 | 9,087,169 | 8,103,252 | 8,519,532 | 8,169,334 |
| Public works: | | | | | | | | | | |
| Administration | 1,180,674 | 1,196,993 | 1,269,904 | 1,184,438 | 1,277,719 | 1,287,119 | 1,247,460 | 1,258,408 | 1,274,562 | 1,172,431 |
| General maintenance | 719,763 | 909,801 | 879,842 | 940,115 | 949,353 | 977,152 | 1,057,317 | 977,058 | 858,639 | 1,020,863 |
| Park maintenance | 875,558 | 810,156 | 850,489 | 890,568 | 836,450 | 857,852 | 729,793 | 784,335 | 878,348 | 935,160 |
| Recreation | 1,318,608 | 1,700,491 | 1,909,879 | 1,918,572 | 1,845,663 | 1,891,442 | 1,678,093 | 1,727,606 | 1,745,150 | 1,742,744 |
| Sewer lateral | 85,967 | 89,052 | 55,229 | 120,156 | 133,673 | 69,192 | 97,294 | 96,021 | 115,874 | 105,482 |
| Economic development | 5,882,048 | 5,140,505 | 5,193,193 | 8,608,248 | 6,492,758 | 7,067,603 | 7,709,311 | 7,819,131 | 8,055,648 | 12,085,939 |
| Capital outlay | 1,734,824 | 1,255,950 | 2,012,056 | 2,736,140 | 1,274,438 | 3,379,928 | 3,004,413 | 1,785,243 | 2,358,176 | 3,726,463 |
| Debt service: | | | | | | | | | | |
| Principal | 1,609,437 | 1,619,363 | 1,525,424 | 1,555,486 | 1,612,385 | 1,491,637 | 6,704,264 | 1,627,087 | 1,612,502 | 1,512,630 |
| Interest and fiscal charges | 1,379,017 | 1,610,293 | 1,002,208 | 930,351 | 1,474,509 | 2,691,852 | 1,747,766 | 1,626,798 | 965,760 | 1,133,145 |
| Bond issuance cost | - | - | - | - | - | 169,047 | - | - | - | 103,580 |
| Total Expenditures | 35,696,992 | 35,388,776 | 34,019,650 | 35,981,813 | 35,342,068 | 39,325,629 | 43,175,793 | 37,128,082 | 36,745,228 | 41,785,749 |
| Revenues Over (Under) Expenditures | 5,613,903 | 721,606 | 4,448,944 | 54,624 | (1,252,663) | (2,097,230) | (3,853,100) | 1,592,674 | (803,938) | (3,525,223) |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Proceeds from sale of capital assets | 28,603 | 35,180 | 6,960 | 1,940 | 3,450 | 11,310 | - | - | - | - |
| Proceeds from insurance recovery | - | - | - | - | 6,471 | - | - | - | - | - |
| Lease proceeds | - | - | 714,002 | 370,000 | - | - | - | - | - | - |
| Issuance of debt | - | - | - | - | - | 8,488,995 | 714,749 | 63,333 | - | 6,639,047 |
| Premium/discount on debt issuance | - | - | - | - | - | 542,727 | - | - | - | 256,919 |
| Payment to escrow agent | - | - | - | - | - | (8,641,494) | - | - | - | - |
| Payment to trustee | - | - | - | - | 2,067 | 76 | - | - | - | - |
| Transfers in | 606,508 | 662,334 | 723,455 | 619,732 | 614,242 | 618,597 | 722,525 | 421,991 | 631,352 | 507,745 |
| Transfers out | (606,508) | (662,334) | (723,455) | (619,732) | (614,242) | (618,597) | (722,525) | (421,991) | (631,352) | (507,745) |
| Total Other Financing Sources (Uses) | 28,603 | 35,180 | 720,962 | 371,940 | 11,988 | 401,614 | 714,749 | 63,333 | - | 6,895,966 |
| Net Change In Fund Balance | <u>\$ 5,642,506</u> | <u>\$ 756,786</u> | <u>\$ 5,169,906</u> | <u>\$ 426,564</u> | <u>\$ (1,240,675)</u> | <u>\$ (1,695,616)</u> | <u>\$ (3,138,351)</u> | <u>\$ 1,656,007</u> | <u>\$ (803,938)</u> | <u>\$ 3,370,743</u> |
| Debt service as a percentage of noncapital expenditures | 8.7% | 9.4% | 8.0% | 7.1% | 9.0% | 11.6% | 19.6% | 9.1% | 7.4% | 6.9% |

Source: Basic financial statements

City of Hazelwood, Missouri
Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years

| Fiscal Year | Calendar Year | Real Property | | | | Personal Property | Total Assessed Value | Total Direct Tax Rate * | Estimated Actual Value | Assessed Value As A Percentage Of Actual Value |
|-------------|---------------|----------------------|---------------------|-----------------------|---------------------|-------------------|----------------------|-------------------------|------------------------|--|
| | | Residential Property | Commercial Property | Agricultural Property | Total Real Property | | | | | |
| 2021 | 2020 | \$ 197,005,550 | \$ 243,527,822 | \$ 326,700 | \$ 440,860,072 | \$ 113,124,295 | \$ 553,984,367 | \$ 0.989 | \$ 2,123,051,696 | 26.09% |
| 2020 | 2019 | 197,344,190 | 253,073,231 | 290,210 | 450,707,631 | 113,068,970 | 563,776,601 | 0.922 | 2,171,132,805 | 25.97% |
| 2019 | 2018 | 176,757,687 | 216,320,690 | 292,190 | 393,370,567 | 113,843,024 | 507,213,591 | 0.989 | 1,950,269,761 | 26.01% |
| 2018 | 2017 | 172,689,270 | 225,370,777 | 292,190 | 398,352,237 | 113,190,034 | 511,542,271 | 0.989 | 1,955,179,592 | 26.16% |
| 2017 | 2016 | 160,650,480 | 216,494,183 | 276,640 | 377,421,303 | 125,513,406 | 502,934,709 | 0.989 | 1,900,918,715 | 26.46% |
| 2016 | 2015 | 162,160,520 | 224,810,450 | 289,650 | 387,260,620 | 129,113,667 | 516,374,287 | 0.987 | 1,945,763,828 | 26.54% |
| 2015 | 2014 | 169,592,870 | 243,322,239 | 169,600 | 413,084,709 | 127,633,119 | 540,717,828 | 0.986 | 2,037,288,740 | 26.54% |
| 2014 | 2013 | 169,255,140 | 246,874,725 | 169,600 | 416,299,465 | 105,861,890 | 522,161,355 | 0.987 | 2,057,371,686 | 25.38% |
| 2013 | 2012 | 188,504,600 | 248,865,162 | 182,170 | 437,551,932 | 108,612,044 | 546,163,976 | 0.987 | 1,982,598,371 | 27.55% |
| 2012 | 2011 | 189,018,800 | 248,071,371 | 364,850 | 437,455,021 | 106,693,195 | 544,148,216 | 0.987 | 2,104,505,986 | 25.86% |

Source: St. Louis County Assessor

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

City of Hazelwood, Missouri
Property Taxes - Direct and All Overlapping Governments - Last Ten Fiscal Years

| <i>Calendar year ended December 31,</i> | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| City of Hazelwood* | | | | | | | | | | |
| General property tax | \$ 0.767 | \$ 0.700 | \$ 0.767 | \$ 0.767 | \$ 0.767 | \$ 0.765 | \$ 0.764 | \$ 0.765 | \$ 0.765 | \$ 0.765 |
| Debt service property tax | 0.222 | 0.222 | 0.222 | 0.222 | 0.222 | 0.222 | 0.222 | 0.222 | 0.222 | 0.222 |
| | 0.989 | 0.922 | 0.989 | 0.989 | 0.989 | 0.987 | 0.986 | 0.987 | 0.987 | 0.987 |
| Overlapping governments: | | | | | | | | | | |
| State of Missouri | 0.030 | 0.030 | 0.030 | 0.030 | 0.030 | 0.030 | 0.030 | 0.030 | 0.030 | 0.030 |
| County General | 0.176 | 0.176 | 0.195 | 0.195 | 0.206 | 0.206 | 0.200 | 0.200 | 0.200 | 0.200 |
| County Park Maintenance | 0.042 | 0.042 | 0.046 | 0.046 | 0.049 | 0.049 | 0.050 | 0.050 | 0.050 | 0.050 |
| County Bond Retire | 0.019 | 0.019 | 0.019 | 0.019 | 0.019 | 0.019 | 0.028 | 0.028 | 0.028 | 0.028 |
| County Road and Bridge | 0.088 | 0.088 | 0.098 | 0.098 | 0.103 | 0.103 | 0.105 | 0.105 | 0.105 | 0.105 |
| County Hospital/Health | 0.118 | 0.118 | 0.131 | 0.131 | 0.138 | 0.138 | 0.140 | 0.140 | 0.140 | 0.140 |
| Metropolitan Zoological Park and Museum District | 0.253 | 0.255 | 0.272 | 0.269 | 0.279 | 0.278 | 0.280 | 0.280 | 0.268 | 0.267 |
| Sheltered Workshop | 0.075 | 0.075 | 0.084 | 0.084 | 0.088 | 0.088 | 0.090 | 0.089 | 0.084 | 0.084 |
| St. Louis County Library | 0.235 | 0.212 | 0.234 | 0.234 | 0.246 | 0.246 | 0.250 | 0.250 | 0.173 | 0.163 |
| Special School District | 1.108 | 1.108 | 1.198 | 1.191 | 1.240 | 1.235 | 1.261 | 1.240 | 1.012 | 1.013 |
| St. Louis Community College | 0.199 | 0.199 | 0.213 | 0.211 | 0.218 | 0.218 | 0.220 | 0.220 | 0.220 | 0.220 |
| Hazelwood School District | 6.104 | 6.055 | 6.520 | 6.520 | 6.520 | 6.220 | 6.220 | 6.220 | 6.220 | 6.220 |
| Metropolitan St. Louis Sewer District | 0.108 | 0.108 | 0.117 | 0.116 | 0.120 | 0.088 | 0.088 | 0.087 | 0.064 | 0.082 |
| Coldwater Creek Sewer District | 0.085 | - | - | - | - | 0.100 | 0.100 | 0.100 | 0.100 | 0.100 |
| | 8.640 | 8.485 | 9.157 | 9.144 | 9.256 | 9.018 | 9.062 | 9.039 | 8.694 | 8.702 |
| Total City and Overlapping Governments | \$ 9.629 | \$ 9.407 | \$ 10.146 | \$ 10.133 | \$ 10.245 | \$ 10.005 | \$ 10.048 | \$ 10.026 | \$ 9.681 | \$ 9.689 |

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

* Rate for residential property

City of Hazelwood, Missouri
Principal Taxpayers - Current Year and Ten Years Ago

| Property Taxpayer | 2020 | | | 2011 | | |
|---------------------------------------|----------------------------------|------|---|----------------------------------|------|---|
| | Taxable Assessed Valuation | Rank | Percentage Of Total City Taxable Assessed Value | Taxable Assessed Valuation | Rank | Percentage Of Total City Taxable Assessed Value |
| The Boeing Company | \$ 32,909,740 | 1 | 5.94% | \$ 31,473,050 | 1 | 5.78% |
| BioMerieux, Inc. | 21,352,020 | 2 | 3.85% | 6,648,130 | 6 | 1.22% |
| TSP Blackhawk, LLC | 14,014,260 | 3 | 2.53% | | | |
| DP Properties, LP | 7,714,440 | 4 | 1.39% | 12,640,000 | 4 | 2.32% |
| Duke Realty, LP | 6,912,000 | 5 | 1.25% | | | |
| IBM Corporation | 6,389,760 | 6 | 1.15% | 4,878,360 | 9 | 0.90% |
| Ducharme, McMillen & Associates | 6,001,370 | 7 | 1.08% | | | |
| Exeter 372 Hazelwood Logistics Center | 5,508,830 | 8 | 0.99% | | | |
| Timberland STL, LLC | 5,271,630 | 9 | 0.95% | | | |
| Mallinckrodt Medical, Inc. | 5,008,730 | 10 | 0.90% | 13,484,410 | 3 | 2.48% |
| St. Louis Mills Limited Partnership | | | | 24,322,910 | 2 | 4.47% |
| Thomson Reuters | | | | 7,929,700 | 5 | 1.46% |
| Aviator Business Park, LLC | | | | 6,592,240 | 7 | 1.21% |
| Sonoco Plastics, Inc | | | | 5,386,760 | 8 | 0.99% |
| Village Square Partners I, LLC | | | | 4,406,710 | 10 | 0.81% |
| Total | <u>\$ 111,082,780</u> | | <u>20.05%</u> | <u>\$ 117,762,270</u> | | <u>21.64%</u> |

Source: St. Louis County Assessor

City of Hazelwood, Missouri
Property Tax Levies And Collections - Last Ten Fiscal Years

| Fiscal Year | Levy Year | Net Tax Levy (1) | Current Tax Collections | Percent Collected As Current | Delinquent Tax Collections (2) | Total Tax Collections | Total Collections As Percent Of Levy | Outstanding Delinquent Taxes | Delinquent Taxes As Percent of Levy |
|--------------------|------------------|-------------------------|--------------------------------|-------------------------------------|---------------------------------------|------------------------------|---|-------------------------------------|--|
| 2021 | 2020 | \$ 5,024,421 | \$ 3,694,162 | 73.52% | \$ 903,652 | \$ 4,597,814 | 91.51% | \$ 1,950,563 | 38.82% |
| 2020 | 2019 | 5,121,567 | 3,766,325 | 73.54% | 1,326,109 | 5,092,434 | 99.43% | 1,642,208 | 32.06% |
| 2019 | 2018 | 4,666,458 | 3,391,479 | 72.68% | 1,204,793 | 4,596,272 | 98.50% | 1,677,233 | 35.94% |
| 2018 | 2017 | 4,709,736 | 3,396,578 | 72.12% | 857,927 | 4,254,505 | 90.33% | 1,688,611 | 35.85% |
| 2017 | 2016 | 4,563,563 | 3,579,563 | 78.44% | 799,654 | 4,379,217 | 95.96% | 1,405,472 | 30.80% |
| 2016 | 2015 | 4,595,233 | 3,400,325 | 74.00% | 751,237 | 4,151,562 | 90.34% | 1,418,037 | 30.86% |
| 2015 | 2014 | 4,806,775 | 3,839,448 | 79.88% | 949,738 | 4,789,186 | 99.63% | 1,201,310 | 24.99% |
| 2014 | 2013 | 4,610,158 | 3,568,026 | 77.39% | 796,952 | 4,364,978 | 94.68% | 1,255,997 | 27.24% |
| 2013 | 2012 | 4,831,599 | 3,940,910 | 81.57% | 1,000,832 | 4,941,742 | 102.28% | 1,096,107 | 22.69% |
| 2012 | 2011 | 4,784,782 | 3,824,120 | 79.92% | 986,785 | 4,810,905 | 100.55% | 1,226,476 | 25.63% |

Source: St. Louis County Collector's Office as of December 31 of the tax levy year

(1) St. Louis County Board of Equalization after adjustments

(2) Data for delinquent tax collections, excluding penalties and interest, is not available by levy year. St. Louis County will need more time to make system updates to track this information.

City of Hazelwood, Missouri
Sales Tax Rates, Direct and Overlapping - Last Ten Fiscal Years

| For The Years Ended June 30 | City Direct Rate | St. Louis County | State of Missouri | Direct And Overlapping | Sales Tax Revenues | Taxable Sales (1) |
|--|-----------------------------|-----------------------------|------------------------------|-----------------------------------|-----------------------------------|------------------------------|
| 2021 | 2.750% | 2.888% | 4.225% | 9.8630% | \$ 15,841,736 | \$ 396,121,456 |
| 2020 | 2.000% | 2.888% | 4.225% | 9.1130% | 14,739,503 | 385,303,981 |
| 2019 | 2.000% | 2.888% | 4.225% | 9.1130% | 14,014,987 | 282,395,855 |
| 2018 | 2.000% | 2.888% | 4.225% | 9.1130% | 15,359,920 | 300,608,229 |
| 2017 | 2.000% | 2.888% | 4.225% | 9.1130% | 14,624,258 | 328,173,099 |
| 2016 | 2.000% | 2.888% | 4.225% | 9.1130% | 14,984,160 | 464,489,977 |
| 2015 | 1.750% | 2.888% | 4.225% | 8.8630% | 14,738,292 | 505,385,586 |
| 2014 | 1.500% | 2.888% | 4.225% | 8.6130% | 13,680,453 | 527,893,274 |
| 2013 | 1.500% | 2.888% | 4.225% | 8.6130% | 13,854,157 | 542,931,031 |
| 2012 | 1.500% | 2.700% | 4.225% | 8.4250% | 13,904,278 | 538,076,663 |

(1) Taxable sales reported by the Missouri Department of Revenue. State law prohibits the disclosure of specific taxpayer information.

Note: The City participates in the county-wide sales tax sharing pool, which is generally distributed based on population.

Note: The City's direct rate is made up of the following:

| | |
|--------|--|
| 0.500% | Capital improvements sales tax, effective October 1996 |
| 0.500% | Parks and storm water sales tax, effective April 2002 |
| 0.500% | Economic development sales tax, effective July 2007 |
| 0.250% | 1/4 Fire sales tax, effective January 2015 |
| 0.250% | 1/4 Local sales tax |
| 0.500% | Public safety sales tax |
| 0.250% | 1/4 Local sales tax |

City of Hazelwood, Missouri
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years

| Fiscal Year | Governmental Activities | | | | | | | Total Primary Government | Percentage Of Personal Income (1) | Per Capita (1) |
|-------------|--------------------------|--------------------------|-------------------------------|-------------------------------|---------------|-----------------------------|---------------------------|--------------------------|-----------------------------------|----------------|
| | General Obligation Bonds | Special Obligation Bonds | Tax Increment Financing Notes | Certificates of Participation | Notes Payable | Special Assessment GO Bonds | Capital Lease Obligations | | | |
| 2021 | \$ 4,871,885 | \$ - | \$ 17,055,000 | \$ 2,243,656 | \$ - | \$ - | \$ 1,203,888 | \$ 25,374,429 | 3.15% | \$ 997 |
| 2020 | 5,851,262 | - | 17,055,000 | 2,572,130 | - | 80,000 | 1,498,325 | 27,056,717 | 4.13% | 1,053 |
| 2019 | 6,810,638 | - | 17,055,000 | 2,890,605 | - | 155,000 | 1,837,688 | 28,748,931 | 4.39% | 1,119 |
| 2018 | 7,750,014 | - | 17,055,000 | 3,204,080 | - | 225,000 | 1,399,110 | 29,633,204 | 4.52% | 1,153 |
| 2017 | 8,674,390 | - | 17,055,000 | 3,507,555 | 2,321 | 295,000 | 1,357,275 | 30,891,541 | 4.69% | 1,202 |
| 2016 | 9,583,766 | - | 17,055,000 | 3,806,030 | 5,674 | 360,000 | 1,766,308 | 32,576,778 | 4.93% | 1,267 |
| 2015 | 10,170,847 | - | 17,055,000 | 4,009,412 | 9,027 | 420,000 | 1,480,598 | 33,144,884 | 5.02% | 1,290 |
| 2014 | 16,152,324 | 117,541 | 17,055,000 | 4,236,615 | 12,380 | 480,000 | 1,104,219 | 39,158,079 | 5.93% | 1,523 |
| 2013 | 16,848,801 | 577,313 | 17,055,000 | 4,453,818 | 15,733 | 535,000 | 1,259,848 | 40,745,513 | 6.46% | 1,585 |
| 2012 | 17,520,277 | 1,020,899 | 17,055,000 | 4,661,021 | 19,086 | 585,000 | 1,520,411 | 42,381,694 | 6.42% | 1,649 |

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

(1) See Demographics and Economic Statistics Table

City of Hazelwood, Missouri
Ratios of Net General Bonded Debt Outstanding - Last Ten Fiscal Years

| Fiscal Year | Population (1) | Actual Value of Taxable Property (2) | General Obligation Debt (3) | Amount Available in Debt Service Fund (4) | Net General Bonded Debt | Percentage of Actual Taxable Value of Property | Net General Bonded Debt per Capita |
|--------------------|-----------------------|---|------------------------------------|--|--------------------------------|---|---|
| 2021 | \$ 25,458 | \$ 2,123,051,696 | \$ 4,871,885 | \$ 666,169 | \$ 4,205,716 | 0.20% | \$ 165 |
| 2020 | 25,703 | 2,171,132,805 | 5,851,262 | 668,154 | 5,183,108 | 0.24% | 202 |
| 2019 | 25,703 | 1,950,269,761 | 6,810,638 | 695,708 | 6,114,930 | 0.31% | 238 |
| 2018 | 25,703 | 1,955,179,592 | 7,750,014 | 696,569 | 7,053,445 | 0.36% | 274 |
| 2017 | 25,703 | 1,900,918,715 | 8,674,390 | 731,150 | 7,943,240 | 0.42% | 309 |
| 2016 | 25,703 | 1,945,763,828 | 9,583,766 | 777,597 | 8,806,169 | 0.45% | 343 |
| 2015 | 25,703 | 2,037,288,740 | 10,170,847 | 870,237 | 9,300,610 | 0.46% | 362 |
| 2014 | 25,703 | 2,057,371,686 | 16,152,324 | 6,177,574 | 9,974,750 | 0.48% | 388 |
| 2013 | 25,703 | 1,982,598,371 | 16,848,801 | 6,320,034 | 10,528,767 | 0.53% | 410 |
| 2012 | 25,703 | 2,104,505,986 | 17,520,277 | 6,384,431 | 11,135,846 | 0.53% | 433 |

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

(1) Source: U.S. Census Bureau

(2) Source: St. Louis County Assessor

(3) Special assessment general obligation bonds are not included because they are not repaid with property taxes.

(4) The amount available in the Debt Service Fund includes amounts restricted for payment of certain cross-over debt from 2012 to 2014.

City of Hazelwood, Missouri
Direct and Overlapping Governmental Activities Debt

| Name of Governmental Unit | Debt Outstanding | Estimated Percentage Applicable | Estimated Share Of Overlapping Debt |
|-------------------------------------|------------------------------|--|--|
| St. Louis County | \$ 68,775,000 | 2.50% | \$ 1,719,375 |
| Hazelwood School District | 189,073,452 | 26.90% | 50,860,759 |
| Ferguson-Florissant School District | 45,993,821 | 8.70% | 4,001,462 |
| Pattonville School District | 58,910,000 | 0.40% | 235,640 |
| Subtotal: | <u>362,752,273</u> | | <u>56,817,236</u> |
| City of Hazelwood | <u>25,374,429</u> | 100.00% | <u>25,374,429</u> |
| Total Direct and Overlapping Debt: | <u><u>\$ 388,126,702</u></u> | | <u><u>\$ 82,191,665</u></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 Hazelwood, Missouri
Legal Debt Margin Information - Last Ten Fiscal Years

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Debt limit | <u>\$ 55,398,437</u> | <u>\$ 56,377,660</u> | <u>\$ 50,721,359</u> | <u>\$ 51,154,227</u> | <u>\$ 50,293,471</u> | <u>\$ 51,637,429</u> | <u>\$ 54,071,783</u> | <u>\$ 52,216,136</u> | <u>\$ 54,616,398</u> | <u>\$ 54,414,822</u> |
| Amount of debt subject to limit: | | | | | | | | | | |
| Total bonded debt | 4,871,885 | 5,851,262 | 6,810,638 | 7,750,014 | 8,674,390 | 9,583,766 | 10,170,847 | 16,152,324 | 16,848,801 | 17,520,277 |
| Less: Amounts available in debt service fund | <u>(666,169)</u> | <u>(668,154)</u> | <u>(695,708)</u> | <u>(696,569)</u> | <u>(731,150)</u> | <u>(777,597)</u> | <u>(870,237)</u> | <u>(6,177,574)</u> | <u>(6,320,034)</u> | <u>(6,384,431)</u> |
| Total amount of debt applicable to debt limit | <u>4,205,716</u> | <u>5,183,108</u> | <u>6,114,930</u> | <u>7,053,445</u> | <u>7,943,240</u> | <u>8,806,169</u> | <u>9,300,610</u> | <u>9,974,750</u> | <u>10,528,767</u> | <u>11,135,846</u> |
| Legal Debt Margin | <u>\$ 51,192,721</u> | <u>\$ 51,194,552</u> | <u>\$ 44,606,429</u> | <u>\$ 44,100,782</u> | <u>\$ 42,350,231</u> | <u>\$ 42,831,260</u> | <u>\$ 44,771,173</u> | <u>\$ 42,241,386</u> | <u>\$ 44,087,631</u> | <u>\$ 43,278,976</u> |
| Total Net Debt Applicable to The | | | | | | | | | | |
| Limit as a Percentage of Debt Limit | 7.59% | 9.19% | 12.06% | 13.79% | 15.79% | 17.05% | 17.20% | 19.10% | 19.28% | 20.46% |

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 Hazelwood, Missouri
Demographic and Economic Statistics - Last Ten Fiscal Years

| Fiscal Year | Population (1) | Personal Income (in thousands) | Per Capita Income (1) | Median Household Income (1) | Median Age (1) | School Enrollment (1) | Unemployment Rate (2) |
|--------------------|---------------------------|---|----------------------------------|--|---------------------------|----------------------------------|----------------------------------|
| 2021 | 25,458 | \$ 806,739 | \$ 31,689 | \$ 54,573 | 38 | 3,701 | 5.8% |
| 2020 | 25,703 | 655,555 | 25,505 | 51,218 | 37 | 3,722 | 9.5% |
| 2019 | 25,703 | 655,555 | 25,505 | 51,218 | 37 | 3,722 | 3.9% |
| 2018 | 25,703 | 655,555 | 25,505 | 51,218 | 37 | 3,722 | 3.9% |
| 2017 | 25,703 | 658,100 | 25,604 | 45,851 | 37 | 4,037 | 4.3% |
| 2016 | 25,703 | 660,207 | 25,686 | 44,807 | 37 | 4,271 | 5.1% |
| 2015 | 25,703 | 659,822 | 25,671 | 44,855 | 37 | 4,497 | 6.2% |
| 2014 | 25,703 | 660,336 | 25,691 | 44,441 | 37 | 4,802 | 6.6% |
| 2013 | 25,703 | 630,366 | 24,525 | 46,365 | 37 | 4,967 | 7.5% |
| 2012 | 25,703 | 660,541 | 25,699 | 47,218 | 37 | 4,867 | 7.1% |

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

(2) Source: Missouri Department of Economic Development

City of Hazelwood, Missouri
Principal Employers - Current and Ten Years Ago

| Employer | 2021 | | | Employer | 2012 | | |
|---------------------------|-----------|------|---|------------------------------------|-----------|------|---|
| | Employees | Rank | Percentage Of Total City Employment | | Employees | Rank | Percentage Of Total City Employment |
| The Boeing Company | 5,612 | 1 | 26.45% | The Boeing Company | 5,610 | 1 | 26.39% |
| Amazon.com Services, Inc. | 1,149 | 2 | 5.42% | Mallinckrodt, LLC | 930 | 2 | 4.37% |
| BioMerieux, Inc. | 697 | 3 | 3.28% | IBM Corporation | 808 | 3 | 3.80% |
| Artur Express, Inc. | 422 | 4 | 1.99% | Convergys Corporation | 785 | 4 | 3.69% |
| First Bank | 360 | 6 | 1.70% | BioMerieux, Inc. | 609 | 6 | 2.86% |
| Nature's Bakery, LLC | 334 | 5 | 1.57% | GKN Aerospace North American, Inc. | 600 | 5 | 2.82% |
| SAK Construction | 318 | 7 | 1.50% | Supervalu St. Louis Division | 355 | 7 | 1.67% |
| Potter Electric Signal | 304 | 9 | 1.43% | First Bank | 348 | 9 | 1.64% |
| Fiserv Solutions, Inc. | 283 | 8 | 1.33% | Fiserv Solutions, Inc. | 283 | 8 | 1.33% |
| Mallinckrodt, LLC | 280 | 10 | 1.32% | Aclara Technologies, LLC | 250 | 10 | 1.18% |
| Total | 9,759 | | 45.99% | Total | 10,578 | | 49.75% |

Source: City of Hazelwood's License Database

City of Hazelwood, Missouri
Full-Time City Government Employees By Functions/Programs - Last Ten Fiscal Years

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <u>Functions/Programs</u> | | | | | | | | | | |
| General government: | | | | | | | | | | |
| City manager | 1 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Information technology | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 0 | 0 | 0 |
| Economic development | 2 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Finance | 5 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Legal | 1 | 1 | 1 | 1 | 3 | 3 | 4 | 4 | 4 | 4 |
| Municipal court | 3 | 3 | 2 | 2 | 0 | 0 | 0 | 0 | 0 | 0 |
| City clerk | 2 | 2 | 2 | 2 | 3 | 3 | 3 | 3 | 3 | 3 |
| Public safety: | | | | | | | | | | |
| Police | 80 | 82 | 80 | 80 | 80 | 83 | 84 | 84 | 85 | 85 |
| Fire | 31 | 34 | 45 | 32 | 35 | 34 | 34 | 34 | 34 | 34 |
| Ambulance | 6 | 6 | 12 | 6 | 3 | 3 | 3 | 3 | 3 | 3 |
| Public works: | | | | | | | | | | |
| Administration | 10 | 9 | 10 | 9 | 10 | 11 | 11 | 11 | 11 | 11 |
| Street maintenance | 7 | 9 | 9 | 9 | 9 | 10 | 10 | 10 | 10 | 9 |
| Parks maintenance | 9 | 11 | 11 | 11 | 11 | 11 | 11 | 10 | 11 | 12 |
| Recreation | 31 | 33 | 30 | 30 | 31 | 42 | 36 | 42 | 42 | 41 |
| Total | <u>190</u> | <u>204</u> | <u>216</u> | <u>196</u> | <u>199</u> | <u>214</u> | <u>210</u> | <u>213</u> | <u>215</u> | <u>214</u> |

Source: The City's Annual Budget Document

Mayor and Council excluded (elected officials, not employees)

City of Hazelwood, Missouri
Operating Indicators By Functions/Programs - Last Ten Fiscal Years

| Functions/Programs | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Police/Patrol | | | | | | | | | | |
| Arrests | 943 | 1,875 | 2,489 | 3,012 | 1,958 | 1,343 | 2,117 | 3,318 | 3,394 | 3,307 |
| Traffic citations | 5,728 | 6,068 | 5,189 | 8,016 | 5,495 | 5,286 | 6,645 | 11,838 | 12,044 | 14,087 |
| Fire | | | | | | | | | | |
| Fire calls | 715 | 784 | 1,016 | 881 | 672 | 897 | 601 | 804 | 766 | 765 |
| Ambulance calls | 2,851 | 2,852 | 2,905 | 2,808 | 2,973 | 2,274 | 2,224 | 2,006 | 1,840 | 1,665 |
| Inspections | 1,200 | 813 | 1,190 | 1,163 | 1,077 | 1,068 | 1,132 | 1,013 | 710 | 984 |
| Public Works | | | | | | | | | | |
| Streets: | | | | | | | | | | |
| Streets resurfacing (miles) | 0 | 0 | 0 | 0 | 2 | 0 | 3 | 2 | 2 | 0 |
| Sidewalk repairs (lineal ft.) | 968 | 100 | 200 | 100 | 56 | 160 | 60 | 100 | 865 | 85 |
| Potholes repaired (tons of material) | 116 | 50 | 63 | 62 | 166 | 80 | 80 | 80 | 30 | 80 |
| Administration: | | | | | | | | | | |
| Building permits issued | 1,176 | 953 | 1,145 | 1,006 | 901 | 933 | 883 | 989 | 913 | 751 |
| Residential occupancy permits issued | 1,704 | 1,636 | 1,854 | 2,053 | 1,918 | 1,542 | 1,400 | 1,961 | 2,066 | 1,988 |
| Recreation: | | | | | | | | | | |
| Community center admissions | 16,606 | 80,509 | 91,697 | 103,679 | 110,896 | 92,751 | 93,464 | 106,598 | 112,231 | 103,620 |
| Finance | | | | | | | | | | |
| Business licenses issued | 836 | 750 | 792 | 833 | 872 | 873 | 901 | 952 | 1,008 | 1,031 |
| Payroll transactions | 5,787 | 6,373 | 6,846 | 7,196 | 7,411 | 7,184 | 7,343 | 7,415 | 7,380 | 7,260 |
| Accounting funds | 16 | 16 | 16 | 16 | 16 | 16 | 16 | 16 | 15 | 15 |
| Payable checks issued | 2,898 | 3,438 | 3,810 | 4,081 | 4,002 | 4,285 | 4,349 | 4,824 | 4,930 | 5,043 |
| Payable EFT's issued | 1,373 | 1,332 | 1,208 | 1,096 | 1,074 | 1,048 | 459 | n/a | n/a | n/a |

Source: City records - various departments listed

City of Hazelwood, Missouri
Capital Assets Statistics By Functions/Programs - Last Ten Fiscal Years

| Functions/Programs | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Police/Patrol | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Marked patrol units | 31 | 31 | 31 | 31 | 32 | 31 | 31 | 31 | 31 | 31 |
| Sectors | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Public safety/fire | | | | | | | | | | |
| Stations | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Fire hydrants | 588 | 588 | 588 | 588 | 588 | 586 | 586 | 586 | 586 | 586 |
| Vehicles | 13 | 11 | 11 | 11 | 11 | 10 | 10 | 10 | 10 | 10 |
| Public Works | | | | | | | | | | |
| Miles of streets | 169 | 169 | 169 | 169 | 169 | 168 | 168 | 168 | 168 | 168 |
| Street lights and signals | 145 | 145 | 145 | 145 | 143 | 111 | 111 | 111 | 111 | 111 |
| Parks and Recreation | | | | | | | | | | |
| Community centers | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Parks | 16 | 16 | 16 | 16 | 16 | 16 | 16 | 16 | 16 | 16 |
| Park acreage | 179 | 179 | 179 | 179 | 179 | 179 | 179 | 179 | 179 | 179 |
| Swimming pools | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Tennis courts | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 |
| Athletic complex | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

Source: City Finance Department records