

**REQUIRED SUPPLEMENTARY
INFORMATION (RSI)**

REQUIRED SUPPLEMENTARY INFORMATION

Employees Retirement System - LAGERS
Schedule of Funding Progress

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(a/b) Funded Ratio	(b-a) Unfunded Accrued Liability (UAL)	(c) Annual Covered Payroll	(b-a)/c Unfunded UAL as % of Covered Payroll
2/28/98	\$12,567,880	\$16,463,544	76.34%	\$3,895,664	\$7,708,531	50.54%
2/28/99	\$14,091,972	\$17,346,279	81.24%	\$3,254,307	\$7,887,673	41.26%
2/29/00	\$17,596,196	\$19,233,196	91.49%	\$1,637,000	\$8,191,167	19.98%
2/28/01	\$21,092,899	\$20,308,091	103.86%	(\$784,808)	\$9,095,133	(8.63)%
2/28/02	\$23,093,011	\$26,835,012	86.06%	\$3,742,001	\$9,556,817	39.16%
2/28/03	\$22,437,399	\$27,959,680	80.25%	\$5,522,281	\$10,719,283	51.52%
2/29/04	\$21,808,245	\$28,241,465	77.22%	\$6,433,220	\$10,819,756	59.46%
2/28/05	\$23,316,134	\$30,302,215	76.95%	\$6,986,081	\$11,756,202	59.42%
2/28/06	\$24,382,254	\$32,198,881	75.72%	\$7,816,627	\$12,127,992	64.45%
2/28/07	\$27,788,767	\$35,463,095	78.36%	\$7,674,328	\$13,172,799	58.26%

Notes to the Required Schedule

The above assets and Actuarial Accrued Liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2007 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

The minimum amortization period is 15 years, except for liabilities arising due to adoption of the Non-Contributory Refund provision. The maximum amortization period is 30 years, except in certain cases. The periods shown reflect the remaining amortization periods for: 1) the employers's initial liability and subsequent actuarial gains and losses; and 2) benefit changes adopted by the employer.

**Firemen's Retirement System
Schedule of Funding Progress**

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(a/b) Funded Ratio	(b-a) Unfunded Accrued Liability (UAL)	(c) Annual Covered Payroll	(b-a)/c Unfunded UAL as % of Covered Payroll
10-31-98@#	\$12,170,254	\$15,379,025	79%	\$3,208,771	\$2,236,122	143%
10/31/99	\$13,041,582	\$16,043,532	81%	\$3,001,950	\$2,421,530	124%
10/31/00	\$13,930,576	\$17,064,499	82%	\$3,133,923	\$2,572,690	122%
10/31/01	\$14,345,972	\$17,408,622	82%	\$3,062,650	\$2,633,291	116%
10/31/02	\$14,408,849	\$18,553,669	78%	\$4,144,820	\$2,836,345	146%
10/31/03	\$14,608,661	\$19,458,966	75%	\$4,850,305	\$2,969,736	163%
10/31/04	\$15,106,675	\$19,852,209	76%	\$4,745,534	\$3,012,209	158%
10/31/04* @	\$15,106,675	\$23,480,456	64%	\$8,373,781	\$3,012,209	278%
10/31/05	\$15,965,931	\$24,785,811	64%	\$8,819,880	\$3,093,865	285%
10/31/06*	\$17,075,661	\$25,442,238	67%	\$8,366,577	\$3,288,048	254%
10/31/07	\$18,580,321	\$26,924,346	69%	\$8,344,025	\$3,488,434	239%

* After changes in benefit provisions.

@ After changes in actuarial assumptions.

Beginning with the October 31, 1998 actuarial valuation, the schedule of funding progress includes the 13th Check Reserve in the entry age actuarial accrued liability and actuarial value of assets.

Notes to the Required Schedule

The required contribution was determined using the entry age actuarial cost method. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, (b) projected salary increases of 4.0% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.00% to 3.00% per year, depending on age, attributable to seniority/merit, and (d) the assumption that benefits will increase 2% per year after retirement for members retiring after January 14, 2004 and no increases for other retirees. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the fair value of investments over a four-year period. The unfunded actuarial accrued liability is being amortized as a level percent of project payroll on a closed basis. The amortization period on October 31, 2007 was 27 years.

CITY OF JEFFERSON, MISSOURI
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended October 31, 2007

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	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>
REVENUES				
Sales and other user taxes	\$ 11,250,883	\$ 11,250,883	\$ 11,455,220	\$ 204,337
Property taxes	3,570,322	3,570,322	3,463,473	(106,849)
Utility/Franchise taxes	5,525,534	5,525,534	5,699,220	173,686
Licenses, permits and fees	576,894	576,894	543,132	(33,762)
Intergovernmental	1,743,796	1,987,671	1,801,084	(186,587)
Charges for services	1,371,955	1,371,955	1,452,344	80,389
Fines and forfeitures	943,000	943,000	991,659	48,659
Investment earnings	160,000	160,000	244,001	84,001
Miscellaneous	568,500	568,500	698,689	130,189
Total revenues	<u>25,710,884</u>	<u>25,954,759</u>	<u>26,348,822</u>	<u>394,063</u>
EXPENDITURES				
General government:				
Mayor and council	79,200	79,200	81,419	(2,219)
City clerk	96,750	105,633	122,892	(17,259)
City administrator	330,940	330,940	342,290	(11,350)
City counselor	294,400	292,894	299,479	(6,585)
Municipal court	254,240	263,863	261,371	2,492
Human Resources	245,460	250,460	253,101	(2,641)
Finance department	791,280	811,374	810,101	1,273
Non-departmental	834,460	874,202	683,926	190,276
Entitlement Grant	301,299	301,299	188,477	112,822
Information Systems Technology/GIS	607,325	607,325	590,273	17,052
Public safety:				
Police	8,157,281	8,417,856	8,292,733	125,123
Fire	4,961,475	5,011,068	4,756,996	254,072
Community development:				
Administration	348,075	327,981	312,924	15,057
Planning & Transportation Administration	151,940	151,940	156,961	(5,021)
Planning	142,030	122,030	98,987	23,043
Metropolitan Planning Organization	146,040	176,040	170,517	5,523
Code Enforcement-Administration	167,235	167,235	165,247	1,988
Building regulations	436,225	376,225	361,764	14,461
Environmental services	567,340	584,360	522,699	61,661
Animal rescue	567,585	567,585	564,781	2,804
Central maintenance	1,258,939	1,448,939	1,404,650	44,289
Public Works-administration	148,340	148,340	144,768	3,572
Engineering	937,325	937,325	871,327	65,998
Streets	2,423,100	2,509,928	2,542,097	(32,169)
Vehicle & Equipment Replacement Plan	750,800	750,800	702,682	48,118
Total expenditures	<u>24,999,084</u>	<u>25,614,842</u>	<u>24,702,462</u>	<u>912,380</u>
Excess of revenues over expenditures	<u>711,800</u>	<u>339,917</u>	<u>1,646,360</u>	<u>1,306,443</u>
OTHER FINANCING SOURCES (USES)				
Sale of assets	265,700	265,700	56,604	(209,096)
Transfers in	8,500	8,500	8,838	338
Transfers out	(729,000)	(729,000)	(727,803)	1,197
Total other financing sources and uses	<u>(454,800)</u>	<u>(454,800)</u>	<u>(662,361)</u>	<u>(207,561)</u>
Net change in fund balance	257,000	(114,883)	983,999	1,098,882
Fund balances-beginning	4,994,444	4,994,444	4,994,444	-
Fund balances-ending	<u>\$ 5,251,444</u>	<u>\$ 4,879,561</u>	<u>\$ 5,978,443</u>	<u>\$ 1,098,882</u>

CITY OF JEFFERSON, MISSOURI
Required Supplementary Information
Budgetary Comparison Schedule
Parks Fund
For the Year Ended October 31, 2007

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	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Sales and other user taxes	\$ 4,378,265	\$ 4,378,265	\$ 4,648,900	\$ 270,635
Property taxes	5,750	5,750	8,512	2,762
Intergovernmental	58,000	58,000	55,289	(2,711)
Charges for services	1,195,321	1,195,321	1,387,455	192,134
Investment earnings	28,000	28,000	75,421	47,421
Miscellaneous	90,130	90,130	94,255	4,125
Total revenues	<u>5,755,466</u>	<u>5,755,466</u>	<u>6,269,832</u>	<u>514,366</u>
EXPENDITURES				
Cultural and recreation:				
Parks administration	583,100	583,100	566,219	16,881
Ice arena	432,805	432,805	437,148	(4,343)
Golf course	733,715	733,715	638,772	94,943
Memorial pool	195,800	195,800	256,721	(60,921)
Ellis porter pool	108,480	108,480	117,793	(9,313)
Parks maintenance	2,171,080	2,171,080	2,049,739	121,341
Parks and recreation	796,416	796,416	1,114,958	(318,542)
Capital outlay-projects	<u>1,097,098</u> *	<u>1,097,098</u>	<u>352,836</u>	<u>744,262</u>
Total expenditures	<u>6,118,494</u>	<u>6,118,494</u>	<u>5,534,186</u>	<u>584,308</u>
Excess of revenues over expenditures	<u>(363,028)</u>	<u>(363,028)</u>	<u>735,646</u>	<u>1,098,674</u>
OTHER FINANCING SOURCES (USES)				
Sale of assets	2,500	2,500	4,533	2,033
Transfers out	<u>(2,000)</u>	<u>(2,000)</u>	<u>(1,401)</u>	<u>599</u>
Total other financing sources and uses	<u>500</u>	<u>500</u>	<u>3,132</u>	<u>2,632</u>
Net change in fund balance	<u>(362,528)</u>	<u>(362,528)</u>	<u>738,778</u>	<u>1,101,306</u>
Fund balances-beginning	1,441,872	1,441,872	1,441,872	-
Fund balances-ending	<u>\$ 1,079,344</u>	<u>\$ 1,079,344</u>	<u>\$ 2,180,650</u>	<u>\$ 1,101,306</u>

* Includes Capital Projects Reappropriated:
Parks capital projects

\$ 362,528

Budgetary Information

The City Administrator is responsible for preparing the annual operating and five-year capital budgets for all City operations and agencies for the Mayor's review, consideration and recommendation to the Council. The process begins at the department level in June and ends with adoption on or before October 31 of each year. The Mayor's proposed budget can only be adopted by majority action of the Council which must hold at least one public hearing prior to enactment. Controls are maintained to ensure compliance with the annual adopted budget which, in turn, must comply with state constitutional and statutory limits on tax levies. Budgetary control is maintained at the departmental level with transfers between departments requiring Mayor approval and supplemental appropriations requiring Council approval.

Budgets are prepared on a basis consistent with generally accepted accounting principles and are adopted for all revenues and expenditures/expenses of all funds except JC Veterans Plaza and Stoneridge Tax Development District funds.

Project budgets are adopted for the Capital Projects funds and for capital projects in the Grant, Parks, and Wastewater funds. Capital project budgets also include the continuing appropriations which represent the remaining balance carried forward from the prior year. Except for project or grant budgets, any remaining unencumbered appropriations lapse at the fiscal year end.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is utilized in the governmental fund types. Encumbrances are carried forward as reservations of fund balance and do not constitute expenditures or liabilities because the commitments will be honored during the next year.

The budget amounts shown in the financial statements are the original and final authorized amounts including the following Council authorized supplemental budget appropriations:

General Fund	Increase in Court Elected Officials' Salaries	\$ 17,000
	Human Resources - Fire Personnel Recruitment	5,000
	Economic Development	25,000
	Neighborhood Reinvestment Program	14,742
	Mustang Grant	125,000
	Police Dictation System	44,100
	JAG Police and (2) LETPP Grants	90,975
	Walmart donations-Police Taser & Fire Special Events	1,500
	Fire Department Building Roof and Exhaust System Repairs	48,593
	Compost Services	37,020
	Street Department Chemicals	176,828
Capital Impr. Fund	Fairgrounds Trail Grant	196,206
	E. McCarty Street Property	248,618
Transit Fund	Additional 2 Bus Drivers offset by increased fares	43,000
Airport Fund	Additional Taxiway & Lighting Grants	315,463

Excess of Expenditures over Appropriations

For the year ending October 31, 2007, expenditures exceeded appropriations in the following departments (the legal level of budgetary control) within the General Fund:

General Fund:	Mayor and Council	\$(2,219)
	City Clerk	\$(17,259)
	City Administrator	\$(11,350)
	City Counselor	\$(6,585)
	Human Resources	\$(2,641)
	Community Development-Planning & Transp.-Admin.	\$(5,021)
	Community Development-Street	\$(32,169)
Special Revenue:	Police Training Fund	\$(2,285)
	Lodging Tax Fund	\$(20,041)
	City Hall Art Trust Fund	\$(481)

These expenditures were funded by available fund balance.