



METRO WEST FIRE PROTECTION DISTRICT

FINANCIAL REPORT (Audited)

Year Ended December 31, 2019





The Metro West Fire Protection District strives to continually provide the best quality emergency response services, and the most current lifesaving information for our residents and businesses. Below you will find information on our Mission Statement, Vision, and History.

We provide the best in fire protection, rescue services, and EMS pre-hospital care. In addition, we place a heavy emphasis on fire prevention, disaster preparedness, emergency management, training, and injury prevention for all ages. Because, your life is our mission...

Mission Statement

“Your Life, Our Mission....”

Vision

The vision of the Metro West Fire Protection District is to be **The Leader** in providing public safety, protection, and education by setting the benchmark for all service delivery through international accreditation and excellence in responsiveness.

History

The Metro West Fire Protection District has been serving the community since 1934. It was organized as the Community Fire Association in 1934. In 1957, district leaders began laying the foundation of the Volunteer Association that would bring a bright future. The Volunteer Association was dissolved when the citizens voted to form the Ballwin Fire Protection District.

As more areas incorporated into cities (Ellisville, Clarkson Valley, Wildwood), we changed our name to meet the growing needs of the community and better represent our jurisdictional boundaries. On April 9, 1993, the name of the organization was changed to the Metro West Fire Protection District. Still serving the same 57 1/2 square miles, we provide services to all or portions of Ballwin, Chesterfield, Clarkson Valley, Castlewood, Ellisville, Sherman, Wildwood, Winchester, and unincorporated St. Louis County. As we continue to grow, we strive to provide the best human resources, tools, and equipment to meet the needs of the citizens.

We firmly believe that our organization's fire suppression, paramedic/EMS, rescue, all hazards preparedness/injury prevention, emergency management, and specialty services make us stand out as **The Leader**.

METRO WEST FIRE PROTECTION DISTRICT

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

INDEPENDENT AUDITOR'S REPORT

May 12, 2020

Board of Directors
METRO WEST FIRE PROTECTION DISTRICT

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **METRO WEST FIRE PROTECTION DISTRICT** (the District) as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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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 District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of December 31, 2019, 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 Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and required supplemental information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental 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 District's basic financial statements. The other supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance

with auditing standards generally accepted in the United States of America. In our opinion, the other supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 12, 2020 on our consideration of the District'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 District's internal control over financial reporting and compliance.

Hochschild, Bloom & Company LLP

CERTIFIED PUBLIC ACCOUNTANTS

Chesterfield, Missouri

METRO WEST FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2019

This section of the Metro West Fire Protection District's (the District) financial report presents Management's Discussion and Analysis (MD&A) of the District's financial activities during the fiscal year ended December 31, 2019. The MD&A is designed to focus on current activities, resulting changes, and currently known facts for the current year. Professional standards also require the inclusion of certain comparative information be included in the MD&A. Please read it in conjunction with the District's basic financial statements and the notes to financial statements. Responsibility for the completeness and fairness of this information rests with the District.

USING THIS ANNUAL REPORT

The financial statements are reported using the reporting model under Governmental Accounting Standards Board Statement No. 34 (GASB 34), which focuses on the District as a whole. The District's basic financial statements are designed to emulate corporate presentation models whereby all District activities are consolidated into one total. The focus of the statement of net position is designed to be similar to bottom line results for the District. This statement combines and consolidates current financial resources (short-term spendable resources) with capital assets. The statement of activities focuses on both the gross costs and the net costs of the District's activities, which are supported mainly by property taxes and by other District revenues. This approach is intended to summarize and simplify the user's analysis of the costs of various District services to the public.

FINANCIAL HIGHLIGHTS

Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) by \$30 million as of December 31, 2019. Of this amount, \$17 million is invested in capital assets (net of related debt), \$5 million is restricted, and \$8 million is unrestricted and available to meet current and future obligations of the District.

GOVERNMENTAL ACTIVITIES

This analysis focuses on the net position and changes in net position of the District's governmental activities contained in the government-wide financial statements reported using an economic resources measurement.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

As of December 31, 2019, the District's net position was \$30 million, of which 57% represents investment in capital assets, 17% represents restricted (debt service 14%, dispatch 3%), and 26% represents resources that are unrestricted and were available for the operation and support of the District. The District's current assets totaled \$44.3 million, of which 73% represents cash and investments and 24% represents property taxes receivable. Total liabilities and deferred inflow of resources were \$38.7 million, of which 9% was current and 91% was noncurrent.

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

METRO WEST FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	December 31		2019 Change	
	2019	2018	Amount	Percent
ASSETS				
Current assets	\$ 44,332,871	38,901,508	5,431,363	14.0 %
Capital assets, net of depreciation	18,692,536	18,283,500	409,036	2.2
Total Assets	63,025,407	57,185,008	5,840,399	10.2
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts related to pension	5,430,921	7,445,331	(2,014,410)	(27.1)
Deferred amounts related to OPEB	702,948	158,099	544,849	344.6
Total Deferred Outflows Of Resources	6,133,869	7,603,430	(1,469,561)	(19.3)
LIABILITIES				
Current liabilities	3,483,636	4,764,311	(1,280,675)	(26.9)
Noncurrent liabilities	25,949,085	28,215,380	(2,266,295)	(8.0)
Total Liabilities	29,432,721	32,979,691	(3,546,970)	(10.8)
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to pension	9,185,274	3,762,406	5,422,868	144.1
Deferred amounts related to OPEB	106,798	-	106,798	100.0
Total Deferred Inflows Of Resources	9,292,072	3,762,406	5,529,666	147.0
NET POSITION				
Net investment in capital assets	17,360,262	14,706,556	2,653,706	18.0
Restricted	5,277,075	5,036,219	240,856	4.8
Unrestricted	7,797,146	8,303,566	(506,420)	(6.1)
Total Net Position	\$ 30,434,483	28,046,341	2,388,142	8.5 %

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

METRO WEST FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2019

	For The Years Ended December 31		2019 Change	
	2019	2018	Amount	Percent
REVENUES				
Program revenues:				
Charges for services	\$ 1,888,545	1,682,336	206,209	12.3 %
Capital and operating grants	1,830	-	1,830	100.0
General revenues:				
Taxes	21,588,817	22,629,184	(1,040,367)	(4.6)
Investment income	501,276	387,497	113,779	29.4
Miscellaneous	140,378	98,088	42,290	43.1
Gain on Sale of Assets	-	53,302	(53,302)	(100.0)
Total Revenues	<u>24,120,846</u>	<u>24,850,407</u>	<u>(729,561)</u>	<u>(2.9)</u>
EXPENSES				
Fire protection and prevention	11,176,172	14,107,788	(2,931,616)	(20.8)
Ambulance and EMS services	9,615,265	7,120,260	2,495,005	35.0
Dispatch services	794,425	791,113	3,312	0.4
Interest and other charges on long-term debt	146,842	30,092	116,750	388.0
Total Expenses	<u>21,732,704</u>	<u>22,049,253</u>	<u>(316,549)</u>	<u>(1.4)</u>
CHANGE IN NET POSITION	2,388,142	2,801,154	(413,012)	(14.7)
NET POSITION, JANUARY 1	<u>28,046,341</u>	<u>25,245,187</u>	<u>2,801,154</u>	<u>11.1</u>
NET POSITION, DECEMBER 31	<u>\$ 30,434,483</u>	<u>28,046,341</u>	<u>2,388,142</u>	<u>8.5 %</u>

Program revenues include activities that have the characteristics of exchange transactions, such as commercial and residential inspections and ambulance billings. General revenues include activities that have the characteristics of nonexchange transactions, such as local property taxes and investment earnings. Expenses are those expenses for the purpose of providing fire protection, emergency medical services, and operational activities of the District. The District's expenses are funded primarily through general revenues. Total revenues, net of expenses, at December 31, 2019 was \$2,388,141.

Total expenses for the year ended December 31, 2019 were \$21.7 million. Fire protection and prevention represented 51% of the total expense, while ambulance and EMS services were 44%, and dispatch services and interest represented 5%.

FUND ANALYSIS

This analysis focuses on available resources for District operations during the current period.

General Fund. General Fund revenues exceeded expenditures and other financing uses by \$365,523. The largest expenditure in the General Fund related to salaries, which accounted for 66% (\$6 million) of the total General Fund expenditures. This fund balance increased from \$18.9 million to \$19.3 million.

Ambulance Fund. Ambulance and EMS revenues exceeded expenditures by \$1,650,885. Over 72% (\$6.5 million) of ambulance expenditures are related to salaries. The fund balance increased from \$9.4 million to \$11 million.

METRO WEST FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2019

Capital Projects Fund. The Capital Projects Fund accounts for capital improvement expenditures. During 2019, the fund balance increased from \$1.3 million to \$6.3 million. Station house improvements, one ambulance, one truck, and various safety and rescue equipment accounted for the majority of the capital expenditures. Proceeds from bonds accounted for \$6.0 million of the increase in fund balance.

Total Governmental Funds. The District's fund balance in total increased by \$7,353,544 from \$34.3 million to \$41.7 million. This increase resulted primarily from proceeds from bonds issued.

BUDGET ANALYSIS

The District strives to conserve cash and improve operating cash by reducing and/or deferring elective expenditures until the future. Expenditures were under expected budgeted amounts for the fiscal year ended December 31, 2019 as follows: Ambulance Fund \$36,604, Dispatch Fund \$6,075, Debt Service Fund by \$190, and Pension Trust Fund \$825. Expenditures were over expected budget amounts for the fiscal year ended December 31, 2019 for the General Fund \$21,155 and the Capital Projects Fund \$58,078.

CAPITAL ASSETS

The District's capital assets increase is due mainly to capital projects done in response to expanded growth needs of the District and routinely scheduled replacement of District vehicles and equipment.

As of December 31, 2019, the District had invested \$19 million in capital assets, net of accumulated depreciation, as shown in the following table:

	December 31	
	2019	2018
Land	\$ 282,200	282,200
Construction in progress	775,179	1,550,184
Buildings and improvements	18,118,154	15,925,925
Vehicles	8,530,859	8,733,337
Equipment	5,706,698	5,518,738
	<u>33,413,090</u>	<u>32,010,384</u>
Less - Accumulated depreciation	<u>14,720,554</u>	<u>13,726,884</u>
Net Capital Assets	<u>\$ 18,692,536</u>	<u>18,283,500</u>

LONG-TERM DEBT

The District received voter approval in 2003 to issue bonds totaling \$14.9 million. The purpose of these bonds are to fund apparatus replacement and facility replacement/renovations. Initial bond proceeds of \$7.3 million were received in July 2003 with the remaining bonds to be issued in the future. In June 2006, the District received additional bond proceeds of \$2.5 million. During July 2009, the District issued the balance of the 2003 voter approved bond issue and received proceeds of \$5 million. Proposition L was approved by the District's voters on April 3, 2012. The proposition allows the District to issue new general obligation bonds in the amount of \$19.4 million. Initial bond proceeds of \$7.4 million were received in May 2013. In December 2016, the District received additional bond proceeds of \$6 million. In September of 2019 the district issued the balance of the 2012 approved bond issue and received \$6 million. The outstanding bonds at December 31, 2019 totaled \$7.3 million and repayment of principal and interest (in thousands) are as follows:

METRO WEST FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2019

<u>For The Years Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 1,950	233	2,183
2021	2,050	173	2,223
2022	2,175	88	2,263
2023	550	34	584
2024	575	11	586
Total	<u>\$ 7,300</u>	<u>539</u>	<u>7,839</u>

The District continues its “AAA” bond rating for bond funding by the Standard & Poor’s bond rating service. This status takes into consideration such aspects as fiscal planning, community involvement, health and wellness, assets, continuity of leadership, education, and fiscal responsibility. In the government sector it is difficult to find organizations with a “Triple A” bond rating from the Standard & Poor’s rating service. The District is proud to have been awarded this status because it provides the lowest interest rates when the District’s bond issues are sold in the public sector bond market making the District’s bond funding more affordable.

PERSONNEL ISSUES

The District provides emergency services from five fire and emergency medical service stations strategically located through the 57.5 square mile district in west St. Louis County. The District’s professional staff consists of 106 employees within Administration, Operations, and Fire Prevention divisions. Of the District’s 103 employees, 98 are trained as professional providers of fire suppression services and emergency medical care. Of these employees 94 are trained as paramedics as well as firefighters. This level of training allows the District to provide paramedic/firefighters on all fire and rescue apparatus in addition to our paramedic ambulances. This staffing process assures the community that whenever they request help, fully trained paramedic/firefighters are on every call.

The District had three long-term employees leave active service in 2019. Captain. Mindy McCoy retired and exercised her pension benefits after a long and distinguished career with the District. Captain Brian Zaitz resigned to become Assistant Chief with the Kirkwood Fire Department. Firefighter Andrew Prinster resigned to take a position with another fire district.



Mindy McCoy
Captain



Brian Zaitz
Captain



Andrew Prinster
Firefighter/Paramedic

The vacancies created by these personnel changes provided a cascading effect of numerous promotional opportunities resulting in the following appointments: Blake Chambers and Luke Holestine to Captain, Rob Farr and Dave Sizemore to Lieutenant, Tom Meyers to Engineer. The District also hired Seth Clarahan, Brandon Folk, Frank Hauler, James Hicks and Tim Matlock as Firefighter/Paramedics.

METRO WEST FIRE PROTECTION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2019



Blake Chambers
Captain



Luke Holestine
Captain



Rob Farr
Lieutenant



Dave Sizemore
Lieutenant



Tom Meyers
Engineer



Seth Clarahan
Firefighter/Paramedic



Brandon Folk
Firefighter/Paramedic



Frank Hauler
Firefighter/Paramedic



James Hicks
Firefighter/Paramedic



Tim Matlock
Firefighter/Paramedic

In 2018 the District completed the recertification review by the International Accreditation awarded by the Commission of Fire Accreditation International (CFAI) the recertification will be good through December 2022. The District is only the second agency of 43 in St. Louis County to achieve this credentialing.

ECONOMIC FACTORS

The District serves over 125,000 residents and has contractual mutual aid agreements with virtually every fire district and fire department in the east central area of Missouri. While the District includes office buildings and regional and local shopping areas, it is primarily made up of growing bedroom communities and, therefore, is somewhat insulated from major changes in the economy. The District's revenues primarily come from property tax levies (real and personal properties) that are subject to market changes. Tax levies are restricted by state statutes and voter approved ceilings.

CONTACT INFORMATION

This financial report has been prepared in the spirit of full disclosure to provide the reader with an overview of the District's financial operations. If the reader has questions or would like additional information about the District, please direct the request to:

Chief G. Michael Krause III
Metro West Fire Protection District
17065 Manchester Road
Wildwood, MO 63040

METRO WEST FIRE PROTECTION DISTRICT
STATEMENT OF NET POSITION
DECEMBER 31, 2019

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 32,494,634
Receivables:	
Taxes, net of allowance for uncollectible amounts	10,498,634
Ambulance billings, net of allowance for uncollectible amounts	318,906
Other	3,625
Prepaid insurance	728,009
Prepaid dispatch fees	268,408
Prepaid expenses	20,655
Capital assets:	
Land and construction in progress	1,057,379
Other capital assets, net of accumulated depreciation	17,635,157
Total Assets	<u>63,025,407</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amounts related to pension	5,430,921
Deferred amounts related to OPEB	702,948
Total Deferred Outflows Of Resources	<u>6,133,869</u>
LIABILITIES	
Accounts payable	157,566
Accrued interest payable	83,483
Accrued wages and payroll taxes	84,263
Due to Fiduciary Fund - Pension Trust Fund	908,042
Noncurrent liabilities:	
Due within one year:	
Long-term debt	2,250,282
Due in more than one year:	
Long-term debt	5,784,207
Net pension liability	11,707,213
Net other post-employment benefits liability	8,457,665
Total Liabilities	<u>29,432,721</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred amounts related to pension	9,185,274
Deferred amounts related to OPEB	106,798
Total Deferred Inflows Of Resources	<u>9,292,072</u>
NET POSITION	
Net investment in capital assets	17,360,262
Restricted for:	
Debt service	4,438,515
Dispatch	838,560
Unrestricted	7,797,146
Total Net Position	<u>\$ 30,434,483</u>

METRO WEST FIRE PROTECTION DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019

		Program Revenues			Net Revenues (Expenses) And Changes In Net Position
		Charges For Services	Capital Grants	Operating Grants And Contributions	
FUNCTIONS/PROGRAMS	Expenses				
Governmental Activities					
Fire protection and prevention	\$ 11,176,172	287,296	-	1,830	(10,887,046)
Ambulance and EMS services	9,615,265	1,601,249	-	-	(8,014,016)
Dispatch services	794,425	-	-	-	(794,425)
Interest and other charges on long-term debt	146,842	-	-	-	(146,842)
Total Governmental Activities	<u>\$ 21,732,704</u>	<u>1,888,545</u>	<u>-</u>	<u>1,830</u>	<u>(19,842,329)</u>
General Revenues					
Taxes					21,588,817
Investment income					501,276
Miscellaneous					140,378
Total General Revenues					<u>22,230,471</u>
CHANGE IN NET POSITION					2,388,142
NET POSITION, JANUARY 1					<u>28,046,341</u>
NET POSITION, DECEMBER 31					<u>\$ 30,434,483</u>

METRO WEST FIRE PROTECTION DISTRICT
BALANCE SHEET - ALL GOVERNMENTAL FUNDS
DECEMBER 31, 2019

	General	Ambulance	Pension Revenue	Capital Projects	Debt Service	Dispatch	Total Governmental Funds
ASSETS							
Cash and investments	\$ 15,785,310	7,161,091	-	6,356,776	3,191,457	-	32,494,634
Receivables:							
Taxes, net of allowance for uncollectible amounts	4,309,479	3,856,589	823,866	-	1,131,516	377,184	10,498,634
Ambulance billings, net of allowance for uncollectible amounts	-	318,906	-	-	-	-	318,906
Other	3,625	-	-	-	-	-	3,625
Due from other funds	-	69,928	-	-	115,542	192,968	378,438
Prepaid expenses	374,332	374,332	-	-	-	-	748,664
Prepaid dispatch fee	-	-	-	-	-	268,408	268,408
Total Assets	<u>\$ 20,472,746</u>	<u>11,780,846</u>	<u>823,866</u>	<u>6,356,776</u>	<u>4,438,515</u>	<u>838,560</u>	<u>44,711,309</u>
LIABILITIES							
Accounts payable	\$ 78,684	39,011	-	39,871	-	-	157,566
Accrued wages and payroll taxes	52,437	31,826	-	-	-	-	84,263
Due to other funds	462,614	-	823,866	-	-	-	1,286,480
Total Liabilities	<u>593,735</u>	<u>70,837</u>	<u>823,866</u>	<u>39,871</u>	<u>-</u>	<u>-</u>	<u>1,528,309</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue:							
Property taxes	547,398	559,764	-	-	193,176	64,091	1,364,429
Ambulance	-	113,008	-	-	-	-	113,008
Total Deferred Inflows Of Resources	<u>547,398</u>	<u>672,772</u>	<u>-</u>	<u>-</u>	<u>193,176</u>	<u>64,091</u>	<u>1,477,437</u>
FUND BALANCES							
Nonspendable:							
Prepays	374,332	374,332	-	-	-	268,408	1,017,072
Restricted:							
Debt service	-	-	-	-	4,245,339	-	4,245,339
Dispatch	-	-	-	-	-	506,061	506,061
Capital projects	-	-	-	6,316,905	-	-	6,316,905
Committed for:							
Ambulance	-	10,662,905	-	-	-	-	10,662,905
Assigned for:							
Subsequent year tax levy	9,081,207	-	-	-	-	-	9,081,207
Projected use of reserves	2,014,800	-	-	-	-	-	2,014,800
Unassigned	7,861,274	-	-	-	-	-	7,861,274
Total Fund Balances	<u>19,331,613</u>	<u>11,037,237</u>	<u>-</u>	<u>6,316,905</u>	<u>4,245,339</u>	<u>774,469</u>	<u>41,705,563</u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	<u>\$ 20,472,746</u>	<u>11,780,846</u>	<u>823,866</u>	<u>6,356,776</u>	<u>4,438,515</u>	<u>838,560</u>	<u>44,711,309</u>

See notes to financial statements

METRO WEST FIRE PROTECTION DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2019

Total Fund Balances - Governmental Funds \$ 41,705,563

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of the assets is \$33,413,090 and the accumulated depreciation is \$14,720,554. 18,692,536

Other long-term assets (property taxes and ambulance billings receivable not collected within 60 days of year-end) are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds. 1,477,437

Certain amounts are not a use of financial resources and, therefore, are not reported in the governmental funds. These items consist of:

Net pension liability	(11,707,213)
Deferred outflows related to pensions	5,430,921
Deferred inflows related to pensions	(9,185,274)

Net other post-employment benefits obligation (OPEB) is not a use of financial resources and, therefore, is not reported in the governmental funds.

Net OPEB Liability	(8,457,665)
Deferred outflows related to OPEB	702,948
Deferred inflows related to OPEB	(106,798)

Certain liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Those liabilities at year-end consist of:

Accrued interest payable	(83,483)
General obligation bonds	(7,300,000)
Unamortized bond premium	(349,179)
Accrued compensated absences	(385,310)

Total Net Position Of Governmental Activities \$ 30,434,483

METRO WEST FIRE PROTECTION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - ALL GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	General	Ambulance	Pension Revenue	Capital Projects	Debt Service	Dispatch	Total Governmental Funds
REVENUES							
Taxes	\$ 10,162,263	8,899,369	1,788,952	-	2,515,750	852,222	24,218,556
Ambulance billings	-	1,609,165	-	-	-	-	1,609,165
Investment income	309,337	116,324	-	39,306	36,309	-	501,276
Building permits	287,296	-	-	-	-	-	287,296
Miscellaneous	140,158	2,050	-	-	-	-	142,208
Total Revenues	<u>10,899,054</u>	<u>10,626,908</u>	<u>1,788,952</u>	<u>39,306</u>	<u>2,552,059</u>	<u>852,222</u>	<u>26,758,501</u>
EXPENDITURES							
Current:							
Fire, ambulance, and EMS services:							
General operations	2,785,088	2,242,909	-	-	-	-	5,027,997
Fire prevention bureau	12,681	-	-	-	-	-	12,681
Community outreach	60,319	41,206	-	-	-	-	101,525
Training	103,459	18,495	-	-	-	-	121,954
Salaries	6,029,913	6,535,405	-	-	-	-	12,565,318
Employer contributions to pension	135,000	125,000	1,788,952	-	-	-	2,048,952
Operating equipment	24,518	3,134	-	-	-	-	27,652
Dispatch services	-	-	-	-	-	794,425	794,425
Capital outlay	52,377	9,874	-	2,662,395	-	-	2,724,646
Debt service:							
Principal	-	-	-	-	2,220,000	-	2,220,000
Interest and fiscal charges	-	-	-	-	69,311	-	69,311
Bond issuance costs	-	-	-	102,115	-	-	102,115
Total Expenditures	<u>9,203,355</u>	<u>8,976,023</u>	<u>1,788,952</u>	<u>2,764,510</u>	<u>2,289,311</u>	<u>794,425</u>	<u>25,816,576</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>1,695,699</u>	<u>1,650,885</u>	<u>-</u>	<u>(2,725,204)</u>	<u>262,748</u>	<u>57,797</u>	<u>941,925</u>
OTHER FINANCING SOURCES (USES)							
Proceeds from bonds	-	-	-	6,000,000	-	-	6,000,000
Premium on bonds issued	-	-	-	367,753	-	-	367,753
Transfer in (out)	(1,330,776)	-	-	1,330,776	-	-	-
Proceeds from sale of capital assets	600	-	-	43,266	-	-	43,866
Total Other Financing Sources (Uses)	<u>(1,330,176)</u>	<u>-</u>	<u>-</u>	<u>7,741,795</u>	<u>-</u>	<u>-</u>	<u>6,411,619</u>
NET CHANGES IN FUND BALANCES	365,523	1,650,885	-	5,016,591	262,748	57,797	7,353,544
FUND BALANCES, JANUARY 1	<u>18,966,090</u>	<u>9,386,352</u>	<u>-</u>	<u>1,300,314</u>	<u>3,982,591</u>	<u>716,672</u>	<u>34,352,019</u>
FUND BALANCES, DECEMBER 31	<u>\$ 19,331,613</u>	<u>11,037,237</u>	<u>-</u>	<u>6,316,905</u>	<u>4,245,339</u>	<u>774,469</u>	<u>41,705,563</u>

See notes to financial statements

METRO WEST FIRE PROTECTION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF ALL
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019

Net Change In Fund Balances - Governmental Funds	\$ 7,353,544
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Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays \$2,256,466 exceeded depreciation over the capitalization threshold (\$1,568,682) in the current period.	687,784
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The net effect of other transactions involving capital assets:	
Cost of disposals, net of accumulated depreciation	(278,748)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	
Decrease in deferred revenue (property taxes and ambulance billings receivable not collected within 60 days of year-end)	(856,979)

The issuance of long-term debt and accumulated accrued benefits provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds, however, it has no effect on net position. This amount is the net effect of differences in the treatment of long-term debt:	
Issuance of debt	(6,000,000)
General obligation bond principal payments	2,220,000
Premium on debt issued	(367,753)
Amortization of premium	75,518
Decrease in accrued compensated absences	6,731
Net Adjustment	(4,065,504)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:	
Increase in accrued interest payable on bonds	(50,935)
Decrease in pension related items	90,063
Increase in OPEB related items	(491,083)
Net Adjustment	(451,955)

Change In Net Position Of Governmental Activities	\$ 2,388,142
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METRO WEST FIRE PROTECTION DISTRICT
STATEMENT OF FIDUCIARY NET POSITION - PENSION TRUST FUND
DECEMBER 31, 2019

ASSETS

Cash	\$ 1,110,707
Investments	59,264,861
Due from other funds	<u>908,042</u>
Total Assets	61,283,610

LIABILITIES

Accounts payable	<u>1,752</u>
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NET POSITION

Restricted for pensions	<u><u>\$ 61,281,858</u></u>
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METRO WEST FIRE PROTECTION DISTRICT
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION -
PENSION TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2019

ADDITIONS

Investment income:	
Net appreciation in fair value of investments	\$ 10,403,289
Dividend and interest income	674,108
Net Investment Income	<u>11,077,397</u>
Employer contributions - tax levy	1,788,952
Employer contributions - discretionary	250,000
Employee contributions	525,482
Total Additions	<u>13,641,831</u>

DEDUCTIONS

Benefit payments	2,804,209
Administrative fees	247,635
Actuarial and consulting fees	39,958
Total Deductions	<u>3,091,802</u>

CHANGE IN NET POSITION	10,550,029
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NET POSITION - RESTRICTED FOR PENSIONS, JANUARY 1, RESTATED	<u>50,731,829</u>
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NET POSITION - RESTRICTED FOR PENSIONS, DECEMBER 31	<u><u>\$ 61,281,858</u></u>
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METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

METRO WEST FIRE PROTECTION DISTRICT (the District) is a political subdivision duly organized under the laws of the State of Missouri to supply protection to persons and property against injuries and damage from fire and to give assistance in the event of an accident or emergency of any kind. The financial statements include all accounts for the District which are controlled by the Board of Directors.

The accounting policies and financial reporting practices of the District conform to accounting principles generally accepted in the United States of America (GAAP) applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the District's more significant accounting policies:

1. Reporting Entity

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

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

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

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

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

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

Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Property taxes are recorded as revenues and receivables when billed, net of allowances for uncollectible amounts. Ambulance services are recorded at the time of service, net of allowances for uncollectible amounts. Inspection fees and other income are recorded as revenues when received in cash because they are generally not measurable until actually received. Interest income is recorded as earned since it is measurable and available.

The District reports the following major governmental funds:

General Fund -- This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Ambulance Fund -- This fund receives tax revenue and disburses funds in order to provide ambulance services and emergency medical treatment for the District.

Pension Revenue Fund -- This fund is used to account for the collection of tax revenue to fund the Pension Trust Fund.

Capital Projects Fund -- This fund is used to account for the proceeds of long-term debt and other revenues restricted for acquisition or construction of major capital assets.

Debt Service Fund -- This fund is used to account for the accumulation of resources for and the payment of principal, interest, and fiscal charges on long-term debt.

Dispatch Fund -- This fund receives tax revenue and disburses funds in order to participate with other fire protection districts in a centralized dispatching of calls for fire and ambulance services.

Additionally, the District reports the following fund type:

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Fiduciary Fund Type

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or other governmental units and/or other funds. The District's fiduciary fund is listed below:

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include charges and various other functions of the District. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include primarily charges to customers or applicants for goods, services, or privileges provided. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes and investment income.

4. Allowance for Doubtful Accounts

Allowances for uncollectible receivable amounts by fund are as follows:

	December 31, 2019	
	Property Taxes	Ambulance Fees
General Fund	\$ 28,811	-
Ambulance Fund	29,462	318,906
Pension Revenue Fund	7,369	-
Debt Service Fund	10,167	-
Dispatch Fund	3,373	-

5. Inventories

Expenditures for fuel and other operating supplies are charged to operations when purchased. Inventories on hand at December 31, 2019 are not material.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Capital Assets

Capital assets, which include property and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Depreciation is being computed on the straight-line method, using asset lives as follows:

Assets	Years
Buildings and improvements	15 - 50
Vehicles and equipment	5 - 25

7. Due To/From Other Funds

Interfund amounts receivable and payable are reported as “due to/from” accounts which are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and fiduciary activities are reported in the government-wide financial statements as “due to Fiduciary Fund - Pension Trust Fund”.

8. Investments

Fixed income and equity investments are carried at fair value. Investments in guaranteed insurance contracts are carried at contract value as reported by the insurance company, if any.

State statutes authorize the District to invest in obligations of the U.S. Treasury, federal agencies, commercial paper, corporate bonds, and repurchase agreements. Pension Funds may also invest in mutual funds, common stock, and other types of investments.

9. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable on or before December 31. All unpaid taxes are delinquent January 1 of the following year.

Property taxes levied for 2019 are recorded as receivables, net of estimated uncollectibles, as are prior year levies which are reevaluated annually. Taxes receivable represent estimated amounts to be collected by the County Collector of Revenue for 2019 and prior tax years to be remitted to the District subsequent to year-end. The portion of taxes not collected and remitted to the

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Property Taxes (Continued)

District within 60 days of year-end is recorded as deferred tax revenue. The allowance for uncollectible taxes is estimated based on past experience. Property taxes are assessed, billed, and collected by St. Louis County and remitted by the County to the District. The County's fee is 1.5% of the taxes collected. The following is a summary of the 2019 tax rates:

	2019 Tax Rates					Total
	General Fund	Ambulance Fund	Pension Revenue Fund	Debt Service Fund	Dispatch Fund	
Real property:						
Residential	0.425	0.386	0.081	0.114	0.038	1.044
Commercial	0.492	0.428	0.092	0.114	0.041	1.167
Agricultural	0.524	0.416	0.099	0.114	0.043	1.196
Personal property	0.561	0.470	0.106	0.114	0.048	1.299

Property tax rates for each of the above categories and for each fund type is levied per \$100 of assessed valuation which totaled \$2,180,896,315 for the District (real property \$1,946,658,654 and personal property \$234,237,661).

10. Compensated Absences

Vacation time unused at year-end expires, therefore, no liability exists at year-end.

Unused sick leave can be carried forward until 20 days are accumulated. The value of the days accumulated by employees is recorded as a liability in the government-wide financial statements. Employees may choose to be paid for any days unused and not accumulated at ½ of their value. This payment is usually made in January of the following year and is recorded as a liability in the fund financial statements.

11. Indirect Cost Allocation

Certain indirect costs are allocated 50% to the General Fund and 50% to the Ambulance Fund for the fiscal year ended December 31, 2019. These percentages are based on the number of personnel and District services performed.

12. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the District 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 differ from those amounts.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Long-term Obligations

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

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

14. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element 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 District currently has deferred outflows of resources related to the pension and OPEB reported on the statement of net position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has deferred inflows of resources for unavailable revenues reported on the governmental funds balance sheet. The District also has deferred inflows of resources related to the pension and OPEB reported on the government-wide statement of net position.

15. 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 District's defined benefit pension plan (the Plan) and additions to/deductions from the Plan's 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 benefit terms. Investments are reported at fair value.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Fund Balance Policies

The fund balance amounts are reported in the following applicable categories listed from the most restrictive to the least restrictive:

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

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

Committed -- The portion of fund balance with constraints or limitations by formal action (resolution) of the Board of Directors, the highest level of decision-making authority.

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

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

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

The fund balance of the District'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 40% of annual operating revenues for the fiscal year.

NOTE B - CASH AND INVESTMENTS

1. Bank Deposits

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

As of December 31, 2019, the District's bank balances were entirely secured or collateralized with securities held by the District or its agent in the District's name.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments

The following schedule provides a summary of the investment maturities by investment type, which helps demonstrate the current level of interest rate risk assumed by the District:

Investments	Fair Value	Maturities				
		No Maturity	Less Than One Year	1 - 5 Years	6 - 10 Years	More Than 10 Years
Primary Government						
Certificates of deposit	\$11,571,040	-	11,571,040	-	-	-
Fiduciary Fund						
Equity:						
Common stock	16,258,220	16,258,220	-	-	-	-
Mutual funds	23,007,563	23,007,563	-	-	-	-
Fixed income:						
Corporate bonds	481,800	-	-	481,800	-	-
Foreign bonds	516,110	-	-	516,110	-	-
U.S. Treasury bonds	67,404	-	-	46,957	20,447	-
Taxable municipal bonds	743,102	-	85,000	658,102	-	-
Money market funds	1,686,823	1,686,823	-	-	-	-
Certificates of deposit	16,503,839	-	2,853,325	11,777,170	1,873,344	-
Total Fiduciary Fund Investments	59,264,861	40,952,606	2,938,325	13,480,139	1,893,791	-
Grand Total Investments	\$70,835,901	40,952,606	14,509,365	13,480,139	1,893,791	-

The District's current level of exposure to credit risk, or the risk that an issuer or other counterparty to an investment will not fulfill its obligations, is demonstrated by the following table:

Credit Rating By Investment As Of December 31, 2019						
Credit Rating Level	Total	Equity Investments	Certificates Of Deposit	Fixed Income - Other	Government Securities	Money Market Funds
AAA	\$ 67,404	-	-	-	67,404	-
AA	743,102	-	-	-	743,102	-
A	997,910	-	-	997,910	-	-
Not rated	-	-	-	-	-	-
N/A	69,027,485	39,265,783	28,074,879	-	-	1,686,823
Total	\$ 70,835,901	39,265,783	28,074,879	997,910	810,506	1,686,823

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

Investments Policies

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District will minimize credit risk, the risk of loss due to the failure of the security issuer or backer, by:

- a) Prequalifying the financial institutions, broker/dealers, intermediaries, and advisors with which the District will do business; and
- b) Diversifying the portfolio so that potential losses on individual securities will be minimized.

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The District will minimize the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates by:

- a) 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
- b) Investing operating funds primarily in short-term securities.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District will minimize concentration of credit risk by:

- a) Diversifying the portfolio so that potential losses on individual securities will be minimized.

Fair Value Measurements

The District classifies its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs using a matrix pricing technique; and Level 3 inputs are significant unobservable inputs. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The inputs and methodologies used for valuing investments securities are not necessarily an indication of risk associated with investing in those securities.

The District has the following recurring fair value level measurements as of December 31, 2019:

- Equity mutual funds, and common stocks are valued using quoted market prices (Level 1 inputs)

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

- Corporate bonds, foreign bonds, U.S. Treasury bonds, and taxable municipal bonds are valued using other observable inputs (Level 2 inputs)
- Certificates of deposit and money market funds are not subject to fair value level classification
- The District has no Level 3 inputs

NOTE C - CAPITAL ASSETS

Capital asset activity was as follows:

	For The Year Ended December 31, 2019			
	Balance December 31 2018	Increases	Decreases	Balance December 31 2019
Capital assets not being depreciated:				
Land	\$ 282,200	-	-	282,200
Construction in progress	1,550,184	1,309,224	2,084,229	775,179
Total Capital Assets Not Being Depreciated	1,832,384	1,309,224	2,084,229	1,057,379
Capital assets being depreciated:				
Buildings and improvements	15,925,925	2,192,229	-	18,118,154
Vehicles	8,733,337	642,046	844,524	8,530,859
Equipment	5,518,738	197,196	9,236	5,706,698
Total Capital Assets Being Depreciated	30,178,000	3,031,471	853,760	32,355,711
Less - Accumulated depreciation for:				
Buildings and improvements	6,861,443	623,090	-	7,484,533
Vehicles	2,322,812	605,327	221,204	2,706,935
Equipment	4,542,629	340,265	353,808	4,529,086
Total Accumulated Depreciation	13,726,884	1,568,682	575,012	14,720,554
Total Capital Assets Being Depreciated, Net	16,451,116	1,462,789	278,748	17,635,157
Total Capital Assets, Net	\$ 18,283,500	2,772,013	2,362,977	18,692,536

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS (Continued)

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

	For The Year Ended December 31 2019
Fire protection and prevention	\$ 1,354,612
Ambulance and EMS services	214,070
Total	\$ 1,568,682

NOTE D - CONTRACTUAL AGREEMENTS

The District has a contractual agreement with Central County Alarm System for dispatching services. The agreement calls for the District to remit tax revenues received, currently a blended rate of 4¢ per \$100 valuation. The District is in compliance with the terms of this agreement. This agreement can be terminated January 1 of next year upon notice on or before the first day of October to be effective on January 1 of next year.

The District has a contractual agreement with EMS Management and Consultants for ambulance billing, billing processing, and fee collection services. The District pays EMS Management and Consultants on a monthly basis an amount equal to 5% of "Net Collections". The agreement is effective through June 30, 2019, with the option to extend through June 30, 2020. The District extended the agreement through June 30, 2020.

The District has agreed to certain employment terms with Local 2665 of the International Association of Fire Fighters with regards to a Memorandum of Understanding between the firefighters and the District. The District approved an ordinance containing a Memorandum of Understanding with Local 2665 through December 31, 2020.

In May 2019, the District entered into an agreement to upgrade the security cameras and door locks for a total cost of \$436,914. As of December 31, 2019, \$357,078 of the work was completed. The District is committed to finish the project at a cost of \$79,836.

In December 2019 the District entered into an agreement to purchase an ambulance for \$247,550. The District expects to receive the new ambulance in 2020. The District also entered into a contract for a new Rescue/Pumper truck at a cost of \$836,202 with a down payment of \$418,101. The District expects to take possession of the truck and make the final payment of \$418,101 in 2020.

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

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE E - SELF-INSURANCE PLAN

The District has a self-insured vision plan. This plan covers substantially all full-time employees of the District and any employees who also have family coverage. The plan had 123 participants for the year ended December 31, 2019.

The vision plan is fully self-insured and carries a limit on claims per year of \$200 per person with a family cap of \$800. Claims are recognized as expenditures in the financial statements when paid. Actual vision claims paid during the year were \$24,538. There has not been a liability established for claims incurred but not paid as of December 31, 2019. The estimated amounts of those claims were not considered significant to the financial statements.

In addition, the District has a partially self-insured medical and dental plan. The District pays the \$1,500 deductible per person per year on its employees and their family for the medical in addition to co-payment and co-insurance, and the District pays up to \$500 premium per person per year for its retirees with no reimbursement for benefits. The District pays a maximum of \$1,500 per person per year for the dental. There has not been a liability established for claims incurred but not paid as of December 31, 2019. The estimated amounts of those claims were not considered significant to the financial statements.

The medical and dental plans had 307 and 215 participants, respectively, for the year ended December 31, 2019. Actual medical and dental claims for the year were \$318,160 and \$121,941, respectively.

NOTE F - COMPENSATED ABSENCES

The District grants sick leave to all employees. A maximum of 120 hours of sick leave may be accumulated by each employee. In addition, each member of the 24-hour staff may accumulate up to 480 hours of sick leave to hold as a reserve in the event of a prolonged illness or injury. The District allows for the employee to be paid for one-half of any unused sick leave days after each calendar year. This pay is distributed to each eligible employee on the second pay period of the following year.

NOTE G - LONG-TERM DEBT

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

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE G - LONG-TERM DEBT (Continued)

	For The Year Ended December 31, 2019			Amounts Due Within One Year
	Balance December 31 2018	Additions	Reductions	Balance December 31 2019
General obligation bonds:				
Series 2009 bonds	\$ 195,000	-	195,000	-
Series 2013 bonds	550,000	-	550,000	-
Series 2016 bonds	2,775,000	-	1,475,000	1,300,000
Series 2019 bonds	-	6,000,000	-	6,000,000
Total General Obligation Bonds	3,520,000	6,000,000	2,220,000	7,300,000
Plus - Premium on bonds	56,944	367,753	75,518	349,179
Accrued compensated absences	392,041	298,455	305,186	385,310
Total Long-term Debt	<u>\$ 3,968,985</u>	<u>6,666,208</u>	<u>2,600,704</u>	<u>8,034,489</u>

General obligation bonds consisted of the following:

	December 31 2019
\$6,000,000 general obligation bonds, Series 2016 bonds, dated December 28, 2016, due in annual installments each March through March 2020, interest at 2% to 3%.	\$ 1,300,000
\$6,000,000 general obligation bonds, Series 2019 bonds, dated September 18, 2019 due in annual installments each March through March 2024, interest at 3% to 4%.	6,000,000
Total General Obligation Bonds	<u>\$ 7,300,000</u>

A summary of principal debt service requirements is as follows:

For The Years Ending December 31	Principal	Interest	Total
2020	\$ 1,950,000	232,224	2,182,224
2021	2,050,000	173,000	2,223,000
2022	2,175,000	88,500	2,263,500
2023	550,000	34,000	584,000
2024	575,000	11,500	586,500
Total	<u>\$ 7,300,000</u>	<u>539,224</u>	<u>7,839,224</u>

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE G - LONG-TERM DEBT (Continued)

The bonds are liquidated by the Debt Service Fund. Compensated absences are generally liquidated by the General and Ambulance Funds based on the employees classification.

On April 3, 2012, the voters approved a \$19.4 million no-tax increase bond issue. As of December 31, 2019, all the bonds were issued.

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLAN

General Information and Provisions about the Plan

Plan Description and Provisions

The District maintains a single-employer, defined benefit pension plan (the Plan). Plan assets are administered by Wells Fargo in growth funds, strategic/international accounts, common stocks, and fixed income securities (bonds and certificates of deposit). All eligible full-time District employees are covered by the Plan. Effective January 2, 2017, employees are required to contribute 5.5% to the Plan. Effective January 2, 2020, employees will be required to contribute 6.0% to the Plan.

For an employee included within the Plan, the monthly accrued benefit as of any date of determination is equal to 2.5% of a participant's average monthly earnings multiplied by the number of years of credited service (full year from hire date), but not exceeding 34 years. (Accrued benefits as of December 31, 2006 were frozen at a 3% rate.)

Additionally, employees are covered for permanent disability or occupational death protection while a member of the Plan. The benefit would be calculated as if the employee was vested at the time of disability; and the length of service would be projected to normal retirement date with the benefit being adjusted in accordance with the date of hire of the individual as a full-time employee of the District. The benefit would progress from 20% of the calculated percent for service from hire date to two full years with 100% benefit after five full years of service. Every employee included within the Plan who has accrued five years of credited service shall be fully vested.

Employees are eligible for retirement upon attaining the age of 55 with ten years of credited service.

The District is required to contribute annually an actuarially determined amount. The District's total payroll and the payroll for employees covered by the Plan for the year ended December 31, 2019 were \$12,565,318 and \$9,752,335 respectively. Current membership in the Plan is comprised of the following:

	December 31 2019
Retirees and beneficiaries	70
Vested terminated	11
Active employees:	
Fully vested	75
Not vested	<u>25</u>
Total	<u>181</u>

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLAN (Continued)

Contributions

The District is required to contribute amounts at least equal to the actuarially determined rate. The actuarially determined rate is the estimated amount necessary to finance the cost of the benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees are required to contribute to the pension plan. The District's contribution rate is 22.31% of annual covered payroll.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019.

Actuarial Assumptions

The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increase	3.0
Investment rate of return	7.0

Mortality rates were based on the Public Safety 2010 Bottom Quartile tables for employees and annuitants, projected with generational improvements using scale MP-2019 (formerly RP-2014 Blue Collar Employee and Healthy Annuitant base mortality rates adjusted back to 2006 projected generationally with scale MP-2018).

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial valuation as of January 1, 2020. The mortality assumptions were changed from MP-2018 Blue Collar generational tables to the Public Safety 2010 Bottom Quartile table increasing the Plan's liability by approximately \$572,220.

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 compounding the annual growth rate of an asset class over a specified period of time longer than one year. Best estimates of arithmetic rates of return for each major asset class included in the Plan's target allocation as of December 31, 2019, are summarized in the following table:

METRO WEST FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLAN (Continued)

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-term Expected Rate Of Return</u>
Domestic equity	59.5 %	7.9 %
International equity	3.6	8.8
Fixed income	5.0	3.8
Real estate	-	6.4
Multi-class	28.2	5.9
Cash alternatives and other	<u>3.7</u>	2.2
Total	<u><u>100.0 %</u></u>	

The above long-term expected rate of return represents best estimates of geometric rates of return for each major asset class included.

Discount Rate

The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that contributions will continue to be made in accordance with the current funding policy. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of the projected benefit payment to determine the total net pension liability.

The annual market rate of return calculated on the Plan's investments, net of the Plan's investment expenses for the year ended December 31, 2019, was 20.18%.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLAN (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2018	\$ 69,966,383	50,731,829	19,234,554
Changes for the year			
Service cost	1,187,648	-	1,187,648
Interest	4,882,635	-	4,882,635
Difference between expected and actual experience	(815,606)	-	(815,606)
Contributions - employer	-	2,038,952	(2,038,952)
Contributions - employees	-	525,482	(525,482)
Net investment income	-	11,077,397	(11,077,397)
Benefit payments, including refunds	(2,804,209)	(2,804,209)	-
Administrative expenses	-	(287,593)	287,593
Change in mortality assumptions	572,220	-	572,220
Net Changes	<u>3,022,688</u>	<u>10,550,029</u>	<u>(7,527,341)</u>
Balances at December 31, 2019	<u>\$ 72,989,071</u>	<u>61,281,858</u>	<u>11,707,213</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the District, calculated using the discount rate determined above, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1% point lower (6%) or 1% point higher (8%) than the current rate:

	1% Decrease 6.0%	Current Single Discount Rate Assumption 7.0%	1% Increase 8.0%
Net pension liability	<u>\$ 20,987,341</u>	<u>11,707,213</u>	<u>3,920,007</u>

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

For the year ended December 31, 2019, the District recognized pension expense of \$1,868,521. At December 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE H - EMPLOYEE RETIREMENT BENEFIT PLAN (Continued)

	<u>Outflows</u>	<u>Inflows</u>	<u>Net Outflows</u>
Differences between expected and actual experience	\$ 291,377	(1,056,815)	(765,438)
Change in assumptions	1,244,148	(498,809)	745,339
Net difference between projected and actual earnings on pension plan investments	<u>3,895,396</u>	<u>(7,629,650)</u>	<u>(3,734,254)</u>
Total	<u><u>\$ 5,430,921</u></u>	<u><u>(9,185,274)</u></u>	<u><u>(3,754,353)</u></u>

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

<u>For The Years Ending December 31</u>	
2020	\$ (825,636)
2021	(888,901)
2022	(258,560)
2023	(1,637,799)
2024	(105,169)
Thereafter	<u>(38,288)</u>
Total	<u><u>\$ (3,754,353)</u></u>

NOTE I - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description

The District's defined benefit OPEB plan, Metro West Fire Protection District of St. Louis County Post-retirement Health Insurance (MWFPDPHI), provides OPEB for all permanent full-time employees and their spouses of the District. MWFPDPHI is a single-employer defined benefit OPEB plan administered by the District. No assets are accumulated in a trust for the plan. The Plan does not issue a stand-alone report. The OPEB liability is generally liquidated by the General and Ambulance Funds.

Benefits provided.

MWFPDPHI provides medical, prescription and death benefits to eligible retirees and their spouses until they become Medicare eligible. Eligible employees are those who retire under the Metro West Fire Protection District of St. Louis County Salaried Pension Plan. The benefit terms provide for payment of up to \$600 per month for retiree coverage, irrespective of their coverage tier.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE I - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Employees Covered by Benefit Terms

At December 31, 2019, the following employees were covered by the benefit terms;

Inactive employees or beneficiaries currently receiving benefit payments	22
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	102
Total	124

Total OPEB Liability

The District's total OPEB liability as of December 31, 2019 was \$8,457,665 and was measured as of that date by an actuarial valuation.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	3.00%
Discount rate	3.00% per annum
Healthcare cost trends rates	Trend starting 7.0% and gradually decreasing to an ultimate trend rate of 4.50%

The discount rate was based on S&P Municipal Bond 20 Year High Grade & Fidelity GO AA-20 Years indexes of the measurement date. The municipal bond rate is 3.00%. The discount rate was 3.68% as of the prior measurement date.

Mortality rates were based on the Pub-2010 Public Retirement Plan Headcount-weighted Mortality tables with Scale MP-2019 Full Generational Improvement (employee and healthy annuitant tables).

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE I - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2018	\$ 7,528,530
Changes for the year:	
Service cost	363,602
Interest	286,381
Differences between actual and expected experience	(117,478)
Changes in assumptions and other inputs	616,725
Benefit payments	(220,095)
Net Changes	<u>929,135</u>
Balance at December 31, 2019	<u>\$ 8,457,665</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.68% in 2018 to 3.00% in 2019.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the District, calculated using the discount rate of 3.00% as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1% point lower (2.00%) or 1% point higher (4.00%) than the current discount rate:

	1% Decrease	Current Rate	1% Increase
Net OPEB liability	<u>\$ 9,139,585</u>	<u>8,457,665</u>	<u>7,825,034</u>

Sensitivity to the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the District, calculated using the healthcare cost trend rates of 7% decreasing to 4.5%, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% point lower (6.0% decreasing to 3.5%) of 1% point higher (8.0% decreasing to 5.5%) than the current healthcare cost trend rates:

	1% Decrease	Current Rates	1% Increase
Net OPEB liability	<u>\$ 7,697,529</u>	<u>8,457,665</u>	<u>9,350,586</u>

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE I - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

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

For the year ended December 31, 2019, the District recognized OPEB expense of \$491,084. At December 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Outflows</u>	<u>Inflows</u>	<u>Net Outflows</u>
Differences between expected and actual experiences	\$ -	(106,798)	(106,798)
Changes in assumptions or other inputs	702,948	-	702,948
Total	<u>\$ 702,948</u>	<u>(106,798)</u>	<u>596,150</u>

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

For The Years Ending December 31

2020	\$ 61,196
2021	61,196
2022	61,196
2023	61,196
2024	61,196
Thereafter	<u>290,170</u>
Total	<u>\$ 596,150</u>

NOTE J - DEFERRED COMPENSATION PLAN

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. In accordance with the provisions of GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the assets and liabilities of the deferred compensation plan are not included in the District's basic financial statements.

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE J - DEFERRED COMPENSATION PLAN (Continued)

The District offers its Board Members (elected directors) a deferred compensation plan created during 2016 in accordance with Internal Revenue Code Section 457. The Directors' Retirement Plan (the Plan) is available to all District elected directors. The retirement benefit is not available to the elected directors until completion of elected term, death, or unforeseeable emergency.

The District contributed \$10,000 for the year ended December 31, 2019. In accordance with the provisions of GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the assets and liabilities of the deferred compensation plan are not included in the District's basic financial statements.

NOTE K - DIRECTORS' FEES

Directors' fees consist of the following:

	<u>For The Year Ended December 31</u>
Tim Flora, Chairman	\$ 9,596
Ralph Starck, Treasurer	8,400
Mark Macinski, Secretary	<u>8,796</u>
Total Directors' Fees	<u><u>\$ 26,792</u></u>

NOTE L - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE M - INSURANCE COVERAGE

The following insurance policies of the District with CJ Thomas Company (the Agent) were in force:

<u>Company</u>	<u>Type Of Coverage</u>	<u>December 31, 2019</u>
American Alternative TR205008	Package policy: Building and contents General liability Personal and advertising injury Fire damage Medical expense	Guaranteed replacement cost \$3,000,000/\$3,000,000 \$1,000,000/\$1,000,000 \$1,000,000/fire \$5,000/person

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE M - INSURANCE COVERAGE (Continued)

<u>Company</u>	<u>Type Of Coverage</u>	<u>December 31, 2019</u>
American Alternative TR2050081	Umbrella	\$5,000,000 \$10,000,000 aggregate
American Alternative CM1050048	Auto liability and physical damage Uninsured motorist Underinsured motorist Medical payments Comprehensive Collision	\$1,000,000 \$1,000,000 \$1,000,000 \$10,000 \$500 deductible \$500 deductible
MO Employers 218391	Workers' compensation	\$1,000,000/\$1,000,000/\$1,000,000
American Alternative VFISTR 2050081	Management liability: Coverage A and B (wrongful act/ injunctive relief) Aggregate limit	Coverage A - \$1,000,000 Coverage B - \$50,000 \$3,000,000
Federal Insurance Company (Chubb) 81036663	Fiduciary liability	\$1,000,000
Cincinnati 6754345	Public official bond: Starck	\$5,000
Travelers 1059921772 105917860	Public official bond: Flora Macinski	\$5,000 \$5,000
American Alternative TR0001051	Employee blanket Pubic Dishonesty	\$500,000 \$1,000,000
Travelers Surety 106649429	Notary bond (Boydston) Errors and omission	\$10,000 \$25,000
Old Republic RBS0512484	Third party liability	\$25,000
National Union Fire VFP45264697E	Rescue volunteer staff only Accident and sickness: Accidental death and specific disease: Principal sum Blanket medical expense maximum benefit Educational benefits (annual maximum)	 \$75,000 \$5,000 \$20,000

NOTE N - INTERFUND ASSETS/LIABILITIES

Individual interfund assets and liabilities balances are as follows:

METRO WEST FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE N - INTERFUND ASSETS/LIABILITIES (Continued)

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>December 31 2019</u>
Ambulance Fund	General Fund	\$ 69,928
Debt Service	General Fund	115,542
Dispatch	General Fund	192,968
Pension Trust	General Fund	84,176
Pension Trust	Pension Revenue Fund	823,866
Total		<u>\$ 1,286,480</u>

The outstanding balances between funds result mainly from the time lag between the dates that interfund transactions occur and payments between funds are made. These balances are expected to be repaid during the fiscal year ending December 31, 2020.

NOTE O - PRIOR PERIOD ADJUSTMENT

Net position for the Pension Trust fund was restated as of December 31, 2018 due to unrecorded interest income.

	<u>Fiduciary Activities</u>
Net Position, December 31, 2018, as previously reported	\$ 50,726,126
Restatement for unrecorded interest	<u>5,703</u>
Net Position, December 31, 2018, As Restated	<u>\$ 50,731,829</u>

NOTE P - SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 12, 2020, the date which the financial statements were available for issue.

The District approved a 401(a) Defined Contribution Plan for eligible civilian employees effective January 1, 2020. The District will provide matching contributions equal to 100% of participant elective deferrals not to exceed 3% of a participant's compensation.

A significant portion of the pension plan's assets include securities that are subject to market results. These market conditions deteriorated significantly subsequent to the District's December 31, 2019 year-end.

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION

REQUIRED SUPPLEMENTAL INFORMATION SECTION

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Taxes	\$ 9,493,400	9,541,100	10,466,914	925,814
Investment income	70,200	215,000	309,337	94,337
Building permits	260,000	290,000	287,296	(2,704)
Miscellaneous	55,300	136,100	140,158	4,058
Total Revenues	9,878,900	10,182,200	11,203,705	1,021,505
EXPENDITURES				
General operations:				
Vehicle repairs and tires	218,100	222,800	222,113	(687)
Building up-keep	70,400	117,600	111,736	(5,864)
Miscellaneous repairs	13,200	15,000	15,222	222
Station maintenance supplies	41,100	41,700	40,485	(1,215)
Office supplies and contracts	57,600	48,500	49,032	532
Utilities	244,200	251,500	244,370	(7,130)
Insurance	1,812,100	1,826,200	1,822,678	(3,522)
Miscellaneous employee expense	111,500	104,200	100,718	(3,482)
Professional services and contracts	99,300	83,300	82,964	(336)
Associations, dues, and subscriptions	11,100	8,300	8,255	(45)
Miscellaneous conferences and business trips	1,400	1,300	1,244	(56)
Miscellaneous disbursements	80,700	60,700	58,427	(2,273)
Total General Operations	2,760,700	2,781,100	2,757,244	(23,856)
Fire prevention bureau:				
FPB Materials	600	600	706	106
National fire codes and miscellaneous texts	4,900	3,100	3,050	(50)
Associations and dues	5,000	8,600	8,613	13
Total Fire Prevention Bureau	10,500	12,300	12,369	69
Community outreach:				
Public relations and education	69,000	54,100	53,744	(356)
Emergency management and public health	11,500	3,300	3,183	(117)
Total Community Outreach	80,500	57,400	56,927	(473)
Training:				
Supplies	2,300	200	189	(11)
Training schools	91,200	108,100	108,388	288
Total Training	93,500	108,300	108,577	277
Salaries	6,074,400	6,292,300	6,337,766	45,466

(Continued)

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND - BUDGETARY BASIS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Employer contributions to pension	135,000	135,000	135,000	-
Operating equipment:				
Communications equipment	5,400	2,900	2,827	(73)
Miscellaneous fire equipment	6,300	4,400	4,281	(119)
Rescue and air equipment	15,000	11,900	11,879	(21)
Building in-out	600	2,300	2,220	(80)
Maintenance and shop equipment	2,400	3,000	3,030	30
Total Operating Equipment	29,700	24,500	24,237	(263)
Capital outlay	94,500	52,500	52,435	(65)
Total Expenditures	9,278,800	9,463,400	9,484,555	21,155
EXCESS REVENUES	600,100	718,800	1,719,150	1,000,350
OTHER FINANCING SOURCES (USES)				
Transfer out	(998,500)	(948,600)	(1,330,776)	(382,176)
Proceeds from sale of capital assets	20,000	1,000	600	(400)
Total Other Financing Sources (Uses)	(978,500)	(947,600)	(1,330,176)	(382,576)
NET CHANGE IN FUND BALANCE - BUDGET BASIS	(378,400)	(228,800)	388,974	617,774
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments	(304,651)	(304,651)	(304,651)	
Expenditure accrual adjustments	281,200	281,200	281,200	
Total Adjustments To Reconcile To GAAP Basis	(23,451)	(23,451)	(23,451)	
NET CHANGE IN FUND BALANCE - GAAP BASIS	(401,851)	(252,251)	365,523	
FUND BALANCE, JANUARY 1	18,966,090	18,966,090	18,966,090	
FUND BALANCE, DECEMBER 31	<u>\$ 18,564,239</u>	<u>18,713,839</u>	<u>19,331,613</u>	

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - AMBULANCE FUND - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Taxes	\$ 8,395,900	\$ 8,395,900	9,182,961	787,061
Ambulance billing	1,440,000	1,548,700	1,602,777	54,077
Investment income	27,200	121,200	116,324	(4,876)
Miscellaneous	400	2,400	2,050	(350)
Total Revenues	<u>9,863,500</u>	<u>10,068,200</u>	<u>10,904,112</u>	<u>835,912</u>
EXPENDITURES				
General operations:				
Repairs and maintenance	25,900	25,900	25,047	(853)
Supplies and contracts	129,900	140,200	139,875	(325)
Insurance	1,812,100	1,826,200	1,822,353	(3,847)
Miscellaneous employee expenses	110,100	97,800	96,756	(1,044)
Professional services and contracts	206,000	142,900	142,847	(53)
Associations, dues, and subscriptions	800	800	730	(70)
Public relations and education	161,900	36,200	36,120	(80)
Emergency management and public health	16,500	3,300	3,183	(117)
Total General Operations	<u>2,463,200</u>	<u>2,273,300</u>	<u>2,266,911</u>	<u>(6,389)</u>
Training	27,000	17,500	18,495	995
Salaries	6,856,400	6,816,600	6,785,129	(31,471)
Employer contribution to pension	125,000	125,000	125,000	-
Operating equipment:				
New equipment	6,000	2,600	2,879	279
Capital outlay	7,500	6,700	6,682	(18)
Total Expenditures	<u>9,485,100</u>	<u>9,241,700</u>	<u>9,205,096</u>	<u>(36,604)</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>378,400</u>	<u>826,500</u>	<u>1,699,016</u>	<u>872,516</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments	(275,925)	(275,925)	(275,925)	
Expenditure accrual adjustments	<u>227,794</u>	<u>227,794</u>	<u>227,794</u>	
Total Adjustments To Reconcile To GAAP Basis	<u>(48,131)</u>	<u>(48,131)</u>	<u>(48,131)</u>	
NET CHANGE IN FUND BALANCE - GAAP BASIS	330,269	778,369	1,650,885	
FUND BALANCE, JANUARY 1	<u>9,386,352</u>	<u>9,386,352</u>	<u>9,386,352</u>	
FUND BALANCE, DECEMBER 31	<u>\$ 9,716,621</u>	<u>10,164,721</u>	<u>11,037,237</u>	

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - DISPATCH FUND - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES				
Taxes	\$ 800,500	800,500	877,512	77,012
EXPENDITURES				
Dispatch services	<u>800,500</u>	<u>800,500</u>	<u>794,425</u>	<u>(6,075)</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>-</u>	<u>-</u>	<u>83,087</u>	<u>83,087</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustment	<u>(25,290)</u>	<u>(25,290)</u>	<u>(25,290)</u>	
NET CHANGE IN FUND BALANCE - GAAP BASIS	(25,290)	(25,290)	57,797	
FUND BALANCE, JANUARY 1	<u>716,672</u>	<u>716,672</u>	<u>716,672</u>	
FUND BALANCE, DECEMBER 31	<u><u>\$ 691,382</u></u>	<u><u>691,382</u></u>	<u><u>774,469</u></u>	

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2019

Budgets and Budgetary Accounting

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

- a. Formal budgetary integration is employed as a management control device during the year for the General, Ambulance, Dispatch, Capital Projects, Debt Service, and Pension Trust Funds. These budgets are adopted on the cash basis of accounting.
- b. The Board of Directors approves the tax rate by Ordinance to fund District operations. Once this rate has been established, the Board of Directors approves the total budget appropriation and amendments.
- c. Unused appropriations for all of the above annually budgeted funds lapse at the end of the year.
- d. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year by the Board of Directors.
- e. The District's budgetary process is based upon accounting for certain transactions on a basis other than GAAP. To provide a meaningful comparison of actual results with the budget, the actual results of operations are presented in accordance with the budget basis of accounting. The differences between the budget and GAAP basis of accounting are that revenues are recorded when received in cash (budget) as opposed to when they are measurable and available (GAAP) and expenditures are recorded when paid (budget) as opposed to when the obligation is incurred (GAAP). In addition, tax revenue for budget purposes is reflected based on the prior year levy which is utilized to fund expenditures of the subsequent year and dispatch services expenditures are based on prior year's tax levy collected.

Expenditures

For the year ended December 31, 2019, expenditures exceeded appropriations as follows:

	<u>Final Budget</u>	<u>Actual</u>	<u>Over Budget</u>
General Fund	\$ 9,463,400	9,484,555	21,155
Capital Projects Fund	2,884,000	2,942,078	58,078

These expenditures were approved by the Board and were funded by revenues in excess of budget and/or fund balance.

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEARS ENDED DECEMBER 31 (LAST SIX FISCAL YEARS)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability						
Service cost	\$ 1,187,648	1,150,226	1,150,291	1,179,204	1,107,202	1,075,141
Interest	4,882,635	4,701,483	4,513,519	4,320,158	3,902,715	3,685,642
Changes of assumptions	572,220	(158,737)	(259,126)	(528,261)	2,352,931	-
Difference between expected and actual experience	(815,606)	(385,469)	(146,269)	156,838	687,760	304,794
Benefit payments, including refunds	<u>(2,804,209)</u>	<u>(2,709,863)</u>	<u>(2,436,439)</u>	<u>(2,237,018)</u>	<u>(2,081,274)</u>	<u>(1,846,148)</u>
Net Change In Total Pension Liability	3,022,688	2,597,640	2,821,976	2,890,921	5,969,334	3,219,429
 Total Pension Liability Beginning	<u>69,966,383</u>	<u>67,368,743</u>	<u>64,546,767</u>	<u>61,655,846</u>	<u>55,686,512</u>	<u>52,467,083</u>
 Total Pension Liability Ending (a)	<u>\$ 72,989,071</u>	<u>69,966,383</u>	<u>67,368,743</u>	<u>64,546,767</u>	<u>61,655,846</u>	<u>55,686,512</u>
 Plan Fiduciary Net Position						
Contributions - employer	\$ 2,038,952	1,802,789	1,734,517	1,929,334	1,924,306	1,917,526
Contributions - employees	525,482	484,265	471,309	259,487	257,394	251,371
Net investment income (loss)	11,077,397	(2,514,031)	7,719,929	2,730,428	(577,953)	2,036,752
Benefit payments, including refunds	(2,804,209)	(2,709,863)	(2,436,439)	(2,237,018)	(2,081,274)	(1,846,148)
Administrative expenses	<u>(287,593)</u>	<u>(23,485)</u>	<u>(27,101)</u>	<u>(19,105)</u>	<u>(21,374)</u>	<u>(20,416)</u>
Net Change In Plan Fiduciary Net Position	10,550,029	(2,960,325)	7,462,215	2,663,126	(498,901)	2,339,085
 Plan Fiduciary Net Position Beginning	<u>50,731,829</u>	<u>53,692,154</u>	<u>46,229,939</u>	<u>43,566,813</u>	<u>44,065,714</u>	<u>41,726,629</u>
 Plan Fiduciary Net Position Ending (b)	<u>\$ 61,281,858</u>	<u>50,731,829</u>	<u>53,692,154</u>	<u>46,229,939</u>	<u>43,566,813</u>	<u>44,065,714</u>
 Net Pension Liability Ending (a)-(b)	<u>\$ 11,707,213</u>	<u>19,234,554</u>	<u>13,676,589</u>	<u>18,316,828</u>	<u>18,089,033</u>	<u>11,620,798</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.96 %	72.51	79.70	71.62	70.66	79.13
 Covered Payroll	\$ 9,752,335	8,990,614	8,852,190	8,774,356	8,635,223	8,441,913
 Net Pension Liability as a Percentage of Covered Payroll	120.05 %	213.94	154.50	208.75	209.48	137.66

Note: Information is not available for fiscals years prior to 2014.

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEARS ENDED DECEMBER 31 (LAST TEN FISCAL YEARS)

	<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>2011</u>	<u>2010</u>
Actuarially determined pension contribution	\$ 1,693,892	1,620,491	1,629,457	1,818,243	1,547,010	1,469,618	1,661,516	1,708,166	1,599,225	2,048,171
Contributions in relation to the actuarially determined pension contribution	<u>2,038,952</u>	<u>1,802,789</u>	<u>1,734,517</u>	<u>1,929,334</u>	<u>1,924,306</u>	<u>1,917,526</u>	<u>1,901,150</u>	<u>1,891,013</u>	<u>1,870,097</u>	<u>1,869,596</u>
Contribution Deficiency (Excess)	<u>\$ (345,060)</u>	<u>(182,298)</u>	<u>(105,060)</u>	<u>(111,091)</u>	<u>(377,296)</u>	<u>(447,908)</u>	<u>(239,634)</u>	<u>(182,847)</u>	<u>(270,872)</u>	<u>178,575</u>
Covered Payroll	\$9,752,335	8,990,614	8,852,190	8,774,356	8,635,223	8,441,913	8,529,702	8,400,357	8,375,787	8,241,152
Contributions as a Percentage of Covered Payroll	20.91 %	20.05	19.59	21.99	22.28	22.71	22.29	22.51	22.33	22.69

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1, 2019 prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Layered
Remaining amortization period	GASB 68 recognition periods
Asset valuation method	Market value
Inflation	2.5%
Salary increases	3.0%
Investment rate of return	7%, net of pension plan investment expenses including inflation
Retirement age	Age 55 and the completion of 5 years of participation and 10 years of credited service
Mortality	MP-2018 Blue Collar generational table.

Other information:

There were no benefit changes during the year.

Mortality assumptions were changed in 2019 from MP-2018 Blue Collar generational tables to the Public Safety 2010 Bottom Quartile table resulting in an increase in plan liability of approximately \$572,220.

Information is not available prior to December 31, 2010.

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE TWO YEARS ENDED DECEMBER 31

	<u>2019</u>	<u>2018</u>
Total OPEB Liability		
Service cost	\$ 363,602	358,373
Interest	286,381	233,816
Differences between expected and actual experience	(117,478)	-
Changes of assumptions and inputs	616,725	173,909
Benefit payments, including refunds	<u>(220,095)</u>	<u>(191,500)</u>
Net Change In Total OPEB Liability	929,135	574,598
 Total OPEB Liability Beginning	 <u>7,528,530</u>	 <u>6,953,932</u>
 Total OPEB Liability Ending	 <u><u>8,457,665</u></u>	 <u><u>7,528,530</u></u>
 Covered Payroll	 \$ 9,448,313	 9,448,313
 Total OPEB Liability as a Percentage of Covered Payroll	 89.52 %	 79.68

Notes:

Information is not available for fiscal years prior to 2018.

There are no assets accumulated in a trust to pay related benefits for this plan.

Changes in benefit terms: None

Changes in assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2019	3.00 %
2018	3.68 %

METRO WEST FIRE PROTECTION DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF OPEB CONTRIBUTIONS
FOR THE YEARS ENDED DECEMBER 31

	<u>2019</u>	<u>2018</u>
Actuarially determined OPEB contribution	\$ 220,095	191,500
Contributions in relation to the actuarially determined OPEB contribution	<u>220,095</u>	<u>191,500</u>
Contribution Deficiency	<u><u>\$ -</u></u>	<u><u>-</u></u>
Covered Payroll	\$ 9,448,313	9,448,313
Contributions as a Percentage of Covered Payroll	2.33 %	2.03

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1 prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level Percent of Pay
Remaining amortization period	GASB 75 recognition periods
Inflation	2.5%
Salary increases	3.0%
Healthcare cost trend rates	7.0% initial, decreasing 0.5% per year to an ultimate rate of 4.5%
Retirement age	Age 55 and the completion of 10 years of service
Mortality	Pub-2010 Public Retirement Plan Headcount-weighted Mortality Table with Scale MP-2019 Full Generational Improvement

Other information:

Information not available prior to December 31, 2018.

OTHER SUPPLEMENTAL INFORMATION SECTION

METRO WEST FIRE PROTECTION DISTRICT

OTHER SUPPLEMENTAL INFORMATION

CAPITAL PROJECTS FUND

Capital Projects Fund -- This fund is used to account for the proceeds of long-term debt and other revenues restricted for acquisition or construction of major capital assets.

DEBT SERVICE FUND

Debt Service Fund -- This fund is used to account for the accumulation of resources for and the payment of principal, interest, and fiscal charges on long-term debt.

FIDUCIARY FUND

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

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
CAPITAL PROJECTS FUND - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Grant income	\$ 1,200	-	-	-
Investment income	70,000	11,200	39,306	28,106
Total Revenues	<u>71,200</u>	<u>11,200</u>	<u>39,306</u>	<u>28,106</u>
EXPENDITURES				
Capital outlay	2,569,800	2,825,500	2,839,963	14,463
Bond issuance costs	98,500	58,500	102,115	43,615
Total Expenditures	<u>2,668,300</u>	<u>2,884,000</u>	<u>2,942,078</u>	<u>58,078</u>
REVENUES UNDER EXPENDI- TURES	<u>(2,597,100)</u>	<u>(2,872,800)</u>	<u>(2,902,772)</u>	<u>(29,972)</u>
OTHER FINANCING SOURCES				
Bonds issued	6,000,000	6,000,000	6,000,000	-
Premium on bonds issued	145,000	324,100	367,753	43,653
Proceeds to sale of capital assets	80,000	43,300	43,266	(34)
Transfer in	998,500	948,600	1,330,776	382,176
Total Other Financing Sources	<u>7,223,500</u>	<u>7,316,000</u>	<u>7,741,795</u>	<u>425,795</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	4,626,400	4,443,200	4,839,023	<u>395,823</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Expenditure accrual adjustments	<u>177,568</u>	<u>177,568</u>	<u>177,568</u>	
NET CHANGE IN FUND BALANCE - GAAP BASIS	4,803,968	4,620,768	5,016,591	
FUND BALANCE, JANUARY 1	<u>1,300,314</u>	<u>1,300,314</u>	<u>1,300,314</u>	
FUND BALANCE, DECEMBER 31	<u>\$ 6,104,282</u>	<u>5,921,082</u>	<u>6,316,905</u>	

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -
DEBT SERVICE FUND - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Taxes	\$ 1,939,300	1,939,300	2,044,953	105,653
Investment income	10,000	36,400	36,309	(91)
Total Revenues	<u>1,949,300</u>	<u>1,975,700</u>	<u>2,081,262</u>	<u>105,562</u>
EXPENDITURES				
Debt service:				
Principal	2,220,000	2,220,000	2,220,000	-
Interest and fiscal charges	69,500	69,500	69,310	(190)
Total Expenditures	<u>2,289,500</u>	<u>2,289,500</u>	<u>2,289,310</u>	<u>(190)</u>
NET CHANGE IN FUND BALANCE - BUDGET BASIS	(340,200)	(313,800)	(208,048)	<u>105,752</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments	<u>470,796</u>	<u>470,796</u>	<u>470,796</u>	
NET CHANGE IN FUND BALANCE - GAAP BASIS	130,596	156,996	262,748	
FUND BALANCE, JANUARY 1	<u>3,982,591</u>	<u>3,982,591</u>	<u>3,982,591</u>	
FUND BALANCE, DECEMBER 31	<u>\$ 4,113,187</u>	<u>4,139,587</u>	<u>4,245,339</u>	

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN NET POSITION - BUDGET AND ACTUAL -
PENSION TRUST FUND - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
ADDITIONS				
Investment income:				
Dividend and interest income	\$ 644,200	37,200	674,108	636,908
Net appreciation in fair value of investments	1,000,000	9,878,600	10,403,289	524,689
Net Investment Income	1,644,200	9,915,800	11,077,397	1,161,597
Employer contributions	2,003,100	2,003,100	2,039,348	36,248
Employee contributions	538,600	538,600	525,482	(13,118)
Total Additions	<u>4,185,900</u>	<u>12,457,500</u>	<u>13,642,227</u>	<u>1,184,727</u>
DEDUCTIONS				
Benefit payments	2,700,000	2,804,200	2,804,209	9
Administrative fees	185,000	248,000	247,635	(365)
Actuarial and consulting fees	27,300	38,900	38,431	(469)
Total Deductions	<u>2,912,300</u>	<u>3,091,100</u>	<u>3,090,275</u>	<u>(825)</u>
NET CHANGE IN PLAN ASSETS - BUDGET BASIS	<u>1,273,600</u>	<u>9,366,400</u>	<u>10,551,952</u>	<u>1,185,552</u>
ADJUSTMENTS TO RECONCILE TO GAAP BASIS				
Revenue accrual adjustments	(396)	(396)	(396)	
Expense accrual adjustments	<u>(1,527)</u>	<u>(1,527)</u>	<u>(1,527)</u>	
Total Adjustments To Recon- cile To GAAP Basis	<u>(1,923)</u>	<u>(1,923)</u>	<u>(1,923)</u>	
NET CHANGE IN NET POSITION - GAAP BASIS	1,271,677	9,364,477	10,550,029	
NET POSITION - RESTRICTED FOR PENSIONS, JANUARY 1, RESTATED	<u>50,731,829</u>	<u>50,731,829</u>	<u>50,731,829</u>	
NET POSITION - RESTRICTED FOR PENSIONS, DECEMBER 31	<u>\$ 52,003,506</u>	<u>60,096,306</u>	<u>61,281,858</u>	

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION -
DEBT RATIOS AND RELATED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019

Disclosure Report Pursuant to SEC Rule 15c2-12

Name of Issuer/Obligation Person: Metro West Fire Protection District, St. Louis County, Missouri
(the District)

Fiscal Year Ended: December 31, 2019

Issue and CUSIP Numbers to which this Disclosure Report relates:

General Obligation Bonds Series 2009	General Obligation Bonds Series 2013	General Obligation Bonds Series 2016	General Obligation Bonds Series 2019
59165B AW2	59165B BF8	59165B BM3	59165B BR2
59165B AX0	59165B BG6	59165B BN1	59165B BS0
59165B AY8	59165B BH4	59165B BP6	59165B BT8
59165B AZ5	59165B BJ0	59165B BQ4	59165B BU5
59165B BA9	59165B BK7		59165B BV3
59165B BB7	59165B BL5		
59165B BC5			
59165B BD3			
59165B BE1			

OPERATING DATA

Included herein is the operating data for the District for the fiscal year ended December 31, 2019, which is required to be filed pursuant to the District's continuing disclosure obligations with respect to the Bonds.

FINANCIAL INFORMATION CONCERNING THE DISTRICT

Historic Assessed Valuation

The assessed value of all taxable property situated in the District as of January 1 (as finalized on December 31) for the following years are noted below:

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION -
DEBT RATIOS AND RELATED INFORMATION (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2019

Historic Assessed Valuation (Continued)

Calendar Year	Assessed Valuation ⁽¹⁾	Percentage Change
2019	\$ 2,180,896,315	9.73 %
2018	1,987,433,473	0.63
2017	1,974,972,787	8.94
2016	1,812,828,580	0.58
2015	1,802,299,038	4.42
2014	1,726,049,161	0.88
2013	1,710,978,638	(2.71)
2012	1,758,685,816	0.89
2011	1,743,140,664	(1.17)
2010	1,763,703,135	N/A

Source: St. Louis County Department of Revenue, Collection Division

⁽¹⁾Includes incremental assessed valuation in the portion of the District that is included in a tax increment financing district.

Assessed Valuation Components (2019)

The following shows the total assessed valuation and estimated actual value by category of all taxable property (excluding State assessed railroad and utility property) situated in the District as of January 1, 2019 (as finalized December 31, 2019):

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION -
DEBT RATIOS AND RELATED INFORMATION (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2019

Historic Assessed Valuation (Continued)

	<u>Assessed Valuations ⁽¹⁾</u>	<u>Assessment Ratio</u>	<u>Estimated Actual Valuation</u>
Real Estate: ⁽²⁾			
Residential	\$ 1,670,585,690	19 %	\$ 8,792,556,263
Agricultural	824,650	12	6,872,083
Commercial	243,880,340	32	762,126,063
State assessed	<u>31,367,974</u>	32	<u>98,024,919</u>
Total Real Estate	<u>1,946,658,654</u>		<u>9,659,579,328</u>
Personal Property:			
Regular	228,853,520	33 1/3	686,560,560
Manufacturing	1,213,710	33 1/3	3,641,130
State assessed	<u>4,170,431</u>	33 1/3	<u>12,511,293</u>
Total Personal Property	<u>234,237,661</u>		<u>702,712,983</u>
Total	<u><u>\$ 2,180,896,315</u></u>		<u><u>\$ 10,362,292,311</u></u>

Source: St. Louis County Department of Revenue, Collection Division

⁽¹⁾ Includes incremental assessed valuation in the portion of the District that is included in a tax increment financing district.

⁽²⁾ Locally Assessed Railroad and Utility Property are included in the commercial real estate and personal property totals.

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION -
DEBT RATIOS AND RELATED INFORMATION (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2019

Tax Rates

For The Years Ended December 31	General Fund	Ambulance Fund	Dispatch Fund	Pension Trust Fund	Total Levy
2019	\$ 0.437	\$ 0.390	\$ 0.038	\$ 0.083	\$ 0.948
2018	0.477	0.427	0.041	0.090	1.035
2017	0.476	0.245	0.041	0.090	0.852
2016	0.505	0.290	0.048	0.106	0.949
2015	0.504	0.269	0.046	0.099	0.918
2014	0.521	0.269	0.045	0.099	0.934
2013	0.521	0.260	0.044	0.096	0.921
2012	0.505	0.253	0.043	0.093	0.894
2011	0.503	0.253	0.043	0.093	0.892
2010	0.492	0.248	0.042	0.091	0.873

Source: District Records

Tax Collection Rates

For The Years Ended December 31	Assessed Valuation⁽¹⁾	Levy	Tax Levy (\$/100)⁽²⁾	Current Taxes Collected	Percentage Of Current Taxes Collected	Delinquent Taxes Collected	Percentage Of Delinquent And Current Taxes Collected⁽³⁾
2019	\$2,180,896,315	\$23,161,119	\$ 1.062	\$ 12,938,465	55.86 %	\$ 9,802,700	98.19 %
2018	1,987,433,473	26,730,980	1.135	12,391,933	46.36	7,069,455	72.80
2017	1,974,972,787	19,580,748	0.995	12,548,798	64.09	7,963,863	104.76
2016	1,812,828,580	18,710,711	1.037	10,771,431	57.57	8,094,771	100.83
2015	1,802,229,038	18,582,730	1.035	10,489,733	56.45	7,779,801	98.31

Source: St. Louis County Department of Revenue, Collection Division

⁽¹⁾ Assessed valuation does not include incremental assessed valuation in the portion of the District that is included in a tax increment financing district. Assessed valuations include stated assessed railroad and utility property; assessed valuations shown at the time of billing by the St. Louis County Collector.

⁽²⁾ Includes debt service levy.

⁽³⁾ Delinquent taxes are shown in the year payment in actually received, which may cause the percentage of delinquent and current taxes collected to exceed 100%. Percentage of delinquent and current taxes collected column also includes the current year's protested taxes which have been released.

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION -
DEBT RATIOS AND RELATED INFORMATION (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2019

Top Ten Taxpayers

Taxpayer	2019			2009		
	Taxable Assessed Valuation	Rank	Percentage Of Total Taxable Assessment Value	Taxable Assessed Valuation	Rank	Percentage Of Total Taxable Assessment Value
MIMG XCIII Seven Trails LLC	8,062,840	1	0.37 %	N/A	N/A	N/A
St. Johns Mercy Health Care	7,812,640	2	0.36	N/A	N/A	N/A
RAMCO-Gershenson Properties	7,474,430	3	0.34	N/A	N/A	N/A
Viking Partners Ballwin LLC	6,916,840	4	0.32	N/A	N/A	N/A
Laclede Gas Company	6,320,630	5	0.29	5,927,490	2	0.33
Olde Towne Plaza LLC	5,114,920	6	0.23	7,601,260	1	0.43
Missouri American Water Company	5,004,830	7	0.23	3,581,030	7	0.20
Dierbergs Wildwood LLC	4,868,710	8	0.22	3,104,000	8	0.17
Clarkson Clayton Center Assoc.	4,747,800	9	0.22	3,644,450	6	0.21
LCM Investment Co LLC	4,337,930	10	0.20	N/A	N/A	N/A
Weingarten Nostat Inc.	N/A	N/A	N/A	5,120,000	4	0.29
Seven Trails Investors LLC	N/A	N/A	N/A	5,701,110	3	0.32
Pace-Central Assoc. LLC	N/A	N/A	N/A	4,550,400	5	0.26
Centrum Clarkson LLC	N/A	N/A	N/A	2,931,330	9	0.17
Cooper Bussmann Inc	N/A	N/A	N/A	2,491,780	10	0.14

General Obligation Bonds Outstanding (As of December 31, 2019)

Description Of Indebtedness	Original Principal Amount	Date Of Issuance	Amount Outstanding
General Obligation Bonds, Series 2016	\$ 6,000,000	December 28, 2016	\$ 1,300,000
General Obligation Bonds, Series 2019	6,000,000	September 18, 2019	6,000,000
Total	<u>\$ 12,000,000</u>		<u>\$ 7,300,000</u>

METRO WEST FIRE PROTECTION DISTRICT
OTHER SUPPLEMENTAL INFORMATION -
DEBT RATIOS AND RELATED INFORMATION (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2019

For The Year Ended December 31, 2019:

Estimated Population of the District, 2010	78,000
Assessed Valuation 2019 ⁽¹⁾	\$ 2,180,896,315
Estimated Actual Value 2019 ⁽¹⁾	\$ 10,362,292,311
Outstanding Direct General Obligation Debt ⁽²⁾	\$ 7,300,000
Total General Obligation Debt ⁽²⁾	\$ 7,300,000
Per Capita Direct General Obligation Debt ⁽²⁾	\$ 93.59
Ratio of Direct General Obligation Debt to Assessed Valuation ^{(1),(2)}	0.33 %
Ratio of Direct General Obligation Debt to Estimated Actual Value ^{(1),(2)}	0.07 %

Source: District and St. Louis County Department of Revenue, Collection Division

Notes:

- ⁽¹⁾ Includes incremental assessed valuation in the portion of the District that is included in a tax increment financing district.
- ⁽²⁾ Includes the Bonds.

INTERNAL CONTROL AND COMPLIANCE SECTION



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

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

May 12, 2020

Board of Directors
METRO WEST FIRE PROTECTION DISTRICT

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **METRO WEST FIRE PROTECTION DISTRICT** (the District) as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated May 12, 2020.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

PURPOSE OF THIS REPORT

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hochschild, Bloom & Company LLP
CERTIFIED PUBLIC ACCOUNTANTS
Chesterfield, Missouri