

City of LeRoy, Illinois
Annual Financial Report
For the Fiscal Year Ended April 30, 2019

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Independent Auditor's Report

The Honorable Mayor and Council
City of LeRoy, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of LeRoy, Illinois ("City"), as of and for the year ended April 30, 2019, which collectively comprise the City'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 an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of April 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis; the Illinois Municipal Retirement Fund – Schedule of Changes in the City's Net Pension Liability and Related Ratios; the Illinois Municipal Retirement Fund – Schedule of Employer Contributions; and budgetary comparison information on pages 47 through 57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Striegel Knobloch & Company LLC

Bloomington, Illinois
October 15, 2019

City of LeRoy, Illinois

Statement of Net Postition

For the Year Ended April 30, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Cash and cash equivalents (Notes 1 and 4)	\$ 1,562,023	\$ 1,265,676	\$ 2,827,699
Investments (Notes 1 and 4)	6,259	-	6,259
Receivables, net			
Property tax	527,075	-	527,075
Other taxes	224,619	-	224,619
Accounts	-	208,964	208,964
Prepaid expenses	32,807	29,286	62,093
Intergovernmental receivable	506,454	-	506,454
Notes receivable	12,461	-	12,461
Capital assets (Notes 1 and 2):			
Land	385,310	10,000	395,310
Depreciable capital assets	12,166,510	13,793,650	25,960,160
Less: accumluated depreciation	<u>(5,440,195)</u>	<u>(8,291,997)</u>	<u>(13,732,192)</u>
 Total assets	 <u>9,983,323</u>	 <u>7,015,579</u>	 <u>16,998,902</u>
 Deferred Outflows of Resources			
Deferred outflows related to pension obligations (Note 6)	<u>524,323</u>	<u>180,697</u>	<u>705,020</u>
 Total assets and deferred outflows of resources	 <u>\$ 10,507,646</u>	 <u>\$ 7,196,276</u>	 <u>\$ 17,703,922</u>

-Continued-

City of LeRoy, Illinois

Statement of Net Position - Continued

For the Year Ended April 30, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Liabilities			
Accounts payable	\$ 23,834	\$ 92,180	\$ 116,014
Accrued expenses	107,220	70,023	177,243
Accrued interest	29,854	22,264	52,118
IMRF pension liability (Note 6)	415,659	143,247	558,906
Bonds payable (Note 3)			
Due within one year	280,000	200,000	480,000
Due in more than one year	2,255,000	1,930,000	4,185,000
Long-term liabilities (Note 3)			
Due within one year	25,118	9,527	34,645
Due in more than one year	213,561	36,205	249,766
	<u>3,350,246</u>	<u>2,503,446</u>	<u>5,853,692</u>
Deferred Inflows of Resources			
Deferred property tax	527,075	-	527,075
Deferred inflows related to pension obligations (Note 6)	397,262	136,907	534,169
	<u>924,337</u>	<u>136,907</u>	<u>1,061,244</u>
Net Position			
Invested in capital assets, net of related debt	4,337,946	3,335,921	7,673,867
Restricted for:			
Tax increment financing district	353,031	-	353,031
Motor fuel tax	42,455	-	42,455
Capital Projects	1,169,412	-	1,169,412
Debt Service	120,810	-	120,810
Community projects	62,408	-	62,408
Tourism	210,734	-	210,734
Unrestricted	(63,733)	1,220,002	1,156,269
	<u>6,233,063</u>	<u>4,555,923</u>	<u>10,788,986</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 10,507,646</u>	<u>\$ 7,196,276</u>	<u>\$ 17,703,922</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Activities

For the Year Ended April 30, 2019

	Expenses	Charges for Services	Fines, Fees Licenses and Permits	Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets			
					Governmental Activities	Business-Type Activities	Total	
Governmental activities								
Administration	\$ 360,423	\$ -	\$ 41,615	\$ 5,681	\$ (313,127)	\$ -	\$ (313,127)	
Streets	617,641	-	-	-	(617,641)	-	(617,641)	
Parks	185,443	-	-	-	(185,443)	-	(185,443)	
Zoning and building	50,037	-	-	-	(50,037)	-	(50,037)	
Police	767,375	-	-	-	(767,375)	-	(767,375)	
ESDA	2,020	-	-	-	(2,020)	-	(2,020)	
Economic development	179,815	-	-	-	(179,815)	-	(179,815)	
Public Works	3,213	-	-	-	(3,213)	-	(3,213)	
Animal control	57	-	-	-	(57)	-	(57)	
Community property	12,984	-	-	-	(12,984)	-	(12,984)	
Tourism	32,148	-	-	-	(32,148)	-	(32,148)	
Interest on long term debt	79,994	-	-	-	(79,994)	-	(79,994)	
Total governmental activities	2,291,150	-	41,615	5,681	(2,243,854)	-	(2,243,854)	
Business-type activities								
Water	843,163	772,437	-	-	-	(70,726)	(70,726)	
Sewer	795,113	767,770	-	-	-	(27,343)	(27,343)	
Refuse	443,455	506,622	-	-	-	63,167	63,167	
Total business type activities	2,081,731	2,046,829	-	-	-	(34,902)	(34,902)	
Total primary government	\$ 4,372,881	\$ 2,046,829	\$ 41,615	\$ 5,681	(2,243,854)	(34,902)	(2,278,756)	

City of LeRoy, Illinois

Statement of Activities - Continued

For the Year Ended April 30, 2019

	Net (Expense) Revenue and Changes in Net Assets		
	Governmental Activities	Business- Type Activities	Total
General revenues:			
Taxes:			
Property	\$ 564,087	\$ -	\$ 564,087
Sales	533,476	-	533,476
Income	368,072	-	368,072
Use	108,235	-	108,235
Replacement	10,916	-	10,916
Motor fuel	90,369	-	90,369
Excise	10,020	-	10,020
Utility	164,997	-	164,997
Video gaming	75,082	-	75,082
Franchise	37,309	-	37,309
Interest	9,192	4,658	13,850
Other	20,858	-	20,858
Interfund transfers	(318,986)	318,986	-
Total general revenues and transfers	1,673,627	323,644	1,997,271
Change in net position	(570,227)	288,742	(281,485)
Net position, beginning	6,803,290	4,267,181	11,070,471
Net position, ending	\$ 6,233,063	\$ 4,555,923	\$ 10,788,986

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Balance Sheet - Governmental Fund

April 30, 2019

	<u>General</u>	<u>2016A GO (ARS) Bond Fund</u>	<u>Capital Projects Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Cash (Notes 1 and 5)	\$ 166,140	\$ -	\$ 734,503	\$ 661,380	\$ 1,562,023
Investments (Notes 1 and 5)	6,259	-	-	-	6,259
Receivables, net:					
Property taxes (Note 6)	527,075	-	-	-	527,075
Other taxes	101,921	114,818	-	7,880	224,619
Prepaid expenses	32,807	-	-	-	32,807
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 834,202</u>	<u>\$ 114,818</u>	<u>\$ 734,503</u>	<u>\$ 669,260</u>	<u>\$ 2,352,783</u>
Liabilities					
Accounts payable	\$ 23,834	\$ -	\$ -	\$ -	\$ 23,834
Accrued expenses	107,220	-	-	-	107,220
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>131,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>131,054</u>
Deferred inflows of Resources					
Deferred property tax	527,075	-	-	-	527,075
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance					
Nonspendable	32,807	-	-	-	32,807
Restricted:					
TIF District	-	-	-	173,216	173,216
Motor fuel tax	-	-	-	133,169	133,169
Debt service	-	114,818	-	-	114,818
Committed:					
Capital expenditures	-	-	-	183,459	183,459
Assigned:					
Capital projects	-	-	734,503	-	734,503
Tourism	-	-	-	179,416	179,416
Unassigned	143,266	-	-	-	143,266
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balance	<u>176,073</u>	<u>114,818</u>	<u>734,503</u>	<u>669,260</u>	<u>1,694,654</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 834,202</u>	<u>\$ 114,818</u>	<u>\$ 734,503</u>	<u>\$ 669,260</u>	<u>\$ 2,352,783</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

**Reconciliation of the Balance Sheet - Governmental
Funds to the Statement of Net Position**

April 30, 2019

Total governmental fund balance \$ 1,694,654

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

Capital assets are not reported in this fund financial
statement because they are not current financial
resources, but they are reported in the statement
of net assets

7,111,625

Notes receivable are not reported on the fund financial statements
because it is not available to defray the cost of current expenses.

518,915

Certain liabilities are not reported in this fund financial statement
because they are not due and payable, but they are presented
in the statement of net assets.

Accrued interest

(29,854)

Net IMRF pension obligations

(288,598)

Bonds payable

(2,535,000)

Notes payable

(238,679)

Net assets of governmental activities

\$ 6,233,063

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

**Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds**

For the Year Ended April 30, 2019

	General	2016A GO (ARS) Bond Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	\$ 564,087	\$ -	\$ -	\$ -	\$ 564,087
Sales tax	383,135	150,341	-	-	533,476
Income tax	118,666	249,406	-	-	368,072
Use tax	108,235	-	-	-	108,235
Replacement tax	10,916	-	-	-	10,916
Motor fuel tax	-	-	-	90,369	90,369
Excise tax	10,020	-	-	-	10,020
Utility taxes	164,997	-	-	-	164,997
Video gaming tax	75,082	-	-	-	75,082
Licenses and permits	20,234	-	-	-	20,234
Fines	21,381	-	-	-	21,381
Interest	2,411	-	4,429	2,352	9,192
Grants	5,681	-	-	-	5,681
Other	58,167	-	-	8,536	66,703
Total revenues	1,543,012	399,747	4,429	101,257	2,048,445
Expenditures:					
Administration	196,871	-	-	-	196,871
Streets	446,865	-	-	-	446,865
Parks	33,454	-	-	-	33,454
Zoning and building	50,037	-	-	-	50,037
Police	727,244	-	-	-	727,244
ESDA	2,020	-	-	-	2,020
Economic development	-	-	-	191,815	191,815
Tourism	-	-	-	32,148	32,148
Animal control	57	-	-	-	57
Debt service					
Principal	34,397	275,000	-	-	309,397
Interest	7,529	74,875	-	-	82,404
Capital outlay	389,539	-	-	-	389,539
Total expenditures	1,888,013	349,875	-	223,963	2,461,851
Excess (deficiency) of revenues over expenditures	(345,001)	49,872	4,429	(122,706)	(413,406)

-Continued-

City of LeRoy, Illinois

**Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds - Continued**

For the Year Ended April 30, 2019

	General	2016A GO (ARS) Bond Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Other financing sources (uses):					
Transfers in	76,500	20,636	-	45,000	142,136
Transfers out	(23,622)	(76,500)	(361,000)	-	(461,122)
Total other financing sources (uses)	52,878	(55,864)	(361,000)	45,000	(318,986)
Net change in fund balances	(292,123)	(5,992)	(356,571)	(77,706)	(732,392)
Fund balance, beginning	468,196	120,810	1,091,074	746,966	2,427,046
Fund balance, ending	<u>\$ 176,073</u>	<u>\$ 114,818</u>	<u>\$ 734,503</u>	<u>\$ 669,260</u>	<u>\$ 1,694,654</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

**Reconciliation of the Statements of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds to the Statement of Activities**

For the Year Ended April 30, 2019

Net change in fund balance - total governmental funds	\$ (732,392)
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the statement of activities and depreciated over their estimated economic lives. Depreciation (\$391,684) for the year is more than capital outlays (\$389,539) reported in the general fund.	(2,145)
Net change in IMRF pension obligations is an expense on the statement of activities, however, it does not use financial resources and is not an expenditure on the statement of revenues, expenditures, changes in fund balance	(150,961)
Advances and repayments of the note receivable are included in the governmental fund; however, this activity only changes the note receivable in the statement of net assets.	3,464
Repayment of bond principal is an expenditure in the governmental fund; however the repayment reduces long-term liabilities in the statement of net assets.	309,397
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 government funds.	<u>2,410</u>
Change in net assets of governmental activities	<u>\$ (570,227)</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Net Position - Proprietary Funds

April 30, 2019

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Assets				
Current Assets				
Cash (Note 5)	\$ 266,860	\$ 613,093	\$ 385,723	\$ 1,265,676
Receivables, net:				
Customer accounts	67,654	85,857	55,453	208,964
Prepaid expenses	14,649	11,182	3,455	29,286
Total current assets	349,163	710,132	444,631	1,503,926
Capital Assets				
Land (Note 2)	-	10,000	-	10,000
Depreciable capital assets (Note 2)	4,722,891	7,937,933	1,132,826	13,793,650
Less: accumulated depreciation (Note 2)	(3,183,155)	(4,935,782)	(173,060)	(8,291,997)
Total capital assets	1,539,736	3,012,151	959,766	5,511,653
Total assets	1,888,899	3,722,283	1,404,397	7,015,579
Deferred Outflows of Resources				
Deferred outflows related to pension obligations	74,591	74,803	31,303	180,697
Total assets and deferred outflows of resources	\$ 1,963,490	\$ 3,797,086	\$ 1,435,700	\$ 7,196,276

-Continued-

City of LeRoy, Illinois

Statement of Net Position - Proprietary Funds - Continued

April 30, 2019

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Liabilities and Net position				
Current liabilities:				
Accounts payable	\$ 42,817	\$ 22,952	\$ 26,411	\$ 92,180
Accrued expenses	23,451	29,639	16,933	70,023
Accrued interest	22,264	-	-	22,264
Bonds payable, current	200,000	-	-	200,000
Notes payable, current	9,527	-	-	9,527
Total current liabilities	<u>298,059</u>	<u>52,591</u>	<u>43,344</u>	<u>393,994</u>
Noncurrent liabilities				
IMRF pension obligation	59,132	59,300	24,815	143,247
Bonds payable	1,930,000	-	-	1,930,000
Notes payable	36,205	-	-	36,205
Total non current liabilities	<u>2,025,337</u>	<u>59,300</u>	<u>24,815</u>	<u>2,109,452</u>
Total liabilities	<u>2,323,396</u>	<u>111,891</u>	<u>68,159</u>	<u>2,503,446</u>
Deferred Inflow of Resources				
Deferred inflows related to pension obligations	<u>56,515</u>	<u>56,675</u>	<u>23,717</u>	<u>136,907</u>
Invested in capital assets net of related debt	(635,996)	3,012,151	959,766	3,335,921
Unrestricted	<u>219,575</u>	<u>616,369</u>	<u>384,058</u>	<u>1,220,002</u>
Total net position	<u>(416,421)</u>	<u>3,628,520</u>	<u>1,343,824</u>	<u>4,555,923</u>
Total liabilities, deferred inflows, and net position	<u>\$ 1,963,490</u>	<u>\$ 3,797,086</u>	<u>\$ 1,435,700</u>	<u>\$ 7,196,276</u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

**Statement of Revenues, Expenses, and Changes in
Fund Net Position - Proprietary Funds**

For the Year Ended April 30, 2019

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Operating revenues:				
Charges for service	\$ 772,437	\$ 767,770	\$ 506,622	\$ 2,046,829
 Total operating revenue	 772,437	 767,770	 506,622	 2,046,829
Operating expenses:				
Salaries	173,209	172,535	86,343	432,087
Payroll taxes and retirement	52,077	52,257	24,470	128,804
Chemicals	124,383	67,307	-	191,690
Refuse disposal	-	-	271,415	271,415
Insurance	48,449	60,307	17,454	126,210
Utilities and telephone	57,145	44,827	35	102,007
Repairs and maintenance	45,066	52,357	5,044	102,467
Supplies and materials	35,140	21,284	3,363	59,787
Truck expenses	3,681	9,852	17,072	30,605
Professional fees	3,785	2,682	2,682	9,149
Engineering fees	16,089	42,372	2,569	61,030
Contractual services	12,869	3,803	7,072	23,744
Uniform rental	789	812	200	1,801
Training	381	926	-	1,307
Permit fees	-	11,000	-	11,000
Depreciation	212,196	249,895	1,796	463,887
Miscellaneous	1,004	2,897	3,940	7,841
 Total operating expenses	 786,263	 795,113	 443,455	 2,024,831
 Operating income (loss)	 (13,826)	 (27,343)	 63,167	 21,998

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City of LeRoy, Illinois

**Statement of Revenues, Expenses, and Changes in
Fund Net Position - Proprietary Funds - Continued**

For the Year Ended April 30, 2019

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Non-operating revenues (expenses):				
Interest revenue	859	2,203	1,596	4,658
Interest expense and bond fees	<u>(56,900)</u>	-		<u>(56,900)</u>
Total non-operating revenue	<u>(56,041)</u>	<u>2,203</u>	<u>1,596</u>	<u>(52,242)</u>
Net income (loss) before transfers	<u>(69,867)</u>	<u>(25,140)</u>	<u>64,763</u>	<u>(30,244)</u>
Other financing sources (uses):				
Transfers in	174,093	236,000	2,986	413,079
Transfers out	<u>(15,000)</u>	<u>(64,093)</u>	<u>(15,000)</u>	<u>(94,093)</u>
Total other financing sources (uses)	159,093	171,907	(12,014)	318,986
Change in net assets	89,226	146,767	52,749	288,742
Total net position-beginning	<u>(505,647)</u>	<u>3,481,753</u>	<u>1,291,075</u>	<u>4,267,181</u>
Total net position-ending	<u><u>(416,421)</u></u>	<u><u>3,628,520</u></u>	<u><u>1,343,824</u></u>	<u><u>4,555,923</u></u>

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Statement of Cash Flows - Proprietary Funds

For the Year Ended April 30, 2019

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Total</u>
Cash flows from (used in)				
operating activities:				
Receipts from customers	\$ 771,021	\$ 766,034	\$ 505,541	\$ 2,042,596
Payments to suppliers	(393,430)	(397,317)	(327,921)	(1,118,668)
Payments for employee expenses	<u>(202,422)</u>	<u>(197,423)</u>	<u>(97,449)</u>	<u>(497,294)</u>
Net cash from operating activities	<u>175,169</u>	<u>171,294</u>	<u>80,171</u>	<u>426,634</u>
Cash flows from (used in)				
non-capital financing activities:				
Repayment of interfund loans	-	-	(2,985)	(2,985)
Transfers from (to) other funds	<u>159,093</u>	<u>171,907</u>	<u>(12,014)</u>	<u>318,986</u>
Net cash from (used in) non-capital financing activities	<u>159,093</u>	<u>171,907</u>	<u>(14,999)</u>	<u>316,001</u>
Cash flows from (used in) capital and related financing activities:				
Acquisition of capital assets	(51,075)	(331,190)	(35,368)	(417,633)
Principal paid on capital debt	(225,663)	-	-	(225,663)
Interest and fees paid on capital debt	<u>(58,421)</u>	<u>-</u>	<u>-</u>	<u>(58,421)</u>
Net cash from (used in) capital and related financing activities	<u>(335,159)</u>	<u>(331,190)</u>	<u>(35,368)</u>	<u>(701,717)</u>
Cash flows from (used in)				
investing activities:				
Interest income	<u>859</u>	<u>2,203</u>	<u>1,596</u>	<u>4,658</u>
Net cash from investing activities	<u>859</u>	<u>2,203</u>	<u>1,596</u>	<u>4,658</u>
Net increase (decrease) for the year	(38)	14,214	31,400	45,576
Cash and cash equivalents - beginning	<u>266,898</u>	<u>598,879</u>	<u>354,323</u>	<u>1,220,100</u>
Cash and cash equivalents - ending	<u><u>\$ 266,860</u></u>	<u><u>\$ 613,093</u></u>	<u><u>\$ 385,723</u></u>	<u><u>\$ 1,265,676</u></u>

-Continued-

City of LeRoy, Illinois

Statement of Cash Flows - Proprietary Funds - Continued

For the Year Ended April 30, 2019

	Water Fund	Sewer Fund	Refuse Disposal Fund	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (13,826)	\$ (27,343)	\$ 63,167	\$ 21,998
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation	212,196	249,895	1,796	463,887
Change in IMRF pension obligations	21,294	22,019	9,084	52,397
(Increase) / decrease in assets:				
Receivables, net	(1,416)	(1,736)	(1,081)	(4,233)
Prepaid expenses	(5,094)	(1,959)	391	(6,662)
Increase / (decrease) in liabilities:				
Accounts payable	(39,555)	(74,932)	2,534	(111,953)
Accrued expenses	1,570	5,350	4,280	11,200
Cash provided by operating activities	\$ 175,169	\$ 171,294	\$ 80,171	\$ 426,634

The accompanying notes are an integral part of this statement.

City of LeRoy, Illinois

Notes to Financial Statements

April 30, 2019

Note 1 – Summary of Significant Accounting Policies:

Reporting Entity

The City operates under a City Council – Mayor form of government and provides the following services: public safety, streets, sanitation, health and social services, parks and recreation, building and zoning, water, sewer, and general administrative services.

In evaluating how to define the government for financial reporting purposes, the City has considered all potential component units. Generally accepted accounting principles require that the financial statements present component units for which the City is considered to be financially accountable. The City has determined that it is not financially accountable for any component units and, therefore, no component units have been made part of this statement.

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 activities of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 for goods, services, or privileges provided by a given function or segment, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, 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 proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and expenditures related to claims and judgments are recorded only when payment is due.

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

The funds are grouped into two fund types and four generic funds as described below:

Governmental Fund Types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

General Fund – This fund is established to account for resources devoted to financing the general services that the City performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the City are included in this fund. The fund is charged with all costs of operating the government for which a separate fund has not been established.

Special Revenue Funds – These funds are established to account for the proceeds of specific revenue sources other than special assessments, expendable trusts, or major capital projects that are legally restricted to expenditures for specified purposes.

Debt Service Funds – These funds are established for the purpose of accumulating resources for the payment of interest and principal on long-term general obligation debt other than that payable from enterprise funds.

Capital Projects Fund – This fund is established to account for major capital expenditures not financed by enterprise funds.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Governmental Fund Types – Continued

The City reports the following major governmental funds:

General Fund

The principal operating fund of the City, which is used to account for all activities of the City not included in other specified funds.

2016A General Obligation (Alternative Revenue Service) Bond Fund

To account for all revenues and expenditures associated with servicing this bond.

Capital Fund

Accounts for revenues and expenditures associated with major non-enterprise capital purchases.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

The effect of inter-fund activity has been eliminated from the government-wide financial statements.

Proprietary Fund Types

These funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are the Enterprise Funds.

The City reports the following major governmental funds:

Enterprise Funds – These funds are established to account for operations that are financed and conducted in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Proprietary Fund Types – Continued

The City reports the following major proprietary funds:

Water Fund

Accounts for all activities related to the operation of the City’s water system and related services provided to its citizens.

Sewer Fund

Accounts for all activities related to the operation of the City’s sewer system and related services provided to its citizens.

Refuse Disposal Fund

Accounts for all activities related to refuse pickup and disposal in the City.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Water Fund, Sewer Fund, and Refuse Disposal Fund are charges to customers for sales and services. The Water Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The Public Funds Investment Act of the State of Illinois allows municipalities to invest in the following:

- U.S. Treasury obligations
- Direct obligations of any bank as defined by Illinois Banking Act
- Certain corporate short-term obligations
- Certain public agencies
- Public Treasurers' Investment Pool
- Certain money market mutual funds

Investments are reported at cost.

Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Position and Statement of Activities, some amounts reported as interfund activities and balances in the fund financial statements have been eliminated or reclassified.

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

Property Tax Accrual

The City's property taxes are levied the last Tuesday in December each year on all taxable real property located in the City on January 1. Property taxes attach as an enforceable lien on property January 1 and are payable in two installments in June and September.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Records of capital expenditures and depreciation were not maintained within the enterprise funds prior to May 1, 1975. Capital expenditures since this date have been accumulated and depreciated beginning in the year the assets were placed in service.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest expense was incurred by the City for construction projects during the current fiscal year.

Property, plant and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20
Public domain infrastructure	40
System infrastructure	40
Vehicles	5
Municipal landfill closure costs	5
Office equipment	5
Computer equipment	3

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, personal time, and sick pay benefits. All vacation pay is accrued when earned. Payment of accumulated personal time and sick pay benefits varies depending on the circumstances of termination of employment. These benefits are accrued at fifty percent of the total amount earned but unused at fiscal year-end.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Assets, Liabilities, and Net Position or Equity – Continued

Net Position

The City has implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*. The objective of this Statement is to provide financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by outstanding balances of any borrowings used for the acquisition or improvement of those assets.

Fund Equity – Fund Financial Statements

The City has implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used.

- Nonspendable fund balance – amounts that are not in a spendable form (such as inventory, prepaid expenses, long-term receivables) or are required to be maintained intact;
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance – amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level of action to remove or change the constraint;
- Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 1 – Summary of Significant Accounting Policies – Continued:

Fund Equity – Fund Financial Statements – Continued

The City establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balances are established by the City through adoption or amendment of the budget as intended for specific purposes (such as the purchase of capital assets, construction, debt service, or for other purposes).

Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted and unrestricted in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the government's policy to consider restricted to have been depleted before unrestricted is applied.

Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied.

It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Defining Operating Revenues and Expenses

The City's proprietary funds distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses of the City's water and sewer funds consist of charges for services (including tap fees for the water fund and systems development charges for the sewer fund) and the costs of providing those services, including depreciation and excluding interest cost. All other revenues and expenses are reported as nonoperating.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 2 – Capital Assets:

Capital asset activity for the year ended April 30, 2019, was as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ <u>385,310</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>385,310</u>
Total capital assets not being depreciated	<u>385,310</u>	<u>-</u>	<u>-</u>	<u>385,310</u>
Capital assets being depreciated:				
Buildings	5,935,178	338,569	-	6,273,747
Improvements other than buildings	125,810	-	-	125,810
Machinery and equipment	1,240,056	50,970	-	1,291,026
Infrastructure	<u>4,475,927</u>	<u>-</u>	<u>-</u>	<u>4,475,927</u>
Total capital assets being depreciated	<u>11,776,971</u>	<u>389,539</u>	<u>-</u>	<u>12,166,510</u>
Less accumulated depreciation for:				
Buildings	(1,439,180)	(154,397)	-	(1,593,577)
Improvements other than buildings	(59,086)	(6,916)	-	(66,002)
Machinery and equipment	(1,100,174)	(81,525)	-	(1,181,699)
Infrastructure	<u>(2,450,071)</u>	<u>(148,846)</u>	<u>-</u>	<u>(2,598,917)</u>
Total accumulated depreciation	<u>(5,048,511)</u>	<u>(391,684)</u>	<u>-</u>	<u>(5,440,195)</u>
Total capital assets being depreciated, net	<u>6,728,460</u>	<u>(2,145)</u>	<u>-</u>	<u>6,726,315</u>
Governmental activities capital assets, net	<u>\$ 7,113,770</u>	<u>\$ (2,145)</u>	<u>\$ -</u>	<u>\$ 7,111,625</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 2 – Capital Assets – Continued:

<u>Business-Type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Total capital assets not being depreciated	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Capital assets being depreciated:				
Buildings and system	10,474,284	-	-	10,474,284
Improvements other than buildings	62,732	304,774	-	367,506
Municipal landfill closure costs	909,843	62,278	-	972,121
Machinery and equipment	<u>1,929,158</u>	<u>50,581</u>	<u>-</u>	<u>1,979,739</u>
Total capital assets being depreciated	<u>13,376,017</u>	<u>417,633</u>	<u>-</u>	<u>13,793,650</u>
Less accumulated depreciation for:				
Buildings and system	(6,104,661)	(325,602)	-	(6,430,263)
Improvements other than buildings	(47,789)	(5,665)	-	(53,454)
Machinery and equipment	<u>(1,675,660)</u>	<u>(132,620)</u>	<u>-</u>	<u>(1,808,280)</u>
Total accumulated depreciation	<u>(7,828,110)</u>	<u>(463,887)</u>	<u>-</u>	<u>(8,291,997)</u>
Total capital assets being depreciated, net	<u>5,547,907</u>	<u>(46,254)</u>	<u>-</u>	<u>5,501,653</u>
Business-type activities capital assets, net	<u>\$ 5,557,907</u>	<u>\$ (46,254)</u>	<u>\$ -</u>	<u>\$ 5,511,653</u>

Depreciation Expense

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Administration	\$ 12,591
Streets, including depreciation of applicable general infrastructure assets	170,776
Parks, including depreciation of applicable general infrastructure assets	151,989
Community property	12,984
Public works	3,213
Police	<u>40,131</u>
Total depreciation expense – governmental activities	<u>\$ 391,684</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 2 – Capital Assets – Continued:

Depreciation Expense – Continued

Business-type activities:	
Water	\$ 212,196
Sewer	249,895
Refuse disposal	<u>1,796</u>
Total depreciation expense – business-type activities	\$ <u>463,887</u>

Note 3 – Long-Term Debt:

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$2,865,000 during the year ended April 30, 2017, to refinance existing bonds. During the current fiscal year, bonds in the amount of \$275,000 were retired. As of April 30, 2019, the City has outstanding Series 2016A General Obligation (ARS) bonds payable of \$2,535,000.

The City authorized a General Obligation Bond (Alternate Revenue) issue of \$2,510,000 during the year ended April 30, 2017, to refinance existing bonds and to provide cash for future capital projects. During the current fiscal year, bonds in the amount of \$195,000 were retired. As of April 30, 2019, the City has outstanding Series 2016B General Obligation (ARS) bonds payable of \$2,130,000.

Total general obligation bonds payable at April 30, 2019, are as follows:

2016A General Obligation Bond (Alternate Revenue)	\$ 2,535,000
2016B General Obligation Bond (Alternate Revenue)	<u>2,130,000</u>
	\$ <u>4,665,000</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 3 – Long-Term Debt – Continued:

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended April 30,	Governmental Activities		Business-Type Activities		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	280,000	68,875	200,000	53,185	480,000	122,060
2021	285,000	63,275	200,000	49,185	485,000	112,460
2022	290,000	56,150	205,000	45,185	495,000	101,335
2023	300,000	48,900	220,000	41,085	520,000	89,985
2024	305,000	41,400	75,000	36,685	380,000	78,085
2025-2029	1,075,000	78,450	400,000	157,295	1,475,000	235,745
2030-2034	-	-	430,000	102,000	430,000	102,000
2035-2038	-	-	400,000	31,815	400,000	31,815
	<u>\$ 2,535,000</u>	<u>\$ 357,050</u>	<u>\$ 2,130,000</u>	<u>\$ 516,435</u>	<u>\$ 4,665,000</u>	<u>\$ 873,485</u>

The City did not issue and has no outstanding special assessment debt in the year ended April 30, 2019.

Notes Payable

The City borrowed funds from the Illinois Environmental Protection Agency during the fiscal year 2014 for improvements to the City's infrastructure. The total amount borrowed, plus accrued interest, was \$224,725 less principal forgiveness of \$57,409. The interest rate is 1.93%. The City will make semi-annual principal and interest payments of \$5,168 until the maturity of the note on September 18, 2033. As of April 30, 2019, the City's outstanding balance on this note was \$45,732.

The City purchased a building from the LeRoy Community Fire Protection District on July 7, 2014. The cost of the building was \$25,410, of which \$20,000 was payable in annual installments of \$5,000 through July 2019 and the remainder was paid at the purchase date. There is no stated interest rate. The balance was paid off during the year ended April 30, 2019.

The City borrowed funds from Busey Bank during the fiscal year 2018 for building renovations. The total amount borrowed, was \$275,000.. The interest rate is 2.890%. The City will make semi-annual principal and interest payments of \$15,963 until the maturity of the note on August 28, 2027. As of April 30, 2019, the City's outstanding balance on this note was \$238,679.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 3 – Long-Term Debt – Continued:

Annual debt service requirements to maturity of notes payable are as follows:

Year Ended April 30,	Governmental Activities		Business-Type Activities		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 25,118	\$ 6,809	\$ 9,527	\$ 810	\$ 34,645	\$ 7,619
2021	25,842	6,085	9,711	626	35,553	6,711
2022	26,622	5,305	9,900	437	36,522	5,742
2023	27,408	4,519	10,092	245	37,500	4,764
2024	28,217	3,710	6,502	49	34,719	3,759
2025-2029	<u>105,472</u>	<u>6,273</u>	<u>-</u>	<u>-</u>	<u>105,472</u>	<u>6,273</u>
	<u>\$ 238,679</u>	<u>\$ 32,701</u>	<u>\$ 45,732</u>	<u>\$ 2,167</u>	<u>\$ 284,411</u>	<u>\$ 34,868</u>

Changes in Long-Term Liabilities

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>Governmental Activities:</u>					
Bonds payable:					
General obligation bonds (alternate revenue)	\$ 2,810,000	\$ -	\$ (275,000)	\$ 2,535,000	\$ 280,000
Notes payable	<u>273,076</u>	<u>-</u>	<u>(34,397)</u>	<u>238,679</u>	<u>25,118</u>
Long-term liabilities	<u>\$ 3,083,076</u>	<u>\$ -</u>	<u>\$ (309,397)</u>	<u>\$ 2,773,679</u>	<u>\$ 305,118</u>
<u>Business-Type Activities:</u>					
General obligation bonds (alternate revenue)	2,325,000	-	(195,000)	2,130,000	200,000
Notes payable	<u>76,395</u>	<u>-</u>	<u>(30,663)</u>	<u>45,732</u>	<u>9,527</u>
Long-term liabilities	<u>\$ 2,401,395</u>	<u>\$ -</u>	<u>\$ (225,663)</u>	<u>\$ 2,175,732</u>	<u>\$ 209,527</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 4 – Deposits and Investments with Financial Institutions:

The carrying amount of the City’s deposits and investments with financial institutions was \$2,833,958 and the total institutions’ balances were \$2,895,523. The institutions’ balances are categorized as follows:

Amount insured by FDIC	\$ 256,259
Uninsured and collateralized with securities held by the pledging financial institution in the name of the City	<u>2,639,264</u>
Total institutions’ balances	<u>\$ 2,895,523</u>

The following securities were pledged as collateral for these deposits in excess of the maximum depository insurance:

	<u>Fair Value</u>
Various municipal bonds with interest rates from 1.75% to 5.50% and maturities from June 1, 2019, through December 1, 2026	<u>\$ 3,128,762</u>

Note 5 – Property Taxes:

The City levies property taxes on the last Tuesday in December on all taxable real property located in the City on January 1. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in June and September.

Property taxes receivable as of April 30, 2019, consist of the following:

	2018 Tax
	<u>Levy Year</u>
General Fund	<u>\$ 527,075</u>

Note 6 – Defined Benefit Pension Plan:

The City’s defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The City’s plan is affiliated with the Illinois Municipal Retirement Fund (“IMRF”), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 6 – Defined Benefit Pension Plan – Continued:

Plan Description

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier of IMRF's Regular Plan. IMRF assigns a benefit tier to a member when they are enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member participated in IMRF before January 1, 2011, they participate in the *Regular Tier 1*. If the member participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of qualifying service credit. Participating members who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1\frac{2}{3}\%$ of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings for each year of credited service up to 15 years and 2% for each year thereafter to a maximum of 75% of their final rate of earnings. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at age 62 (with reduced benefits) or after age 67 (with full benefits) with ten years of service, or age 62 with 35 years of service, are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to $1\frac{2}{3}\%$ of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earning for each year of credited services up to 15 years and 2% for each year thereafter to a maximum of 75% of their final rate of earnings. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age of 67, by the lesser of 3% of the original pension amount or $\frac{1}{2}$ of the increase in the Consumer Price Index of the original pension amount.

Plan Membership

At December 31, 2018, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	14
Inactive, non-retired members	17
Active members	<u>19</u>
Total	<u>50</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 6 – Defined Benefit Pension Plan – Continued:

Contributions

As set by statute, City regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City’s annual required contribution rate for calendar year 2018 was 10.51%. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability / (Asset)

The net pension liability / (asset) was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability / (asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies

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

Actuarial Assumptions

Total pension liabilities for the Regular plan were determined by actuarial valuations performed as of December 31, 2018, using the following actuarial methods and assumptions:

	<u>Regular Plan</u>
Actuarial cost method	Entry age normal
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return	7.25%
Salary increase	3.39% to 14.25%, including inflation
Price inflation	2.50%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 6 – Defined Benefit Pension Plan – Continued:

Mortality

For non-disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-specific mortality table was used with fully generational projections scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Morality Table with the same adjustments that were applied for non-disabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Long-Term Expected Real Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Return 12/31/2018</u>	<u>Projected Returns/Risk</u>	
			<u>One Year Arithmetic</u>	<u>Ten Year Geometric</u>
Equities	37%	-6.08%	8.50%	7.15%
International equities	18%	-14.16%	9.20%	7.25%
Fixed income	28%	-0.28%	3.75%	3.75%
Real estate	9%	8.36%	7.30%	6.25%
Alternatives	7%			
Private equity		N/A	12.40%	8.50%
Hedge funds		N/A	5.75%	5.50%
Commodities		N/A	4.75%	3.20%
Cash equivalents	1%	N/A	2.50%	2.50%

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 6 – Defined Benefit Pension Plan – Continued:

Discount Rate

The discount rate used to measure the total pension liability for IMRF for December 31, 2018 was 7.25%. The discount rate calculated using the December 31, 2017, measurement date was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rate equal to the differences between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments of 7.25% was blended with the index rate of 3.71% for tax-exempt 20-year general obligation municipal bonds with an average AA credit rating at December 31, 2018, to arrive at a discount rate of 7.25% used to determine the total pension liability. The year ending December 31, 2118, is the last year in the 2019 to 2118 projection period for which projected benefit payments are fully funded.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net position liability / (asset) to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 7.25% as well as what the net position liability / (asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total pension liability	\$ 5,322,356	\$ 4,759,788	\$ 4,301,761
Plan fiduciary net position	<u>4,200,881</u>	<u>4,200,881</u>	<u>4,200,881</u>
Net position liability / (asset)	<u>\$ 1,121,475</u>	<u>\$ 558,907</u>	<u>\$ 100,880</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 6 – Defined Benefit Pension Plan – Continued:

Change in Net Pension Liability / (Asset)

The City's change in net position liability / (asset) for the calendar year ended December 31, 2018, was as follows:

	Increase / (Decrease)		
	Total Pension Liability/Net (a)	Plan Fiduciary Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balance at December 31, 2017	\$ 4,652,862	\$ 4,657,050	\$ (4,188)
Service cost	100,805	-	100,805
Interest on total pension liability	344,888	-	344,888
Differences between expected and actual experience of the total pension liability	(252,923)	-	(252,923)
Change of assumptions	123,683	-	123,683
Benefit payments, including refunds of employee contributions	(209,527)	(209,527)	-
Contributions – employer	-	106,624	(106,624)
Contributions – employee	-	45,653	(45,653)
Net investment income	-	(227,359)	227,359
Other (net transfer)	-	(171,560)	171,560
Balance at December 31, 2018	\$ 4,759,788	\$ 4,200,881	\$ 558,907

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 6 – Defined Benefit Pension Plan – Continued:

Pension Expense and Deferred Inflows/Outflows of Resources

For the year ended December 31, 2018, the City recognized pension expense of \$309,994 for the Regular Plan. The City reported deferred outflows and inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<u>Regular:</u>		
Difference between expected and actual experience	\$ 94,864	\$ 199,197
Assumption changes	95,320	92,172
Net difference between projected and actual earnings on pension plan investments	<u>514,836</u>	<u>242,801</u>
 Total deferred amounts to be recognized in pension expense in future periods	 <u>\$ 705,020</u>	 <u>\$ 534,170</u>
 Pension contributions made subsequent to the measurement dates	 <u>29,226</u>	 <u>-</u>
 Total deferred amounts related to pension	 <u>\$ 734,246</u>	 <u>\$ 534,170</u>

The amounts reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net position liabilities / (asset) for the year ending December 31, 2018. The remaining amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Net Deferred (Inflows) / Outflows of Resources</u>
2019	\$ 79,093
2020	(6,617)
2021	(9,675)
2022	108,049
2023	-
Thereafter	<u>-</u>
Total	<u>\$ 170,850</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 7 – Revenue from Governmental Units:

The City receives a substantial amount of its revenue from state and local governments. If a material reduction in the level of this revenue were to occur, it would have a significant effect on the City’s activities.

Note 8 – Interfund Loans and Transfers:

There were no interfund loans at the year ended April 30, 2019

Interfund transfers consist of the following transactions:

General Fund

From		
2016 General Obligation Bonds (ARS) Fund		\$ <u>76,500</u>
To		
Refuse Fund	\$	(2,986)
2016 General Obligation Bonds (ARS) Fund		<u>(20,636)</u>
	\$	<u>(23,622)</u>

2016 General Obligation Bonds (ARS) Fund

From		
General Fund	\$	<u>20,636</u>
To		
General Fund	\$	<u>(76,500)</u>

Capital Projects Fund

To		
Water Fund	\$	(125,000)
Sewer Fund		<u>(236,000)</u>
	\$	<u>(361,000)</u>

Non-Major Governmental Funds

From		
Sewer Fund	\$	15,000
Water Fund		15,000
Refuse Fund		<u>15,000</u>
	\$	<u>45,000</u>

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 8 – Interfund Loans and Transfers – Continued:

Water Fund

From		
Sewer Fund	\$	49,093
Capital Projects Fund		<u>125,000</u>
	\$	<u><u>174,093</u></u>
To		
Non-Major Government Funds	\$	<u><u>(15,000)</u></u>

Sewer Fund

From		
Capital Projects Fund	\$	<u>236,000</u>
To		
Water Fund		(49,093)
Non-Major Government Funds		<u>(15,000)</u>
	\$	<u><u>(64,093)</u></u>

Refuse Disposal Fund

From		
General Fund	\$	<u>2,986</u>
To		
Non-Major Governmental Funds	\$	<u><u>(15,000)</u></u>

Origin of Interfund Balances

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources, primarily to provide services. The interfund receivables/payables owed to the various funds reflect advances made and received that are still outstanding as of April 30, 2019. All interfund balances are expected to be repaid in a future fiscal year.

Transfers are used to provide resources from unrestricted funds' revenues to finance various programs accounted for in other funds in accordance with budgetary authorizations.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 9 – Risk Management:

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Consequently, liability coverage has been obtained from a commercial insurance company. Tort liabilities are principally funded through property taxes. Taxes collected are recorded in the General Fund. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three years.

Note 10 – Contingent Liability:

The City is a party to various legal proceedings that normally occur in the course of governmental operations. While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

Note 11 – Landfill Closure:

The City of LeRoy operated a municipal landfill prior to 1982, when the City stopped accepting refuse. The City is currently working with the Illinois Environmental Protection Agency to finalize closure of the landfill. Post-closure costs incurred during the fiscal year ended April 30, 2019, in the amount of \$35,367 have been capitalized and will be depreciated over a five-year period once the closure is finalized. The City estimates that future landfill costs will be at a minimum of \$35,000 each year for five years for monitoring groundwater wells which have been installed. In addition, IEPA has also required that the City resolve all issues relating to discharge gases. Including engineering, the annual estimate of cost for advancing this mandate is \$100,000 per year. Future landfill costs are being funded by a refuse disposal rate increase effective December 2004 and by an \$8.00 per month landfill closure fee effective May 2010 through April 2019.

City of LeRoy, Illinois

Notes to Financial Statements – Continued

April 30, 2019

Note 12 – Intergovernmental Agreements:

The City signed an intergovernmental cooperation agreement with the LeRoy Park District on April 23, 2012. The agreement called for the LeRoy Park District to reimburse the City for 50% or up to \$2,200,000 of the money that the City borrowed to construct the Recreation Center. This agreement was restated on December 3, 2013, to provide for the forgiveness of the remaining balance of \$1,750,000 that was owed to the City by the Park District at that time. The restated agreement calls for the Park District to assume responsibility for the operations of the Recreation Center and relieves the City of financial responsibility of the operations of the Recreation Center. The restated agreement also specifies that if District is unable to meet its financial obligations in keeping the Recreation Center open, then the City would resume operations of the Center as a department of the City, and the Park District would then resume liability for the remaining \$1,750,000 owed to the City for the Park District's share of the bonds.

Note 13 – Subsequent Events:

No events have occurred subsequent to April 30, 2019, that are required to be disclosed in these financial statements, except as previously noted. This evaluation was made as of October 15, 2019 the date these financial statements were available to be issued.

Required Supplementary Information

City of LeRoy, Illinois

Illinois Municipal Retirement Fund

Schedule of Changes in the City's Net Pension Liability and Related Ratios

Last 10 Calendar Years

	2018	2017	2016	2015
Total pension liability:				
Service cost	\$ 100,805	\$ 100,062	\$ 100,697	\$ 98,569
Interest on the total pension liability	344,888	332,418	317,370	288,285
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience on the total pension liability	(252,923)	92,312	(16,340)	185,816
Changes in assumptions	123,683	(151,740)	(5,821)	5,654
Benefit payments, including refunds of employee contributions	<u>(209,527)</u>	<u>(204,796)</u>	<u>(196,393)</u>	<u>(175,501)</u>
Net change in total pension liability	\$ 106,926	\$ 168,256	\$ 199,513	\$ 402,823
Total pension liability - beginning	<u>4,652,862</u>	<u>4,484,606</u>	<u>4,285,093</u>	<u>3,882,270</u>
Total pension liability - ending (a)	<u>\$ 4,759,788</u>	<u>\$ 4,652,862</u>	<u>\$ 4,484,606</u>	<u>\$ 4,285,093</u>
Plan fiduciary net position:				
Employer contributions	\$ 106,624	\$ 104,919	\$ 93,017	\$ 97,622
Employee contributions	45,653	44,541	41,858	42,079
Net investment income	(227,359)	701,867	258,570	18,642
Benefit payments, including refunds of member contributions	(209,527)	(204,796)	(196,393)	(175,501)
Other (net transfer)	<u>(171,560)</u>	<u>40,360</u>	<u>43,558</u>	<u>339</u>
Net change in plan fiduciary net position	(456,169)	686,891	240,610	(16,819)
Plan fiduciary net position - beginning	<u>4,657,050</u>	<u>3,970,159</u>	<u>3,729,549</u>	<u>3,746,368</u>
Plan fiduciary net position - ending (b)	<u>\$ 4,200,881</u>	<u>\$ 4,657,050</u>	<u>\$ 3,970,159</u>	<u>\$ 3,729,549</u>
Employer's net pension liability - ending - (a-b)	<u>\$ 558,907</u>	<u>\$ (4,188)</u>	<u>\$ 514,447</u>	<u>\$ 555,544</u>
Plan fiduciary net position as a percentage of the total pension liability	88.26%	100.09%	88.53%	87.04%
Covered-employee payroll	1,014,501	989,796	930,174	935,079
Employer's net pension liability as a percentage of covered-employee payroll	55.09%	-0.42%	55.31%	59.41%

Note to schedule:

The City implemented GASB Statement No. 68 in Fiscal year 2016. Information prior to fiscal year 2016 is not available.

City of LeRoy, Illinois

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions**

Last 10 Calendar Years

<u>Calendar Year Ending December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2015	\$ 97,622	\$ 97,622	\$ -	\$ 935,079	10.44%
2016	93,017	93,017	-	930,174	10.00%
2017	104,918	104,919	(1)	989,796	10.60%
2018	106,624*	106,624	-	1,014,501	10.51%

Note to schedule:

The City implemented GASB Statement No. 68 in fiscal year 2016. Information prior to fiscal year 2016 is not available.

* - Estimated based on contribution rate of 10.51% and covered payroll of \$1,014,501.

City of LeRoy, Illinois

Illinois Municipal Retirement Fund Summary of Actuarial Methods and Assumptions

Valuation date

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	25 years closed period until remaining period reaches 15 years (then 15 year rolling period). Early Retirement Incentive Plan Liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset valuation method	5-Year Smoothed Market, 20% Corridor
Wage growth	3.50%
Inflation	2.75%
Salary increases	3.75% to 14.50% including inflation
Investment rate of return	7.50%
Retirement age	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	<p>For non-disabled retirees, fully generational projections scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.</p> <p>For disabled retirees, fully generational projections scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Morality Table apply the same adjustment that were applied for non-disabled lives.</p> <p>For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.</p>
Other information	There were no benefit changes during the year

City of LeRoy, Illinois

Budgetary Comparison Schedule – General Fund – Unaudited

For the Year Ended April 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Property taxes	\$ 467,425	\$ 467,425	\$ 564,087	\$ 96,662
Sales tax	368,113	368,113	382,442	14,329
Income tax	111,040	111,040	118,666	7,626
Use tax	90,042	90,042	111,211	21,169
Replacement tax	14,500	14,500	8,758	(5,742)
Excise tax	9,500	9,500	9,780	280
Utility tax	118,918	118,918	170,092	51,174
Video gaming tax	64,000	64,000	74,557	10,557
Licenses and permits	23,700	23,700	20,234	(3,466)
Fines	26,500	26,500	21,381	(5,119)
Interest	3,800	3,800	2,411	(1,389)
Grants	35,000	35,000	5,681	(29,319)
Other	72,600	72,600	58,167	(14,433)
	<hr/>	<hr/>	<hr/>	<hr/>
Total cash receipts	1,405,138	1,405,138	1,547,467	142,329
Cash Disbursements				
Administration	240,877	240,877	169,584	(71,293)
Streets	471,624	471,624	432,395	(39,229)
Parks	46,562	46,562	33,631	(12,931)
Community property	10,250	10,250	-	(10,250)
Zoning and building	60,244	60,244	49,390	(10,854)
Police	726,443	726,443	726,595	152
ESDA	3,250	3,250	1,994	(1,256)
Animal control	-	-	57	57
Debt service				
Principal	35,935	35,935	34,397	(1,538)
Interest	10,000	10,000	7,529	(2,471)
Capital outlay	333,000	333,000	389,539	56,539
	<hr/>	<hr/>	<hr/>	<hr/>
Total cash disbursements	1,938,185	1,938,185	1,845,111	(93,074)
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of cash receipts over cash disbursements	(533,047)	(533,047)	(297,644)	235,403

-Continued-

City of LeRoy, Illinois

Budgetary Comparison Schedule – General Fund – Unaudited – Continued

For the Year Ended April 30, 2019

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (under)
Other financing sources (uses)				
Bond proceeds	\$ 275,000	\$ 275,000	\$ -	\$ (275,000)
Transfers in	37,905	37,905	76,500	38,595
Transfers out	-	-	(23,622)	(23,622)
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	312,905	312,905	52,878	(260,027)
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balance	<u>\$ (220,142)</u>	<u>\$ (220,142)</u>	(244,766)	<u>\$ (24,624)</u>
			<hr/>	
Fund balance beginning (budgetary basis)			417,165	
			<hr/>	
Fund balance ending (budgetary basis)			<u>\$ 172,399</u>	

City of LeRoy, Illinois

Reconciliation of Budgetary Basis Cash
Receipts and Cash Disbursements to GAAP
Revenues and Expenses - General Fund

For the Year Ended April 30, 2019

Total cash receipts for general fund activities \$ 1,547,467

Differences - Budget to GAAP:

Accounts receivable is not recorded
as a cash receipt for budgetary basis
but is a revenue for financial
reporting purposes:

Intergovernmental tax receivable (4,455)

Total revenues as reported on the statement
of revenues, expenditures, and
changes in fund balances \$ 1,543,012

Total cash disbursements for general fund activities \$ 1,845,111

Differences - Budget to GAAP:

Certain accrual accounts are not recorded
as a cash disbursement for budgetary
basis but is an expenditure for
financial reporting purposes:

Prepaid expenses (709)
Accounts payable 42,697
Accrued expenses 914 42,902

Total expenditures as reported on the
statement of revenues, expenditures,
and changes in fund balance \$ 1,888,013

City of LeRoy, Illinois

**Budgetary Comparison Schedule – 2016 General Obligation
(Alternative Revenue) Bond Fund – Unaudited**

April 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Sales tax	\$ 129,500	\$ 129,500	\$ 149,489	\$ 19,989
Income tax	<u>263,960</u>	<u>263,960</u>	<u>276,886</u>	<u>12,926</u>
Total cash receipts	<u>393,460</u>	<u>393,460</u>	<u>426,375</u>	<u>32,915</u>
Cash Disbursements				
Debt service - principal	275,500	275,500	275,000	(500)
Debt service - interest	<u>74,375</u>	<u>74,375</u>	<u>74,875</u>	<u>500</u>
Total cash disbursements	<u>349,875</u>	<u>349,875</u>	<u>349,875</u>	<u>-</u>
Excess (deficiency) of cash receipts over cash disbursements	<u>43,585</u>	<u>43,585</u>	<u>76,500</u>	<u>32,915</u>
Other financing sources (uses)				
Transfers in	-	-	20,636	20,636
Transfers out	<u>-</u>	<u>-</u>	<u>(76,500)</u>	<u>(76,500)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(55,864)</u>	<u>(55,864)</u>
Net change in fund balance	<u>\$ 43,585</u>	<u>\$ 43,585</u>	20,636	<u>\$ (22,949)</u>
Fund balance beginning			<u>(20,636)</u>	
Fund balance ending			<u>\$ -</u>	

City of LeRoy, Illinois

Reconciliation of Budgetary Basis Cash Receipts and
Cash Disbursements to GAAP Revenues
and Expenses – 2016 GO Bond Fund

April 30, 2019

Total cash receipts for 2016 GO Bond Fund activities \$ 426,375

Differences - Budget to GAAP:

Accounts receivable is not recorded
as a cash receipt for budgetary basis
but is a revenue for financial
reporting purposes:

Intergovernmental tax receivable (26,628)

Total revenues as reported on the statement
of revenues, expenditures, and
changes in fund balances \$ 399,747

Note: There were no differences between cash disbursements for 2016 GO Bond Fund activities and total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances.

City of LeRoy, Illinois

**Budgetary Comparison Schedule -
Capital Projects Fund – Unaudited**

April 30, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Over (under)</u>
Cash Receipts				
Interest	\$ -	\$ -	\$ 4,429	\$ 4,429
Total cash receipts	<u>-</u>	<u>-</u>	<u>4,429</u>	<u>4,429</u>
Cash Disbursements				
Administration	-	-	-	-
Capital outlay	-	-	-	-
Total cash disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of cash receipts over cash disbursements	<u>-</u>	<u>-</u>	<u>4,429</u>	<u>4,429</u>
Other financing sources (uses)				
Bond proceeds	1,090,683	1,090,683	-	(1,090,683)
Transfers in	-	-	-	-
Transfers out	<u>(1,090,683)</u>	<u>(1,090,683)</u>	<u>(361,000)</u>	<u>729,683</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(361,000)</u>	<u>(361,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(356,571)</u>	<u>\$ (356,571)</u>
Fund balance beginning			<u>1,091,074</u>	
Fund balance ending			<u>\$ 734,503</u>	

Note: There were no differences between cash receipts and cash disbursements for budgetary basis to GAAP revenues and expenditures.

City of LeRoy, Illinois

**Reconciliation of Fund Balance (Budgetary Basis)
to Fund Balance (GAAP) – Unaudited**

For the Year Ended April 30, 2019

	<u>General</u>	<u>2016A GO (ARS) Bond Fund</u>	<u>Capital Projects Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balance - budgetary basis	\$ 172,399	\$ -	\$ 734,503	\$ 661,380	\$ 1,568,282
Add:					
Other taxes	101,921	114,818	-	7,880	224,619
Prepaid expenses	32,807	-	-	-	32,807
Less:					
Accounts payable	(23,834)	-	-	-	(23,834)
Accrued expenses	<u>(107,220)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(107,220)</u>
Fund balance - GAAP	<u>\$ 176,073</u>	<u>\$ 114,818</u>	<u>\$ 734,503</u>	<u>\$ 669,260</u>	<u>\$ 1,694,654</u>

City of LeRoy, Illinois

Notes to Required Supplementary Information

April 30, 2019

Note 1 – Budget Policy and Practice:

The City Administrator serves the City as the Budget Officer.

The Administrator shall prepare an annual budget and an annual long-range capital improvement program for the City in connection with the budget and finance committee for presentation to the City Council. He shall prepare and submit to the Mayor and City Council, at monthly intervals, reports which will advise the City Council of the financial condition and future needs of the City. In so doing, the Administrator may make such other recommendations as he may deem appropriate. The Administrator shall assemble and make available such other information concerning the fiscal matters of the City as the Mayor or City Council shall periodically request.

On or before March 15 in each calendar year and before the annual budget ordinance is prepared by the corporate authorities, the Administrator shall submit to the corporate authorities an estimate of the money necessary to defray the City's expenses during the current fiscal year; this estimate shall classify in detail the purposes of the expenditures and shall further provide necessary information as to the income of the City from all sources during the preceding fiscal year and any liabilities, contingent or noncontingent, together with such other information as may be required to assist the Mayor and City Council in the preparation and adoption of the annual budget ordinance. For the purpose of preparing the above estimate, the Administrator shall work with the committees of the City Council and the other appointed and elected officers of the City to obtain statements of the conditions and expenses of the respective offices and departments, together with a description of necessary city repairs and improvements and the probable expense thereof. The Administrator shall further work with all city officials in helping to prepare information as may be necessary to enable the preparation of the annual tax levy ordinance. The Administrator shall also be responsible for the preparation of the annual budget ordinance and/or the annual tax levy ordinance.

The budget and finance committee will evaluate the operations budget, capital budget, property tax levy, and any requests for expenditures that exceed staff authority. This committee is responsible for the cash position of the City and will assist other committees with rate evaluations. Any issue that requires the expenditure of more than five thousand dollars (\$5,000.00) may be evaluated by the budget and finance committee.

Proposed budgets are provided to the public and public hearings are conducted to obtain taxpayer comments and comply with Illinois Compiled Statutes.

Note 2 – Expenditures in Excess of Budget:

There were no funds that had expenditures in excess of budgeted amounts for the year ended April 30, 2019.

Other Schedules

City of LeRoy, Illinois

Schedule of Departmental Expenditures - General Fund

For the Year Ended April 30, 2019

	<u>Administration</u>	<u>Streets</u>	<u>Parks</u>	<u>Community Property</u>
Personal Services:				
Salaries	\$ 91,847	\$ 138,796	\$ 11,929	\$ -
Payroll taxes and retirement	14,944	21,993	1,348	-
Health insurance	<u>11,916</u>	<u>28,537</u>	<u>2,443</u>	<u>-</u>
Total personal services	<u>118,707</u>	<u>189,326</u>	<u>15,720</u>	<u>-</u>
Operations and contractual services:				
Insurance and bonding	29,166	17,955	-	-
Utilities and telephone	12,883	4,635	1,384	-
Maintenance and repairs	4,771	143,962	2,355	-
Supplies and materials	2,853	34,779	32	-
Vehicle maintenance	-	38,668	-	-
Professional fees	15,902	40	-	-
Office expense	384	50	-	-
Meetings and training	239	-	-	-
Grants	-	-	-	-
Other	<u>11,966</u>	<u>17,450</u>	<u>13,963</u>	<u>-</u>
Total operations and contractual services	<u>78,164</u>	<u>257,539</u>	<u>17,734</u>	<u>-</u>
Total operating expenditures before capital items	<u>196,871</u>	<u>446,865</u>	<u>33,454</u>	<u>-</u>
Capital items	<u>24,131</u>	<u>28,163</u>	<u>-</u>	<u>288,358</u>
Total operating expenditures	<u>\$ 221,002</u>	<u>\$ 475,028</u>	<u>\$ 33,454</u>	<u>\$ 288,358</u>

-Continued-

City of LeRoy, Illinois

Schedule of Departmental Expenditures - General Fund - Continued

For the Year Ended April 30, 2019

	<u>Zoning & Building</u>	<u>Police</u>	<u>ESDA</u>	<u>Animal Control</u>	<u>Total</u>
Personal Services:					
Salaries	\$ 26,804	\$ 419,902	\$ -	\$ -	\$ 689,278
Payroll taxes and retirement	6,051	77,433	-	-	121,769
Health insurance	<u>5,392</u>	<u>126,593</u>	<u>-</u>	<u>-</u>	<u>174,881</u>
Total personal services	<u>38,247</u>	<u>623,928</u>	<u>-</u>	<u>-</u>	<u>985,928</u>
Operations and contractual services:					
Insurance and bonding	-	26,408	-	-	73,529
Utilities and telephone	449	12,901	1,008	-	33,260
Maintenance and repairs	-	17,364	-	-	168,452
Supplies and materials	185	3,241	-	-	41,090
Vehicle maintenance	-	19,556	-	-	58,224
Professional fees	92	4,793	-	-	20,827
Office expense	250	552	-	-	1,236
Meetings and training	-	1,705	-	-	1,944
Grants	-	4,605	-	-	4,605
Other	<u>10,814</u>	<u>12,191</u>	<u>1,012</u>	<u>57</u>	<u>67,453</u>
Total operations and contractual services	<u>11,790</u>	<u>103,316</u>	<u>2,020</u>	<u>57</u>	<u>470,620</u>
Total operating expenditures before capital items	<u>50,037</u>	<u>727,244</u>	<u>2,020</u>	<u>57</u>	<u>1,456,548</u>
Capital items	<u>-</u>	<u>48,887</u>	<u>-</u>	<u>-</u>	<u>389,539</u>
Total operating expenditures	<u>\$ 50,037</u>	<u>\$ 776,131</u>	<u>\$ 2,020</u>	<u>\$ 57</u>	<u>\$ 1,846,087</u>

City of LeRoy, Illinois

Combining Balance Sheet - Non-Major Governmental Funds

April 30, 2019

	Special Revenue				Capital Projects	
	First Tax Increment Financing Redevelopment District Fund	Motor Fuel Tax Fund	Community Projects Fund	Tourism Fund	Enterprise Capital Replacement Fund	Total Non-Major Governmental Funds
Assets						
Cash	\$ 173,216	\$ 125,289	\$ 59,726	\$ 179,416	\$ 123,733	\$ 661,380
Receivables, net:						
Other taxes	-	7,880	-	-	-	7,880
Total assets	173,216	133,169	59,726	179,416	123,733	669,260
Liabilities						
Accounts payable	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-
Fund Balance						
Restricted:						
TIF district	173,216	-	-	-	-	173,216
Motor fuel tax	-	133,169	-	-	-	133,169
Committed:						
Capital expenditures	-	-	59,726	-	123,733	183,459
Assigned:						
Tourism	-	-	-	179,416	-	179,416
Unassigned	-	-	-	-	-	-
Total fund balances	173,216	133,169	59,726	179,416	123,733	669,260
Total liabilities and fund balances	\$ 173,216	\$ 133,169	\$ 59,726	\$ 179,416	\$ 123,733	\$ 669,260

City of LeRoy, Illinois

**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance – Non-Major
Governmental Funds**

For the Year Ended April 30, 2019

	Special Revenue				Capital Projects	
	First Tax Increment Financing Redevelopment District Fund	Motor Fuel Tax Fund	Community Projects Fund	Tourism Fund	Enterprise Capital Replacement Fund	Total Non-Major Governmental Funds
Revenues:						
Motor fuel tax	\$ -	\$ 90,369	\$ -	\$ -	\$ -	\$ 90,369
Interest		345	782	830	395	2,352
Other	-	-	8,536	-	-	8,536
Total revenue	-	90,714	9,318	830	395	101,257
Expenditures:						
Economic development	179,815	-	12,000	-	-	191,815
Tourism	-	-	-	32,148	-	32,148
Total expenditures	179,815	-	12,000	32,148	-	223,963
Excess (deficiency) of revenues over expenditures	(179,815)	90,714	(2,682)	(31,318)	395	(122,706)
Other financing sources (uses):						
Transfers in	-	-	-	-	45,000	45,000
Transfers out	-	-	-	-	-	-
Total other financing sou	-	-	-	-	45,000	45,000
Net change in fund balance	(179,815)	90,714	(2,682)	(31,318)	45,395	(77,706)
Fund balance beginning	353,031	42,455	62,408	210,734	78,338	746,966
Fund balance ending	\$ 173,216	\$ 133,169	\$ 59,726	\$ 179,416	\$ 123,733	\$ 669,260

City of LeRoy, Illinois

Computation of Legal Debt Margin – Unaudited

For the Year Ended April 30, 2019

Total assessed valuation as of April 30, 2019	<u><u>\$ 57,036,603</u></u>
Legal debt margin (based on 8.625% assessed valuation)	\$ 4,919,407
Deduct debt subject to limitation:	
Notes payable	<u>(238,679)</u>
Available legal debt margin – April 30, 2019	<u><u>\$ 4,680,728</u></u>

City of LeRoy, Illinois

Schedule of Long-Term Debt and Interest – Unaudited

April 30, 2019

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
General Obligation Bond (Alternate Revenue)	2020	\$ 280,000	\$ 68,875
Series 2016A Refinancing Bonds	2021	285,000	63,275
Issued June 30, 2016	2022	290,000	56,150
	2023	300,000	48,900
	2024	305,000	41,400
	2025	310,000	32,250
	2026	250,000	22,950
	2027	255,000	15,450
	2028	260,000	7,800
		<u>\$ 2,535,000</u>	<u>\$ 357,050</u>
General Obligation Bond (Alternate Revenue)	2020	\$ 200,000	\$ 53,185
Series 2016B Refinancing Bonds	2021	200,000	49,185
Issued June 30, 2016	2022	205,000	45,185
	2023	220,000	41,085
	2024	75,000	36,685
	2025	75,000	35,035
	2026	80,000	33,385
	2027	80,000	31,625
	2028	80,000	29,625
	2029	85,000	27,625
	2030	85,000	25,500
	2031	85,000	22,950
	2032	85,000	20,400
	2033	85,000	17,850
	2034	90,000	15,300
	2035	95,000	12,600
	2036	100,000	9,608
	2037	105,000	6,457
	2038	100,000	3,150
		<u>\$ 2,130,000</u>	<u>\$ 516,435</u>

-Continued-

City of LeRoy, Illinois

Schedule of Long-Term Debt and Interest – Unaudited - Continued

April 30, 2019

	Fiscal Year Ended April 30,	Annual Payments	
		Principal	Interest
Note Payable	2020	\$ 9,527	\$ 810
Illinois Environmental Protection	2021	9,711	626
Agency drinking water loan	2022	9,900	437
Issued January 17, 2014	2023	10,092	245
	2024	6,502	49
	2025	-	-
	2026	-	-
	2027	-	-
	2028	-	-
	2029	-	-
		<u>\$ 45,732</u>	<u>\$ 2,167</u>
Note Payable			
Busey Bank	2020	\$ 25,118	\$ 6,809
Signed August 29, 2017	2021	25,842	6,085
	2022	26,622	5,305
	2023	27,408	4,519
	2024	28,217	3,710
	2025	29,041	2,886
	2026	29,907	2,020
	2027	30,789	1,138
	2028	15,735	229
		<u>\$ 238,679</u>	<u>\$ 32,701</u>

City of LeRoy, Illinois

Schedule of Investments – Unaudited

April 30, 2019

	<u>Interest Rate</u>	<u>Principal</u>
<u>General Fund</u>		
Bi-Centennial Committee Fund		
Certificate of Deposit – Busey Bank	0.75%	<u>\$ 6,259</u>

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited

April 30, 2019

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Rate Setting Assessed Valuation	<u>\$ 57,036,603</u>	<u>\$ 57,542,501</u>	<u>\$ 55,926,796</u>	<u>\$ 54,704,437</u>
Tax Rates:				
General Fund*	0.27616	0.27615	0.27580	0.27548
Retirement	0.17317	0.17314	0.17083	0.16869
Police	0.07500	0.07500	0.07500	0.07500
Liability Insurance	0.11510	0.11508	0.11354	0.11212
Street and Bridge**	0.00000	0.00000	0.00000	0.00000
Social Security	0.13597	0.13594	0.13413	0.13245
Civil Defense	0.05000	0.05000	0.05000	0.05000
Refuse Disposal	0.00000	0.00000	0.00000	0.00000
Workers Compensation	0.09389	0.08264	0.08154	0.08052
Unemployment Insurance	0.00481	0.00481	0.00474	0.00468
General Obligation Bonds	<u>0.00000</u>	<u>0.00000</u>	<u>0.00000</u>	<u>0.00000</u>
Totals	<u>0.92410</u>	<u>0.91276</u>	<u>0.90558</u>	<u>0.89894</u>
Tax Extensions:				
General Fund	\$ 157,512	\$ 158,904	\$ 154,246	\$ 150,700
Retirement	98,770	99,629	95,540	92,281
Police	42,777	43,157	41,945	41,028
Liability Insurance	65,649	66,220	63,499	61,335
Street and Bridge	-	-	-	-
Social Security	77,553	78,223	75,015	72,456
Civil Defense	28,518	28,771	27,963	27,352
Refuse Disposal	-	-	-	-
Workers compensation	53,552	47,553	45,603	44,048
Unemployment Insurance	2,743	2,768	2,651	2,560
General Obligation Bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 527,074</u>	<u>\$ 525,225</u>	<u>\$ 506,462</u>	<u>\$ 491,760</u>

-Continued-

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited – Continued

April 30, 2019

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Rate Setting Assessed Valuation	<u>\$ 54,116,253</u>	<u>\$ 53,162,179</u>	<u>\$ 42,608,341</u>	<u>\$ 42,857,466</u>
Tax Rates:				
General Fund*	0.27404	0.27329	0.27328	0.27246
Retirement	0.18230	0.16856	0.16849	0.16504
Police	0.07500	0.07500	0.07500	0.07350
Liability Insurance	0.11817	0.14406	0.23235	0.22759
Street and Bridge**	0.00000	0.00000	0.00000	0.00000
Social Security	0.13014	0.12995	0.13757	0.13475
Civil Defense	0.03814	0.01815	0.00212	0.00208
Refuse Disposal	0.00000	0.00000	0.00000	0.00000
Workers Compensation	0.07206	0.08003	0.00000	0.00000
Unemployment Insurance	0.00000	0.00000	0.00000	0.00000
General Obligation Bonds	<u>0.00000</u>	<u>0.00000</u>	<u>0.00000</u>	<u>0.00000</u>
Totals	<u>0.88985</u>	<u>0.88904</u>	<u>0.88881</u>	<u>0.87542</u>
Tax Extensions:				
General Fund	\$ 148,300	\$ 145,287	\$ 116,440	\$ 116,769
Retirement	98,654	89,610	71,791	70,732
Police	40,587	39,872	31,956	31,500
Liability Insurance	63,949	76,585	99,000	97,539
Street and Bridge	-	-	-	-
Social Security	70,427	69,084	58,616	57,750
Civil Defense	20,640	9,649	903	891
Refuse Disposal	-	-	-	-
Workers compensation	38,996	42,546	-	-
Unemployment Insurance	-	-	-	-
General Obligation Bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 481,553</u>	<u>\$ 472,633</u>	<u>\$ 378,706</u>	<u>\$ 375,181</u>

-Continued-

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited – Continued

April 30, 2019

	2018	2017	2016	2015
Net Collections, Including Back Taxes:				
General Fund	\$ -	\$ 157,836	\$ 153,853	\$ 149,619
Retirement	-	98,960	95,297	91,619
Police	-	42,867	41,838	40,734
Liability Insurance	-	65,775	63,337	60,895
Street and Bridge	-	-	-	-
Social Security	-	77,698	74,823	71,936
Civil Defense	-	28,578	27,892	27,156
Refuse Disposal	-	-	-	-
Workers Compensation	-	47,234	45,487	43,732
Unemployment Insurance	-	2,749	2,651	2,542
General Obligation Bonds	-	-	-	-
Totals	\$ -	\$ 521,697	\$ 505,178	\$ 488,233
 Percentage of Extensions Collected	<u>0.0000%</u>	<u>99.3283%</u>	<u>99.7465%</u>	<u>99.2828%</u>

* The General Fund tax rate includes the Audit Fund rate in addition to the corporate rate.

** The Street and Bridge tax levy for years 2005 through 2018, payable in 2006 through 2019, respectively, was included in the levy for Empire Township instead of the levy for the City of LeRoy.

-Continued-

City of LeRoy, Illinois

Statement of Assessed Valuation and Taxes Received – Unaudited - Continued

April 30, 2019

	2014	2013	2012	2011
Net Collections, Including Back Taxes:				
General Fund	\$ 146,371	\$ 176,865	\$ 116,344	\$ 116,559
Retirement	97,370	109,085	71,732	70,604
Police	40,059	48,537	31,930	31,444
Liability Insurance	63,117	93,230	98,919	97,363
Street and Bridge	-	-	-	-
Social Security	69,510	84,098	58,568	57,646
Civil Defense	20,371	11,746	902	890
Refuse Disposal	-	-	-	-
Workers Compensation	38,489	51,792	-	-
Unemployment Insurance	-	-	-	-
General Obligation Bonds	-	-	-	-
Totals	\$ 475,287	\$ 575,353	\$ 378,395	\$ 374,506
 Percentage of Extensions Collected	 <u>98.6988%</u>	 <u>121.7336%</u>	 <u>99.9179%</u>	 <u>99.8201%</u>

* The General Fund tax rate includes the Audit Fund rate in addition to the corporate rate.

** The Street and Bridge tax levy for years 2005 through 2018, payable in 2006 through 2019, respectively, was included in the levy for Empire Township instead of the levy for the City of LeRoy.

City of LeRoy, Illinois

General Information – Unaudited

April 30, 2019

General Statistics:

Total gallons received at the Waste Water Plant	505,130,000
Total gallons of finished water	111,913,000
Total gallons billed for water	73,205,897
Estimated water loss	38,707,103
Number of users connected to the system	1,489
Number of non-metered users	7
Number of miles of sewer mains	22.8
Number of miles of water mains	25.3
Number of miles of streets	30
Water rate:	
\$8.40 minimum for 0 to 1,000 gallons	
\$8.40 per 1,000 gallons beyond 1,000 gallons	
Sewer rate:	
\$8.40 minimum for 0 to 1,000 gallons	
\$8.40 per 1,000 gallons beyond 1,000 gallons	

Insurance Data:

General liability and law enforcement (per occurrence)	\$ 1,000,000
General annual limit	3,000,000
Additional property earthquake	10,000,000
Additional Flood Zone A	10,000,000
Excess liability (general)	5,000,000
Excess liability (law enforcement)	5,000,000
Auto liability	1,000,000
Public officials	1,000,000