

CITY OF WILMINGTON, ILLINOIS

ANNUAL FINANCIAL REPORT

APRIL 30, 2020

CITY OF WILMINGTON, ILLINOIS

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INDEPENDENT AUDITORS' REPORT



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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the Honorable Mayor and
Board of Commissioners
City of Wilmington, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Wilmington, Illinois, as of and for the year ended April 30, 2020, and the related notes to the financial statements, 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 error or fraud.

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wilmington, Illinois, as of April 30, 2020, and the respective changes in modified cash basis financial position, and, where applicable, cash flows thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to that matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wilmington, Illinois' basic financial statements. The other information and the notes to other information on pages 42-45, and the supplemental information on pages 46-74, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements on pages 42-44 and 46-61 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 non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The IMRF and Police Pension data schedules (pages 63-67), other post-employment benefits schedules (page 68), notes to other information (page 45), agency fund schedules (page 62), the assessed valuations, tax rates, tax extensions and tax collections (page 74), and the general fund - comparison of expenditures with appropriations (69-73) 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.

Comparative Information

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City of Wilmington, Illinois, for the year ended April 30, 2019, which are presented in summary for comparative purposes with the accompanying financial statements. In our report dated October 15, 2019, we expressed unmodified opinions on the respective financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 21, 2020, on our consideration of the City of Wilmington, Illinois' internal control over financial reporting and our tests of its compliance with provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City of Wilmington, Illinois' internal control over financial reporting and compliance.

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
December 21, 2020

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statement
Statement of Net Position - Modified Cash Basis
April 30, 2020

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	
			April 30,	
		2020	2019	
<u>Assets</u>				
Cash and Cash Equivalents	\$ 1,885,717	3,113,530	4,999,247	3,756,279
Receivables	-	611,802	611,802	437,625
Due from Others	-	5,968	5,968	-
Capital Assets				
Land	7,275,347	1,512,200	8,787,547	8,853,547
Vehicles	984,815	418,477	1,403,292	1,346,819
Equipment	1,436,274	757,738	2,194,012	2,194,012
Buildings	4,934,442	17,274,738	22,209,180	22,209,180
Improvements	1,087,218	5,499,381	6,586,599	6,586,599
Infrastructure	2,751,653	-	2,751,653	2,751,653
Accumulated Depreciation	(4,772,761)	(7,849,327)	(12,622,088)	(11,600,341)
Total Assets	15,582,705	21,344,507	36,927,212	36,535,373
<u>Liabilities and Net Position</u>				
Current Liabilities:				
Accounts Payable/Reserves	32,081	74,949	107,030	32,072
Deposits	20,064	2,000	22,064	10,549
Wages Payable	-	27,706	27,706	-
Due to Others	5,968	-	5,968	-
Total Current Liabilities	58,113	104,655	162,768	42,621
Long-Term Liabilities:				
Due Within One Year	335,260	779,808	1,115,068	1,101,133
Due in More Than One Year	334,661	7,301,163	7,635,824	8,622,247
Total Long-Term Liabilities	669,921	8,080,971	8,750,892	9,723,380
Total Liabilities	728,034	8,185,626	8,913,660	9,766,001
Net Position:				
Net Investment in Capital Assets	13,027,067	9,532,236	22,559,303	22,618,089
Unrestricted Net Position	1,179,970	1,694,527	2,874,497	2,457,224
Restricted Net Position	647,634	1,932,118	2,579,752	1,694,059
Total Net Position	\$ 14,854,671	13,158,881	28,013,552	26,769,372

The Notes to Basic Financial Statements are an integral part of this statement.

Government-wide Financial Statement
Statement of Activities - Modified Cash Basis
For the Year Ended April 30, 2020

Program Activities	Expenses	Program Revenues		Net (Expenses) Revenue And Changes in Net Position		Totals April 30,	
		Fees and Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	2020	2019
Governmental Activities:							
General Government	\$ 7,944,250	304,572	192,460	(7,447,218)	-	(7,447,218)	(6,146,027)
Public Safety	2,651,305	-	3,000	(2,648,305)	-	(2,648,305)	(3,044,248)
Streets and Highways	965,785	-	80,408	(885,377)	-	(885,377)	(693,865)
Unallocated Interest	22,530	-	-	(22,530)	-	(22,530)	(22,382)
Total Governmental Activities	11,583,870	304,572	275,868	(11,003,430)	-	(11,003,430)	(9,906,522)
Business-Type Activities:							
Water	1,335,233	1,569,655	-	-	234,422	234,422	88,317
Sewer	1,617,636	2,202,089	-	-	584,453	584,453	348,803
Garbage	502,382	485,331	-	-	(17,051)	(17,051)	1,338
Total Business-Type Activities	3,455,251	4,257,075	-	-	801,824	801,824	438,458
Total Primary Government	\$ 15,039,121	4,561,647	275,868	(11,003,430)	801,824	(10,201,606)	(9,468,064)
General Revenues:							
Taxes:							
Property Taxes				\$ 1,345,945	-	1,345,945	1,322,550
TIF Revenue				6,458,636	-	6,458,636	4,702,092
State Sales Tax				1,002,525	-	1,002,525	991,297
Road and Bridge Tax				5,357	-	5,357	5,035
Utility Tax				578,917	-	578,917	551,355
Personal Property Replacement Tax				72,143	-	72,143	54,796
State Income Tax				620,392	-	620,392	555,737
Local Use Tax				197,511	-	197,511	169,242
Pull Tab Tax				930	-	930	2,654
Video Gaming Tax				136,709	-	136,709	106,350
Motor Fuel Tax				208,170	-	208,170	150,762
Interest on Investments				59,012	45,484	104,496	97,218
Reimbursements				512,285	-	512,285	361,422
Fines and Forfeitures				105,747	-	105,747	103,967
Miscellaneous				61,023	35,000	96,023	143,955
Total General Revenues				11,365,302	80,484	11,445,786	9,318,432
Special Items:							
Sales of Assets				-	-	-	1,400
Total Special Items				-	-	-	1,400
Change in Net Position				361,872	882,308	1,244,180	(148,232)
Net Position, Beginning of Year				14,492,799	12,276,573	26,769,372	26,917,604
Net Position, End of Year				\$ 14,854,671	13,158,881	28,013,552	26,769,372

The Notes to Basic Financial Statements are an integral part of this statement.

Statement of Assets, Liabilities, and Fund Balances - Modified Cash Basis
Governmental Funds
April 30, 2020

	Major Funds			Total Governmental Funds	
	General Fund	Ridgeport TIF #2 Fund	Non-Major Funds	April 30,	
				2020	2019
<u>Assets</u>					
Cash and Cash Equivalents	\$ 958,832	34,880	892,005	1,885,717	1,319,500
Due from Other Funds	28,916	-	-	28,916	28,284
Total Assets	<u>\$ 987,748</u>	<u>34,880</u>	<u>892,005</u>	<u>1,914,633</u>	<u>1,347,784</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts Payable/Reserves	\$ -	-	32,081	32,081	32,072
Zoning Deposit	20,064	-	-	20,064	8,549
Due to Other Funds	6,600	28,284	-	34,884	28,284
Total Liabilities	<u>26,664</u>	<u>28,284</u>	<u>32,081</u>	<u>87,029</u>	<u>68,905</u>
Fund Balances:					
Unassigned	937,707	-	-	937,707	401,380
Assigned	9,223	-	-	9,223	14,554
Committed	-	-	233,040	233,040	406,752
Restricted	14,154	6,596	626,884	647,634	456,193
Total Fund Balances	<u>961,084</u>	<u>6,596</u>	<u>859,924</u>	<u>1,827,604</u>	<u>1,278,879</u>
Total Liabilities and Fund Balances	<u>\$ 987,748</u>	<u>34,880</u>	<u>892,005</u>	<u>1,914,633</u>	<u>1,347,784</u>

Reconciliation to Statement of Net Position:

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities of \$18,469,749 (net of accumulated depreciation of \$4,772,761) are not financial resources and, therefore, are not reported in the funds.

\$ 13,696,988 14,093,920

Some liabilities, including capital debt obligations payable, are not due and payable in the current period and, therefore, are not reported in the funds.

(669,921) (880,000)

Net Position of Governmental Activities

\$ 14,854,671 14,492,799

The Notes to Basic Financial Statements are an integral part of this statement.

Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances
Modified Cash Basis
Governmental Funds
For the Year Ended April 30, 2020

	Major Funds			Total Governmental Funds	
	General Fund	Ridgeport TIF #2 Fund	Non-Major Funds	April 30,	
				2020	2019
Revenues Received:					
Property Taxes	\$ 1,204,889	-	141,056	1,345,945	1,322,550
TIF Revenue	-	6,458,636	-	6,458,636	4,702,092
State Sales Tax	1,002,525	-	-	1,002,525	991,297
Road & Bridge Tax	5,357	-	-	5,357	5,035
Utility Tax	578,917	-	-	578,917	551,355
Replacement Tax	72,143	-	-	72,143	54,796
State Income Tax	620,392	-	-	620,392	555,737
Local Use Tax	197,511	-	-	197,511	169,242
Pull Tabs Tax	930	-	-	930	2,654
Video Gaming Tax	136,709	-	-	136,709	106,350
Motor Fuel Tax	-	-	208,170	208,170	150,762
Licenses and Permits	57,218	-	-	57,218	70,972
Miscellaneous	60,788	-	235	61,023	80,256
Grants & Contributions	15,920	-	256,948	272,868	461,969
Reimbursements	480,849	-	31,436	512,285	361,422
Tags and Fines	105,747	-	-	105,747	103,967
Fees and Services	220,040	-	1,540	221,580	185,492
Interest Income	16,149	28,163	14,700	59,012	51,733
Catfish Days	25,774	-	-	25,774	19,809
K9 Unit Restricted Contributions	3,000	-	-	3,000	-
Total Revenues Received	4,804,858	6,486,799	654,085	11,945,742	9,947,490
Expenditures Disbursed:					
General Government	1,221,930	67,445	6,056	1,295,431	1,472,645
Public Safety	2,463,381	-	139,004	2,602,385	2,579,812
Street and Highway	462,950	-	301,856	764,806	1,023,408
Capital Outlay	75,613	6,398,085	28,088	6,501,786	5,069,386
Debt Service	63,238	-	299,371	362,609	352,886
Total Expenditures	4,287,112	6,465,530	774,375	11,527,017	10,498,137

The Notes to Basic Financial Statements are an integral part of this statement.

Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances

Modified Cash Basis

Governmental Funds

For the Year Ended April 30, 2020

	Major Funds			Total Governmental Funds	
	General Fund	Ridgeport TIF #2 Fund	Non-Major Funds	April 30, 2020	April 30, 2019
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	\$ 517,746	21,269	(120,290)	418,725	(550,647)
Other Financing Sources (Uses):					
Proceeds from Sales of Assets	-	-	-	-	1,400
Bond Proceeds	-	-	130,000	130,000	430,000
Total Other Financing Sources (Uses)	-	-	130,000	130,000	431,400
Net Change in Fund Balances	517,746	21,269	9,710	548,725	(119,247)
Fund Balances - Beginning	443,338	(14,673)	850,214	1,278,879	1,398,126
Fund Balances - Ending	\$ 961,084	6,596	859,924	1,827,604	1,278,879

Reconciliation to the Statement of Activities:

Net change in fund balances - governmental activities \$ 548,725 (119,247)

Amounts reported for governmental activities in the Statement of Activities are different because:

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:

Debt Principal	340,079	330,504
Loan Proceeds	(130,000)	(430,000)

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The change in fund balance must be increased by capital purchases and decreased by depreciation expense.

Capital Asset Purchases	96,473	364,805
Capital Asset Disposals, Net	(106,000)	(433,616)
Depreciation	(387,405)	(408,320)

Change in net position of governmental activities (Statement B) \$ 361,872 (695,874)

Statement of Fund Net Position
Proprietary Funds
April 30, 2020

	Major Funds				Total Proprietary Funds	
	Water Operations Fund	Water Capital Projects Fund	Sewer Operations Fund	Sewer Capital Projects Fund	April 30, 2020	April 30, 2019
<u>Assets</u>						
Cash and Cash Equivalents	\$ 633,670	894,040	323,487	1,262,333	3,113,530	2,436,779
Receivables	235,190	58,572	149,097	168,943	611,802	437,625
Due from Other Funds	-	303,300	-	3,300	306,600	-
Capital Assets						
Land	600,500	-	911,700	-	1,512,200	1,512,200
Vehicles	204,882	-	213,595	-	418,477	418,477
Equipment	354,845	-	402,893	-	757,738	757,738
Buildings	3,173,976	-	14,100,762	-	17,274,738	17,274,738
Improvements	3,378,501	-	2,120,880	-	5,499,381	5,499,381
Accumulated Depreciation	(2,722,422)	-	(5,126,905)	-	(7,849,327)	(7,214,985)
Total Assets	5,859,142	1,255,912	13,095,509	1,434,576	21,645,139	21,121,953
<u>Liabilities</u>						
Current Liabilities:						
Deposits	2,000	-	-	-	2,000	2,000
Accounts Payable	55,062	-	19,887	-	74,949	-
Wages Payable	15,325	-	12,381	-	27,706	-
Due to Others	300,437	-	195	-	300,632	-
Long-Term Debt:						
Due Within One Year	53,942	-	725,866	-	779,808	761,054
Due in More than One Year	796,790	-	6,504,373	-	7,301,163	8,082,326
Total Liabilities	1,223,556	-	7,262,702	-	8,486,258	8,845,380
<u>Net Position</u>						
Net Investment in Capital Assets	4,139,550	-	5,392,686	-	9,532,236	9,404,169
Unrestricted	496,036	758,370	440,121	-	1,694,527	1,634,538
Restricted	-	497,542	-	1,434,576	1,932,118	1,237,866
Total Net Position	\$ 4,635,586	1,255,912	5,832,807	1,434,576	13,158,881	12,276,573

The Notes to Basic Financial Statements are an integral part of this statement.

Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended April 30, 2020

	Major Funds				Total Proprietary Funds	
	Water Operations Fund	Water Capital Projects Fund	Sewer Operations Fund	Sewer Capital Projects Fund	April 30,	
					2020	2019
Operating Revenues:						
Water and Sewer Charges	\$ 1,167,404	402,251	1,059,246	1,142,843	3,771,744	3,563,123
Garbage Charges	485,331	-	-	-	485,331	454,305
Miscellaneous	-	-	-	-	-	26,697
Total Operating Revenues	<u>1,652,735</u>	<u>402,251</u>	<u>1,059,246</u>	<u>1,142,843</u>	<u>4,257,075</u>	<u>4,044,125</u>
Operating Expenses:						
Personnel Services	532,347	-	488,149	-	1,020,496	900,022
Contractual Services	926,054	28,393	417,789	78,908	1,451,144	1,672,790
Commodities	138,681	-	-	-	138,681	125,132
Depreciation	195,611	-	438,731	-	634,342	652,203
Other Expenses	209	-	-	-	209	(27)
Total Operating Expenses	<u>1,792,902</u>	<u>28,393</u>	<u>1,344,669</u>	<u>78,908</u>	<u>3,244,872</u>	<u>3,350,120</u>
Operating Income (Loss)	<u>(140,167)</u>	<u>373,858</u>	<u>(285,423)</u>	<u>1,063,935</u>	<u>1,012,203</u>	<u>694,005</u>
Non-Operating Revenues / (Expenses):						
Interest Income	8,347	16,565	-	20,572	45,484	45,485
Other Income	15,330	6,600	6,470	6,600	35,000	37,002
Debt Service	(16,320)	-	(194,059)	-	(210,379)	(228,850)
Total Non-Operating Revenues / (Expenses)	<u>7,357</u>	<u>23,165</u>	<u>(187,589)</u>	<u>27,172</u>	<u>(129,895)</u>	<u>(146,363)</u>
Income (Loss) Before Contributions and Transfers	<u>(132,810)</u>	<u>397,023</u>	<u>(473,012)</u>	<u>1,091,107</u>	<u>882,308</u>	<u>547,642</u>
Capital Contributions	-	-	-	-	-	-
Operating Transfers In (Out)	<u>36,034</u>	<u>(36,034)</u>	<u>450,000</u>	<u>(450,000)</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>(96,776)</u>	<u>360,989</u>	<u>(23,012)</u>	<u>641,107</u>	<u>882,308</u>	<u>547,642</u>
Total Net Position - Beginning	<u>4,732,362</u>	<u>894,923</u>	<u>5,855,819</u>	<u>793,469</u>	<u>12,276,573</u>	<u>11,728,931</u>
Total Net Position - Ending	<u>\$ 4,635,586</u>	<u>1,255,912</u>	<u>5,832,807</u>	<u>1,434,576</u>	<u>13,158,881</u>	<u>12,276,573</u>

The Notes to Basic Financial Statements are an integral part of this statement.

Statement of Cash Flows
Proprietary Funds
For the Year Ended April 30, 2020

	Major Funds				Total Proprietary Funds	
	Water Operations Fund	Water Capital Projects Fund	Sewer Operations Fund	Sewer Capital Projects Fund	Year Ended April 30,	
					2020	2019
Cash Flows From Operating Activities:						
Receipts from Customers	\$ 1,609,353	384,793	1,004,651	1,084,101	4,082,898	3,914,677
Payments to Employees	(517,022)	-	(475,768)	-	(992,790)	(900,022)
Payments to Suppliers	(709,236)	(28,393)	(397,707)	(82,208)	(1,217,544)	(1,798,922)
Other Receipts (Expenses)	15,121	(296,700)	6,470	6,600	(268,509)	63,726
Net Cash Provided By (Used In) Operating Activities	398,216	59,700	137,646	1,008,493	1,604,055	1,279,459
Cash Flows from Non-Capital Financing Activities:						
Transfers (To) From Other Funds	36,034	(36,034)	450,000	(450,000)	-	-
Net Cash Provided By (Used In) Non-Capital Financing Activities	36,034	(36,034)	450,000	(450,000)	-	-
Cash Flows From Capital Financing Activities:						
Acquisition / Construction of Assets	-	-	-	-	-	(49,236)
Payments of Long-Term Debt	(54,355)	-	(708,054)	-	(762,409)	(742,754)
Payments of Interest	(16,320)	-	(194,059)	-	(210,379)	(228,850)
Net Cash Provided By (Used In) Capital Financing Activities	(70,675)	-	(902,113)	-	(972,788)	(1,020,840)
Cash Flows From Investing Activities:						
Interest Received	8,347	16,565	-	20,572	45,484	45,485
Net Cash Provided By (Used In) Investing Activities	8,347	16,565	-	20,572	45,484	45,485
Net Increase in Cash and Cash Equivalents	371,922	40,231	(314,467)	579,065	676,751	304,104
Cash Balance - Beginning of Year	261,748	853,809	637,954	683,268	2,436,779	2,132,675
Cash Balance - End of Year	\$ 633,670	894,040	323,487	1,262,333	3,113,530	2,436,779

Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:

Operating Income (Loss)		\$ 1,012,203	694,005
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Depreciation		634,342	652,203
(Increase) Decrease in Accounts Receivable		(174,177)	(102,751)
(Increase) Decrease in Due from Other Funds		(306,600)	-
Increase (Decrease) in Due to Other Funds		300,632	-
Increase (Decrease) in Accounts Payable		74,949	-
Increase (Decrease) in Wages Payable		27,706	-
Increase (Decrease) in Hydrant Deposits		-	(1,000)
Non-Operating Income		35,000	37,002
Net Cash Provided By (Used In) Operating Activities		\$ 1,604,055	1,279,459

The Notes to Basic Financial Statements are an integral part of this statement.

Statement of Fiduciary Net Position
April 30, 2020

	Agency Funds	Police Pension Trust Fund	Total April 30,	
			2020	2019
<u>Assets</u>				
Cash	\$ 80,771	162,746	243,517	407,456
Certificates of Deposit	-	2,908,847	2,908,847	2,559,813
Equity Mutual Funds	-	2,681,086	2,681,086	2,698,602
Accrued Interest	-	16,062	16,062	13,122
Prepaid Insurance	-	3,474	3,474	3,977
Total Assets	<u>80,771</u>	<u>5,772,215</u>	<u>5,852,986</u>	<u>5,682,970</u>
<u>Liabilities and Net Position</u>				
Payable to Others	<u>80,771</u>	<u>1,590</u>	<u>82,361</u>	<u>82,394</u>
Total Liabilities	<u>80,771</u>	<u>1,590</u>	<u>82,361</u>	<u>82,394</u>
Assets Held in Trust for Pension Benefits	-	<u>5,770,625</u>	<u>5,770,625</u>	<u>5,600,576</u>
Total Net Position	<u>\$ -</u>	<u>5,770,625</u>	<u>5,770,625</u>	<u>5,600,576</u>

The Notes to Basic Financial Statements are an integral part of this statement.

**Statement of Changes in Fiduciary Net Position
Police Pension Trust Fund
For the Year Ended April 30, 2020**

	Total April 30,	
	2020	2019
Additions:		
Contributions:		
Employer	\$ 400,920	404,836
Employee	98,355	93,921
Total Contributions	<u>499,275</u>	<u>498,757</u>
Investment Income:		
Interest Received	223,352	229,000
Unrealized Gain (Loss)	(136,611)	57,507
Investment Expense	(28,691)	(26,879)
Net Investment Income	<u>58,050</u>	<u>259,628</u>
Total Additions	<u>557,325</u>	<u>758,385</u>
Deductions:		
Benefits and refunds	348,823	295,907
Administrative expenses	38,453	32,631
Total deductions	<u>387,276</u>	<u>328,538</u>
Change in Net Position	170,049	429,847
Net Position, Beginning of Year	<u>5,600,576</u>	<u>5,170,729</u>
Net Position, End of Year	<u>\$ 5,770,625</u>	<u>5,600,576</u>

The Notes to Basic Financial Statements are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Wilmington, Illinois is an Illinois unit of local government. The City provides general governmental services to citizens.

The financial statements of the City of Wilmington have been prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Illinois, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the City's accounting policies are described below.

A. Reporting Entity

The City Council is the basic level of government which has oversight responsibility and control over all activities related to the operation of the City of Wilmington, the primary government unit. The Council receives funding from local, state, and federal government sources and must comply with the requirements of these funding sources. The City is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since Council members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, and the ability to significantly influence operations and primary accountability for fiscal matters.

The City follows the provision of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of Statement No. 14." As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

The City, for financial purposes, includes all funds relevant to the operations of the City. The accompanying financial statements present the City's primary government over which the City exercise significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the City. The City did not omit from the financial statements any agency that met the inclusion criteria. In addition, the City is not aware of any entity which would exercise such oversight as to result in the City being considered a component unit of the entity.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

B. Government-wide and Fund Financial Statements

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

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

Earnings on investments not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and the proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The government-wide financial statements are reported using the modified cash basis of accounting. Revenues are recorded when cash is received and expenses are recorded when cash is paid.

Fund Financial Statements:

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures, or expenses, as appropriate. City resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The City has the following funds:

Governmental Fund Types - Governmental funds are those through which general governmental functions of the City are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as “fund balance.” The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following comprise the City’s major governmental funds:

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

B. Government-wide and Fund Financial Statements – (Continued)

Governmental Fund Types – (Continued)

General Fund - The General Fund is the main operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund revenues include special revenues for social security, IMRF, police pension, tort, road & bridges, auditing and special street tax levies. The expenditures for these special purposes are included as General Fund expenditures. Expenditures for these special revenues normally exceed the related special revenues received.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. The Ridgeport TIF #2 is considered a major special revenue fund used for capital projects and City road maintenance as a result of the Ridgeport TIF City.

Proprietary Fund Types

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that costs (expenses including depreciation) of providing goods and services to the general public on a continuing basis be financed and recovered primarily through user charges.

Provision for depreciation, however, is recorded as a cost of the Water & Sewer Funds. Payments for principal retirement of revenue bonds are shown as a reduction in the principal balance, and payments for capital outlay are recorded as an addition to capital assets on the Statement of Fund Net Position.

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

B. Fund Accounting - (Continued)

Proprietary Fund Types – (Continued)

Major Enterprise Funds are:

1. Water Operations Fund - This fund is used to account for operations that are financed and operated in a manner similar to private business enterprises—where the intent of the City is that costs of providing goods and services to the general public on a continuing basis be financed and recovered primarily through user charges. This fund is used to account for water revenues and expenditures relating to water and garbage operations.
2. Water Capital Projects Fund - This fund is used to account for water revenues and expenditures relating to the water expansion and improvements.
3. Sewer Operations Fund - This fund is used to account for sewer revenues and expenditures relating to the sewer operations.
4. Sewer Capital Projects Fund - This fund is used to account for sewer revenues and expenditures relating to sewer expansion and improvements.

Fiduciary Funds - used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds.

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. The City's has agency funds which report resources that belong to the City's Police Department.

City of Wilmington's Police Pension Fund is another one of the City's fiduciary funds. The Pension Fund provides retirement benefits to police officers of the City. The Pension Plan Committee serves as the governing body and is comprised of three active members and two appointed members elected by the active officers. Currently there are seven members receiving benefits. An audit of the City of Wilmington's Police Pension Fund can be obtained by contacting the City Clerk of the City of Wilmington at 1165 S Water Street, Wilmington, IL 60481.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

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

Measurement Focus

In the Government-wide Statement of Net Position and the Statement of Activities, the governmental and business-type activities are presented using the economic resources measurement focus.

In the fund financial statements, the governmental and business-type activities are presented using the “current financial resources” measurement focus or the “economic resources” measurement focus.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses).

All proprietary funds are accounted for using an economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Net position is segregated into contributed capital and net position. Proprietary fund-type operating statements present increases (revenues) and decreases (expenses) in total net position.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the cash basis of accounting. Revenues are recognized when cash is received. Expenditures are recognized when checks are written.

Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

All proprietary funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when earned. Expenses are recognized when incurred.

Modified accrual basis financial statements include recognition of receivables and payables and other accrued and deferred items, and exclude long-term liabilities attributable to the Illinois Municipal Retirement Fund net pension obligations.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Assets, Liabilities, and Net Position

Cash and Investments

Statutes authorize the City to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agency, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Public Treasurer's Investment Pool.

Capital Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the capital assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on the balance sheets.

The reported fund balance (net current position) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current position. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Depreciation is provided in amounts sufficient to relate costs of the depreciable assets to operations over their estimated service lives on the straight-line basis. A capitalization threshold of \$500 is used to report capital assets. The service lives by type of asset are as follows:

Site Improvements	55 years
Buildings	40 years
Furniture & Equipment	5-7 years
Vehicles	5-7 years

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Assets, Liabilities, and Net Position – (Continued)

Net Position

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. At April 30, 2020, net investment in capital assets consists of the following:

	Governmental Activities	Business-Type Activities
Capital assets, at cost	\$ 18,469,749	25,462,534
Less: Accumulated depreciation	(4,772,761)	(7,849,327)
Less: Long-term liabilities	(669,921)	(8,080,971)
Net investment in capital assets	<u>\$ 13,027,067</u>	<u>9,532,236</u>

- b. Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that does not meet the definitions of “restricted” or “net investment in capital assets.”

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.

Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year’s presentation.

E. Property Taxes

On the cash basis of accounting, property taxes are recognized as revenues when they are received. Property taxes are levied and attach as an enforceable lien on property on January 1 and are payable in two installments due on June 1 and September 1 subsequent to the year of levy.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

E. Property Taxes- (Continued)

The 2018 property tax levy, in the amount of \$1,341,530, adjusted to \$1,311,315, was approved by the City Council on December 4, 2018 and was received by the City in the current fiscal year. The 2019 property tax levy in the amount of \$1,357,897, adjusted to \$1,330,643, was approved by the City Council on December 17, 2019. The 2019 property tax levy will be received in the subsequent fiscal year.

F. Compensated Absences

Accumulated unpaid vacations and other employee benefit amounts are not accrued in governmental funds. Permanent full-time employees are eligible for vacation after one year of service. Permanent full-time employees are granted 96 sick hours and 32 personal hours each year. Upon termination, any earned but unused vacation shall be liquidated in a cash payment to the terminating employee. An employee shall be compensated in cash for any accumulated unused sick leave up to 960 hours when they are permanently separated from employment if the employee is covered under a bargaining agreement. Employees who are not covered by a bargaining agreement do not receive compensation for any accumulated unused sick leave, unless specified in the employee's contract.

G. Pensions and Postemployment Benefits Other than Pensions (OPEB)

For purposes of measuring the net pension/OPEB liabilities, information about the fiduciary net position of the Plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the Plans.

H. Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

NOTE 2: CASH AND INVESTMENTS

Cash and cash equivalents, for reporting purposes, include bank accounts, petty cash and all short-term investments with a remaining maturity of three months or less when purchased, such as certificates of deposit. All amounts are stated at cost which approximates market value.

Permitted Deposits and Investments - Statutes authorize the City to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two rating services, and the Illinois Public Treasurer's Investment Pool.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 2: CASH AND INVESTMENTS – (Continued)

Separate bank accounts are not maintained for all City funds. Certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund. Occasionally funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures which have been approved by the City Council. Such overdrafts constitute unauthorized interfund loans, since they were not authorized by the City Council.

Custodial Credit Risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The FDIC currently insures the first \$250,000 of the City's deposits at each financial institution. The City's deposits and certificates of deposit are entirely covered by federal depository insurance (FDIC) or by securities held by the pledging financial institution, except for \$364,751 at Grundy Bank. As of April 30, 2020, the carrying amount of the City's deposits was \$1,003,344 (including \$800 petty cash and excluding \$3,995,903 of Illinois and IIIT Funds) and the bank balance was \$754,397.

State statutes, city bond ordinances and city resolutions authorize the City's investments. The City is authorized to invest in U.S. Government obligations and its agencies or instrumentalities, collateralized mortgage obligations directly issued by a federal agency or instrumentality, obligations of any state or political subdivision of any state rated within the four highest general classifications established by a nationally recognized rating service, money market mutual funds registered under the Investment Company Act of 1940 that invest in allowable securities and fully collateralized repurchase agreements.

Investments

As of April 30, 2020, the City held investments in The Illinois Funds and Illinois Institutional Investors Trust. The Illinois Funds are duly chartered and administered by the State Treasurer's Office and the portfolio normally consist of U.S. Treasury Bills, Treasury Notes, collateralized certificates of deposit, and repurchase agreements and is not subject to being categorized. The IIIT Funds portfolio of securities, which include mutual funds, are managed discretely by PFM Assets Management LLC. The City records all interest revenue earned from investment activities in the respective funds.

The City's investments at April 30, 2020 are presented below. These funds are reported as cash on the financial statements since they are demand deposits.

<u>Investment Type</u>	<u>Rating</u>	<u>Fair Value</u>	<u>Investment Maturity < 1 Year</u>	<u>Percent of Portfolio</u>
Illinois Funds	AAAm	\$ 3,730,166	3,730,166	93%
IIIT Funds	AAAm	265,737	265,737	7%
Total		<u>\$ 3,995,903</u>	<u>3,995,903</u>	<u>100%</u>

Interest Rate Risk

The City's formal investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the Illinois Trust invests only in securities having remaining maturities of 397 days or less in order to maintain a dollar-weighted average maturity of 60 days or less, as is required to maintain the AAAm S&P rating.

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements For the Year Ended April 30, 2020

NOTE 2: **CASH AND INVESTMENTS** – (Continued)

Investments – (Continued)

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented above are the actual ratings as of April 30, 2020 for Illinois Funds and Illinois Trust Funds.

Concentration of Credit Risk

The City's investment policy limits the amount that the City may invest in any one corporate investor to 10% of the corporation's outstanding obligations.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that deposits in excess of federally insured amounts to be collateralized to the extent of 110% and evidenced by a written agreement. The City's investments at April 30, 2020 were with Illinois Trust and IIIT Funds and therefore, are not categorized with respect to custodial credit risk.

Foreign Currency Credit Risk

The City has no foreign currency risk for investments at year-end.

NOTE 3: **POLICE PENSION FUND INVESTMENTS**

Overview

The Pension Trust Fund is limited to those investments allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated with the three highest classifications by at least two standard rating services, investment-grade corporate bonds and The Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds, corporate equity and corporate debt securities and real estate investment trusts. The Fund's investment policy limits investments to those allowed by statutes. The Police Pension Fund is subject to a separate audit that is available by contacting the City at 1165 S Water St, Wilmington, IL 60481.

Investments are stated at fair value at April 30, 2020. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Securities traded on national exchanges are valued at the last reported sales price.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 3: POLICE PENSION FUND INVESTMENTS – (Continued)

Overview – (Continued)

The Fund’s investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target Range of the Total Classification	Long-Term Expected Real Rate of Return
Fixed Income		
U.S. Treasury Securities	0%-100%	0.70%
U.S. Government Agency (Non-MBS)	0%-70%	0.70%
U.S. Government Agency - Callable	0%-30%	0.70%
U.S. Government Agency (MBS)	0%-10%	0.70%
Taxable Municipal Securities	0%-20%	0.70%
Certificates of Deposit	0%-20%	0.70%
Investment Grade Corporate Bonds	0%-30%	1.70%
Equity		
U.S. Large Company Stocks	35%-95%	5.80%
U.S. Mid-Sized Company Stocks	0%-20%	6.80%
U.S. Small Company Stocks	0%-20%	6.80%
International Stocks	0%-30%	5.90%

The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation of 2.5% were developed for each major assets class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund’s target asset allocation as of April 30, 2020 are listed in the table above.

Concentrations

Concentration of credit risk is the risk that the Fund has a high percentage of its investments invested in one type of investment. The Fund’s investment policy limits the amount invested in any one entity to not exceed 10%. This limitation does not apply to U.S. Treasury or agencies held in safekeeping by an authorized custodian.

Investments (other than United States Government guaranteed obligations) in any one organization that represents 5% or more of Fund’s investments as of April 30, 2020 includes an investment in Amazon Inc. that amounts to \$346,360 and 6% of the Fund’s assets.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 3: POLICE PENSION FUND INVESTMENTS – (Continued)

Rate of Return

For the year ended April 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (3.80%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposit may not be returned to them. Flow-through FDIC insurance is available for the Fund's deposits with financial institutions. The Fund's investment policy requires pledging of collateral for its deposits in excess of federal depository insurance.

Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2020:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
Negotiable Certificates of Deposit	\$ 2,908,847	1,536,530	1,372,317	-	-
Total	\$ 2,908,847	1,536,530	1,372,317	-	-

The Fund has the following recurring fair value measurements as of April 30, 2020: the negotiable certificates of deposit are valued using quoted matrix pricing models (Level 2 inputs) and mutual funds are valued daily (Level 1 inputs).

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market. To the extent possible, the Fund attempts to match the maturity schedule of its investment with anticipated cash flow requirements.

Credit Risk

The Fund limits its exposure to credit risk, the risk that the issuers of a debt security will not pay its par value upon maturity, by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government, state and local obligations and in corporate bonds rated at investment grade by two or more nationally recognized rating agencies. As of April 30, 2020, the credit ratings of the Fund's negotiable certificates of deposit are not rated.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. The Fund's investment policy does not specifically address custodial credit risk relating to investments.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 4: PERSONAL PROPERTY REPLACEMENT TAX

The City receives Personal Property Replacement Tax, which represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and Subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services. The City received Personal Property Replacement Tax totaling \$72,143 for the year ended April 30, 2020.

NOTE 5: RISK MANAGEMENT

The City's risk management activities are recorded in the General, Water, and Sewer Funds. Property and liability, workers' compensation, and unemployment insurance programs of the City are recorded in these funds.

The City is exposed to various risks related to torts; theft of, damage to and destruction of assets, errors and omissions and natural disasters. The City is a member of the Illinois Public Risk Fund (IPRF) to provide workers' compensation coverage. The IPRF was created to establish an intergovernmental joint insurance pool providing for the defense and payment when due of all compensation and other benefits under the Illinois Workers' Compensation Act and the Illinois Workers' Occupational Diseases Act, on behalf of public agency members, and other units of local government and public entities within the State of Illinois which may become eligible for membership from time to time according to the bylaws. The City participates in a municipal insurance cooperative called Illinois Municipal Insurance Co-Op (IMIC) with 19 municipal members. IMIC covers all of the City's property and liability insurance. There have been no significant reductions in coverage from the prior year for the City's policies. Since there have been no settlements, they have not exceeded coverage in the past three years.

NOTE 6: CAPITAL ASSETS

Depreciation expense is allocated as follows:

<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
General Government	\$ 81,033	Water	\$ 195,611
Public Safety	105,393	Sewer	438,731
Streets & Highway	<u>200,979</u>		
Total Governmental	<u>\$ 387,405</u>	Total Business-Type	<u>\$ 634,342</u>

The City's significant capital purchases during the fiscal year included:

<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
2020 Ford Explorer	\$ 44,013	No significant purchases	
2015 Ford Police interceptor	12,460		
Property - 212 N. Water St.	40,000		

The City also donated Northcrest Park to the Wilmington Island Park District. The value of the property was estimated at \$106,000 based on historical cost and available market data at the time of the sale.

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 6: CAPITAL ASSETS – (Continued)

A summary of changes in capital assets follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 7,341,347	40,000	(106,000)	7,275,347
Other capital assets:				
Vehicles	928,342	56,473	-	984,815
Equipment	1,436,274	-	-	1,436,274
Improvements	1,087,218	-	-	1,087,218
Infrastructure	2,751,653	-	-	2,751,653
Buildings	4,934,442	-	-	4,934,442
Total other capital assets	11,137,929	56,473	-	11,194,402
Less accumulated depreciation:				
Vehicles	675,827	82,491	-	758,318
Equipment	1,264,372	59,233	-	1,323,605
Improvements	341,089	49,705	-	390,794
Infrastructure	503,319	68,792	-	572,111
Buildings	1,600,749	127,184	-	1,727,933
Total accumulated depreciation	4,385,356	387,405	-	4,772,761
Other capital assets, net	6,752,573	(330,932)	-	6,421,641
Total governmental activities, net	\$ 14,093,920	(290,932)	(106,000)	13,696,988
Business-Type Activities:				
Capital assets not being depreciated:				
Land	\$ 1,512,200	-	-	1,512,200
Other capital assets:				
Vehicles	418,477	-	-	418,477
Equipment	757,738	-	-	757,738
Buildings	17,274,738	-	-	17,274,738
Improvements	5,499,381	-	-	5,499,381
Total other capital assets	23,950,334	-	-	23,950,334
Less accumulated depreciation:				
Vehicles	342,332	16,752	-	359,084
Equipment	628,848	41,333	-	670,181
Buildings	4,866,107	431,868	-	5,297,975
Improvements	1,377,698	144,389	-	1,522,087
Total accumulated depreciation	7,214,985	634,342	-	7,849,327
Total business-type activities, net	\$ 18,247,549	(634,342)	-	17,613,207

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 7: CHANGE IN LONG-TERM DEBT OBLIGATIONS

The following is a summary of general long-term debt transactions of the City for the year ended April 30, 2020:

	Payable at May 1, 2019	Proceeds	Reductions	Payable at April 30, 2020	Due in One Year
Governmental Funds:					
General Obligation Bonds - SSA/Deer					
Ridge Park Special Tax Bonds:					
Dated May 6, 2008					
Payable 1/15 at 6.5%	\$ 115,000	-	25,000	90,000	30,000
General Obligation Refunding					
Bonds, Series 2015					
Dated November 5, 2015					
Payable 12/1 at .5%	335,000	-	115,000	220,000	120,000
Equipment Loan - Grundy Bank					
Dated November October 24, 2018					
Payable 5/15 at 3.47%	290,000	-	60,079	229,921	55,260
General Obligation Limited Rollover					
Bond, Series 2018:					
Dated November 27, 2018					
Payable 11/15 at 2.95%	140,000	-	140,000	-	-
General Obligation Limited Rollover					
Bond, Series 2019:					
Dated November 22, 2019					
Payable 11/15 at 2.45%	-	130,000	-	130,000	130,000
Total Governmental Funds	<u>880,000</u>	<u>130,000</u>	<u>340,079</u>	<u>669,921</u>	<u>335,260</u>
Business-Type Funds:					
IEPA Loan Refunding Water Treatment:					
Dated May 24, 2007					
Payable 7/1 & 1/1 at 2.5%	7,938,293	-	708,054	7,230,239	725,866
Dated February 2, 2016					
Payable 4/17 & 10/17 at 2.21%	563,651	-	30,009	533,642	29,291
Dated February 2, 2012					
Payable 2/6 & 8/6 at 1.25%	341,436	-	24,346	317,090	24,651
Total Business-Type Funds	<u>8,843,380</u>	<u>-</u>	<u>762,409</u>	<u>8,080,971</u>	<u>779,808</u>
Total Long-term Obligations	<u>\$ 9,723,380</u>	<u>130,000</u>	<u>1,102,488</u>	<u>8,750,892</u>	<u>1,115,068</u>

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 7: CHANGE IN LONG-TERM DEBT OBLIGATIONS – (Continued)

**Special Tax Bonds, SSA Dear Ridge Park
Series 2008B, dated May 6, 2008**

Paying agent	First DuPage Bank, Westmont, Illinois
Interest rate	6.5 %
Interest payable	January 15
Bond maturity	January 15
Bonds outstanding:	
Original issue	\$ 315,000
Bonds retired to April 30, 2020	<u>225,000</u>
Bonds outstanding April 30, 2020	<u>\$ 90,000</u>

The annual requirements to amortize bonded debt as of April 30, 2020 are as follows:

Bond Debt Service, Series 2008 SSA Pay Options Schedule of Maturities		
<u>Year Ended April 30,</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 30,000	5,850
2022	30,000	3,900
2023	<u>30,000</u>	<u>1,950</u>
Total	<u>\$ 90,000</u>	<u>11,700</u>

**General Obligation Refunding (Alternative Revenue Sources) Bonds
Series 2015, dated November 5, 2015**

Paying agent	Amalgamated Bank of Chicago, Illinois
Interest rate	0.5% to 2.5%
Interest payable	December 1
Bond maturity dates	December 1
Bonds outstanding:	
Original issue	\$ 685,000
Bonds retired to April 30, 2020	<u>465,000</u>
Bonds outstanding April 30, 2020	<u>\$ 220,000</u>

The Series 2015 Alternative Revenue Sources Bonds were issued to refund the previously issued Series 2006 Alternative Revenue Sources Bonds. The annual requirements to amortize bonded debt as of April 30, 2020 are as follows:

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 7: CHANGE IN LONG-TERM DEBT OBLIGATIONS – (Continued)

**General Obligation Refunding (Alternative Revenue Sources) Bonds
Series 2015, dated November 5, 2015 (Continued)**

Bond Debt Service, Refunding Bonds Series 2015
Schedule of Maturities

<u>Year Ended April 30,</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 120,000	5,500
2022	100,000	2,500
Total	<u>\$ 220,000</u>	<u>8,000</u>

**Grundy Bank Equipment Loan,
dated October 24, 2018**

On October 24, 2018, the City of Wilmington entered into a \$290,000 equipment loan with Grundy Bank at an interest rate of 3.47% with a maturity date of May 15, 2023. Annual payments of \$63,238 are due May 15 of each year as follows:

<u>Year Ended April 30,</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 55,260	7,978
2022	57,177	6,061
2023	59,161	4,077
2024	58,323	2,024
	<u>\$ 229,921</u>	<u>20,140</u>

**General Obligation Limited Bonds
Series 2018, dated November 27, 2018**

On November 27, 2018, the City of Wilmington issued \$140,000 of General Obligation Limited Bonds, Series 2018 at an interest rate of 2.95%. The entire balance, including interest of \$3,992, was paid in the current fiscal year.

**General Obligation Limited Bonds
Series 2019, dated November 26, 2019**

On November 26, 2019, the City of Wilmington issued \$130,000 of General Obligation Limited Bonds, Series 2019 at an interest rate of 2.45%. The entire balance, including interest, is due November 16, 2020.

All principal and interest payments made from the governmental funds were made from the Debt Service Fund, except for the equipment loan debt service payment that was made from the General Fund.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 7: CHANGE IN LONG-TERM DEBT OBLIGATIONS – (Continued)

**IEPA Water Treatment Refunding Loan,
dated May 24, 2007**

On May 24, 2007, the City of Wilmington signed an agreement with the State of Illinois Environmental Protection Agency for a loan from the State's Water Revolving Fund. The loan, in the amount of \$13,597,663, payable over twenty (20) years at a 2.5% simple annual interest rate, with semi-annual repayments with the first repayment due July 1, 2009 and the final repayment due January 1, 2029, is to be used for construction of a waste water plant under the provision of the State of Illinois Environmental Protection Act. Semi-annual payments of \$451,057 are due June 1st and December 1st of each year as follows:

Schedule of Maturities		
<u>Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>
<u>April 30,</u>		
2021	\$ 725,866	176,248
2022	744,126	157,988
2023	762,846	139,268
2024	782,036	120,077
2025	801,708	100,404
2026-2029	<u>3,413,657</u>	<u>194,803</u>
Total	<u>\$ 7,230,239</u>	<u>888,788</u>

Principal and interest payments for the water treatment loan are made from the Sewer Operations Fund.

**IEPA Water Treatment Refunding Loan,
dated February 2, 2012**

On February 2, 2012, the City of Wilmington signed an agreement with the State of Illinois Environmental Protection Agency for a loan from the State's Water Revolving Fund. The loan, in the amount of \$650,000 (with 25% forgiveness, for a net payback of \$487,500), payable over twenty (20) years at a 1.25% simple annual interest rate, with semi-annual repayments with the first repayment due August 6, 2012 and the final repayment due August 6, 2032, is to be used for improvements to the drinking water plant under the provision of the State of Illinois Environmental Protection Act. Semi-annual payments of \$14,269 are due August 6th and February 6th of each year as follows:

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 7: CHANGE IN LONG-TERM DEBT OBLIGATIONS – (Continued)

**IEPA Water Treatment Refunding Loan,
dated February 2, 2012 (Continued)**

Schedule of Maturities

<u>Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>
<u>April 30,</u>		
2021	\$ 24,651	3,887
2022	24,960	3,578
2023	25,273	3,265
2024	25,590	2,948
2025	25,911	2,627
2026-2030	134,511	8,179
2031-2032	56,194	880
Total	<u>\$ 317,090</u>	<u>25,364</u>

Principal and interest payments on the water treatment loan are paid from the Water Operations Fund.

**IEPA Water Treatment Refunding Loan,
dated February 2, 2016**

On February 2, 2016, the City of Wilmington signed an agreement with the State of Illinois Environmental Protection Agency for a loan from the State's Water Revolving Fund. The loan, in the amount of \$649,534, payable over twenty (20) years at a 2.21% simple annual interest rate, with semi-annual repayments with the first repayment due April 17, 2016 and the final repayment due October 17, 2035, is to be used for improvements to the drinking water plant under the provision of the State of Illinois Environmental Protection Act. Semi-annual payments of \$20,477 are due October 17th and April 17th of each year as follows:

Schedule of Maturities

<u>Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>
<u>April 30,</u>		
2021	\$ 29,291	11,663
2022	29,941	11,012
2023	30,607	10,346
2024	31,287	9,666
2025	31,982	8,971
2026-2030	170,892	33,873
2031-2035	190,743	14,022
Thereafter	18,899	224
Total	<u>\$ 533,642</u>	<u>99,777</u>

Principal and interest payments on the water treatment loan are paid from the Water Operations Fund.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 8: INDIVIDUAL FUND DISCLOSURES

During the course of normal operations, the City has numerous transactions among funds, including expenditures and transfers of resource primarily to provide services. The governmental and proprietary type funds financial statements generally reflect such transactions as transfers if interfund.

The transfers represent both routine and non-routine items. A transfer of \$36,034 was made from the Water Capital Projects Fund to the Water Operations Fund for improvements and maintenance of the water plant. A transfer of \$450,000 was made from the Sewer Capital Projects Fund to the Sewer Fund for operational expenditures at the sewer plant.

Fund	Transfers To Other Funds	Transfers From Other Funds
Enterprise Funds:		
Water Operations		36,034
Water Capital Projects	(36,034)	
Sewer Operations	-	450,000
Sewer Capital Projects	(450,000)	-
Total	<u>\$ (486,034)</u>	<u>486,034</u>

In addition to the interfund activity disclosed above, the City also had the following Due To/From balances as of April 30, 2020:

Fund	Due To	Due From
Governmental:		
General	\$ 6,600	28,916
Ridgeport TIF #2	28,284	-
Enterprise Funds:		
Water	300,437	-
Water Capital Projects	-	303,000
Sewer	195	-
Sewer Capital Projects	-	3,300
Total	<u>\$ 335,516</u>	<u>335,216</u>

The Due To/From balances are the result of expenditures/expenses being paid from one fund on behalf of another fund.

NOTE 9: CONTINGENCIES - LITIGATION

The City is a party to various legal proceedings which normally occur in governmental operations. The attorneys did not report any loss contingencies in these cases.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 10: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)

Plan Description – 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 managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided – IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). The City’s employees participate in the Regular and SLEP plans.

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011 are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees 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 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of services, credit plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 10: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) - (Continued)

Employees Covered by Benefit Terms – As of December 31, 2019, the following City employees were covered by the benefit terms:

	<u>RP</u>	<u>SLEP</u>
Retirees and Beneficiaries	33	-
Inactive, Non-Retired Members	24	-
Active Members	<u>18</u>	<u>1</u>
Total	<u><u>75</u></u>	<u><u>1</u></u>

Contributions – As set by statute, the City’s Regular and SLEP members are required to contribute a percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City’s annual contribution rates and actual City contributions for calendar year 2019 and the fiscal year ended April 30, 2020 are summarized below. 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 IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

	<u>RP</u>	<u>SLEP</u>	<u>Total</u>
Plan member required contribution rate	4.50%	7.50%	N/A
City required contribution rate for 2019	7.50%	10.49%	N/A
City required contribution rate for 2020	10.70%	11.84%	N/A
City actual contributions for 2019	\$ 96,348	11,219	107,567
City actual contributions for fiscal year 2020	\$ 107,889	12,311	120,200

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 11: POLICE PENSION

Plan Description

The Police Pension Plan is a defined-benefit, single employer pension plan that covers all sworn police personnel of the City. Although this is a single employer plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (ILCS) and may only be amended by the Illinois legislature. Administrative costs are financed through investment earnings. This fund is accounted for and reported as a pension trust fund of the City. The Police Pension Plan is subject to a separate audit that is available by contacting the City at 1165 S. Water Street, Wilmington, Illinois 60481.

Plan Membership

At April 30, 2020, the measurement date, membership in this plan consisted of the following:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	7
Inactive Plan Members Entitled to but Not Yet	
Receiving Benefits	2
Active Plan Members	14
Total	<u>23</u>

Benefits Provided

Following is a summary of the police pension plan as provided for in the Illinois Statutes:

The police pension plan provides retirement benefits as well as death and disability benefits. There are two tiers or levels of benefits:

Employees that are hired prior to January 1, 2011 (Tier 1), attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 10 years, but less than 20 years of credited service, may retire and receive a reduced benefit, which begins at age 60. The monthly benefit of an employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 11: POLICE PENSION – (Continued)

Benefits Provided – (Continued)

Employees that are hired after January 1, 2011 (Tier 2), attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the greater of the average monthly salary obtained by dividing the total salary during the 48 consecutive months of service within the last 60 months in which the total salary was the highest by the number of months in that period, or the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary.

Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Non-compounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Covered employees are required to contribute 9.91% of their base salary to the plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to finance the Fund and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past services costs for the Fund. For the year ended April 30, 2020, the City's contribution was 40.18% of covered payroll.

NOTE 12: MOTOR FUEL TAX ALLOTMENTS

Under current procedures, the allotments to the City are being received from the State of Illinois each month. These allotments, however, may be expended only for specific projects that have been approved by the Department of Transportation, State of Illinois.

NOTE 13: DEFERRED COMPENSATION PLAN

The City offers its full-time employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is administered by the International City Management Association Retirement Corporation (ICMARC). The plan, available to all employees, permits them to defer a portion of their salary until future years. Contributions to the deferred compensation plan were \$21,318 for the year ended April 30, 2020.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 14: TOWER AND LAND LEASE REVENUE

The City entered into an agreement with T-Mobile Central LLC for the use of the City's cellular tower. The agreement renews every five years, with the last renewal in August 2016. T-Mobile leases a portion of the tower from the City for \$1,100 per month. The City received \$13,200 from T-Mobile under the lease agreement for the year ended April 30, 2020.

The City entered into a lease agreement with the Wilmington Junior Football and Cheerleading League to use the land located at 845 Widows Road for an annual payment of \$1. The City entered into a similar lease with the Wilmington Little League for \$1 per year for 19 years for the use of the City's ballparks.

NOTE 15: LEASE OBLIGATIONS

<u>Company</u>	<u>Type</u>	<u>Term</u>	<u>Start Date</u>	<u>Amount</u>	<u>2020 Expense</u>
Neopost	Postage machine & Folder machine	63 months	5/18/2015	\$ 246	\$ 2,947
Konica Minolta	3 Copiers	60 months	3/27/2017	475	5,700
Commercial Electronic	3 Cameras	60 months	10/27/2015	366	4,392
WESCOM	Emergency dispatch radio system	84 months	10/1/2017	3,878	46,536

Future minimum lease obligations are shown below:

<u>Year</u>	<u>Payment</u>
2021	\$ 55,169
2022	51,761
2023	46,536
2024	46,536
2025	19,390

NOTE 16: RESTRICTED TAX LEVIES AND CONTRIBUTIONS

Within the General Fund there are different types of tax levies and restricted contributions. The description of the types of tax levies and restricted contributions and their related expenditures follows:

	<u>Beginning Restriction</u>	<u>Restricted Receipts</u>	<u>Expenditures</u>	<u>Restricted Balance</u>
Tax Levies:				
IMRF	\$ -	42,026	42,026	-
Social Security	-	102,737	102,737	-
Audit	-	17,970	17,970	-
Police Pension	-	400,920	400,920	-
Road & Bridge	-	91,179	91,179	-
Workers' Comp.	-	83,980	83,980	-
Police Protection	-	139,895	139,895	-
Tort	-	83,980	83,980	-
Contributions:				
K9 Unit	12,731	3,000	1,577	14,154
Totals	\$ 12,731	965,687	964,264	14,154

CITY OF WILMINGTON, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 17: OTHER POSTRETIREMENT BENEFITS OTHER THAN PENSIONS

Plan Description - In additions to the benefits described in Notes 10 and 11, the City provides postemployment healthcare benefits (OPEB) for retired employees through a single employer defined benefit plan. The City adopted a plan in which the City allows retired employees to participate in the City's health insurance plan. The plan does not issue a separate report.

Membership - At April 30, 2020, membership consisted of:

Total Active Employees	34
Inactive Employees Currently Receiving Benefit Payments	12
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	<u>-</u>
Total	<u>46</u>

Benefits Provided - The City provides continued health insurance to all eligible employees. To be eligible for the benefits, an employee must qualify for retirement under one of the City's retirement plans. For eligible employees under 65, the retiree pays the full cost of coverage.

Contributions- The City is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement. A portion of the City's contributions and benefit payments is based on the cost sharing provisions. In addition, a portion is related to the increase in active premiums due to the presence of retirees in the determination of blended retiree / active premiums.

City contributions and benefit payments for the year ended April 30, 2020 were \$133,077. Of that amount, \$72,644 are explicit benefit payments due to select retirees, and \$60,433 are implicit benefit payments due to the presence of retirees in the determination of the blended retiree / active premiums.

NOTE 18: TAX ABATEMENTS

The City enters into property tax abatement agreements with businesses under state statute (ILCS 200/18-165). Under the statute, any taxing district, upon a majority vote of its governing authority, may, after the determination of the assessed valuation of its property, order the clerk of that county to abate a portion of its taxes on the following; commercial and industrial property, horse racing, auto racing, academic or research institute, housing for older persons, historical society, recreational facilities, relocated corporate headquarters, United States Military Public/Private Residential Developments, property located in qualified business corridor.

For the fiscal year ended April 30, 2020, the City abated property taxes totaling \$47,055 under state statute, including the following agreement that exceeded 10 percent of the total amount abated:

- A 36 percent property tax abatement to Illinois Transport for maintaining its location at 20012 W Arsenal Rd, Wilmington, IL 60481. The abatement amounted to \$26,938, or 57 percent of the total taxes abated by the City.
- A 30 percent property tax abatement to U.S. Cold Storage for maintaining its location at 800 E Kankakee River Dr, Wilmington, IL 60481. The abatement amounted to \$16,816, or 35 percent of the total taxes abated by the City.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 19: FUND BALANCE – GASB 54 PRESENTATION

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Non-spendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the differences of how these balances are reported.

A. Non-spendable Fund Balance

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Debt Service Funds are by definition restricted for these specified purposes. The Water Capital Projects Fund is a major proprietary fund that has a restricted balance of \$497,542, \$400,000 to secure the construction of a sixteen-inch water main under the Kankakee River as a result of the Prologis Payment in Lieu of providing a water tower for the City, and \$97,542 for water meter replacement. The Sewer Capital Projects Fund is also restricted for the sewer improvements in the future. Funds in the Ridgeport TIF #2 Fund are restricted for expenditures related to the development of the Ridgeport Logistics Center. The restricted fund balance was \$6,596 as of November 30, 2020. The following non-major special revenue funds: ESDA Fund, Motor Fuel Tax Fund, and the Drug-Free Community Grant Fund, are also restricted for a specified purpose. See Note 16 for restrictions within the General Fund.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision making authority (the City Council). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts. Funds in the Capital Projects Fund and non-major Mobile Equipment Fund in the amounts of \$217,235 and \$15,805, respectively, are committed for capital outlays in the future.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the City Council itself or (b) the finance committee or by the Treasurer/Administrator when the City Council has delegated the authority to assign amounts to be used for specific purposes. The City generated income \$25,774 and expended \$31,105 as a result of the annual Catfish Days event, resulting in a reduction to the assigned balance in the General Fund to \$9,223.

Notes to Basic Financial Statements
For the Year Ended April 30, 2020

NOTE 19: FUND BALANCE – GASB 54 PRESENTATION – (Continued)

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

F. Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

NOTE 20: RIDGEPORT TIF #2 DISTRICT

The City entered into a redevelopment agreement with the RidgePort Center to facilitate the construction of the RidgePort Logistics Center within city boundaries on May 18, 2010, thereby creating the RidgePort TIF #2 District. The agreement has since undergone several amendments to increase the size of the TIF District to induce more job creation and enhance the tax base of the City.

The City used incremental tax revenues of \$6,458,636 to pay for development project costs and obligations incurred during the RidgePort Logistics Center construction in 2020.

The City made payments totaling \$6,398,085 from the TIF Fund for construction projects and related engineering and professional fees during the current fiscal year, per an approved agreement. In addition, the City reimbursed Ridgeport Logistics Center \$24,790 as a sales tax credit during 2020.

CITY OF WILMINGTON, ILLINOIS

**Notes to Basic Financial Statements
For the Year Ended April 30, 2020**

NOTE 21: LEGAL DEBT MARGIN

Legal debt margin is the percent of the City's assessed valuation which is subject to debt limitation. The statutory debt limitation for the City is 8.625%. The City's legal debt margin limitation is as follows for the year ended April 30, 2020:

Assessed valuation (2019)	<u>\$ 145,298,293</u>
Statutory debt limitation (8.625%)	\$ 12,531,978
Applicable Debt:	
GO Bonds - SSA Deer Ridge Park STB	90,000
GO Bonds - Refunding Bonds Series 2015	220,000
GO Bonds - Limited Series 2019	130,000
Equipment Loan	<u>229,921</u>
Amount of debt applicable to debt limitation	<u>669,921</u>
Legal Debt Margin	<u>\$ 11,862,057</u>

NOTE 22: SUBSEQUENT EVENTS

Management evaluated subsequent events through December 21, 2020, the date the financial statements were available to be issued. No amounts were required to be recorded or disclosed in the financial statements as of April 30, 2020.

OTHER INFORMATION

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
April 30, 2020

<u>Assets</u>	
Cash in Bank	\$ 958,832
Due from Other Funds	<u>28,916</u>
Total Assets	<u><u>\$ 987,748</u></u>
 <u>Liabilities and Fund Balance</u>	
Liabilities:	
Zoning Deposit	\$ 20,064
Due to Other Funds	<u>6,600</u>
	<u>26,664</u>
Fund Balance:	
Restricted - K9 Unit	14,154
Assigned - Catfish Days	9,223
Unassigned	<u>937,707</u>
Total Fund Balance	<u>961,084</u>
Total Liabilities and Fund Balance	<u><u>\$ 987,748</u></u>

**CITY OF WILMINGTON, ILLINOIS
GENERAL FUND**

Schedule A-2

**Statement of Revenues Received, Expenditures Disbursed and
Change in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues Received:			
Property Taxes	\$ 1,213,900	1,204,889	1,174,004
State Sales Tax	995,000	1,002,525	991,297
Township Road & Bridge Taxes	4,600	5,357	5,035
Utility Tax	535,000	578,917	551,355
Personal Property Replacement Tax	48,000	72,143	54,796
State Income Tax	533,000	620,392	555,737
Local Use Tax	172,000	197,511	169,242
Pull Tab/Games Tax	2,000	930	2,654
Video Gaming Tax	108,000	136,709	106,350
Grant Income	141,504	15,920	14,960
Miscellaneous	43,000	37,184	74,211
Insurance Claims	5,000	23,329	2,601
Rental of Property	500	275	194
Interest Income	10,000	16,149	14,803
Fines	130,000	105,747	107,217
Reimbursements	438,000	480,849	326,663
Licenses & Permits	74,000	57,218	70,972
Fees & Services	174,000	220,040	181,752
Catfish Days	30,000	25,774	19,809
K9 Unit Restricted Contributions	1,000	3,000	-
Total Revenues Received	4,658,504	4,804,858	4,423,652
Expenditures Disbursed: (Schedule 1)			
Finance and Administrative Department	752,200	635,636	725,406
Public Grounds and Buildings	89,100	64,592	101,807
Building Department	65,300	21,836	46,551
Planning and Zoning Department	102,250	27,417	51,843
Police Department	2,239,700	2,062,461	1,999,781
Streets & Alleys Department	561,200	462,950	601,630
FICA & IMRF	230,830	211,470	216,784
Audit	27,700	27,116	25,874
Police Pension	410,000	400,920	404,836
Insurance	330,000	233,863	239,336
Debt Service	64,000	63,238	41,904
Capital Outlay	70,500	75,613	409,187
Total Expenditures Disbursed	4,942,780	4,287,112	4,864,939
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	(284,276)	517,746	(441,287)
Other Financing Sources (Uses):			
Proceeds from Sale of Assets	-	-	1,400
Loan Proceeds	-	-	290,000
Operating Transfers Out	(47,500)	-	(31,800)
Total Other Financing Sources (Uses)	(47,500)	-	259,600
Net Change in Fund Balance	\$ (331,776)	517,746	(181,687)
Fund Balance, Beginning of Year		443,338	625,025
Fund Balance, End of Year		\$ 961,084	443,338

**Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020**

<u>Assets</u>		
Cash in Bank		\$ 34,880
Total Assets		<u>\$ 34,880</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Due to Other Funds		<u>\$ 28,284</u>
Fund Balance:		
Restricted Fund Balance		<u>6,596</u>
Total Liabilities and Fund Balance		<u>\$ 34,880</u>

**Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues Received:			
Ridgeport TIF Revenue	\$ 6,700,000	6,458,636	4,702,092
Interest Income	16,000	28,163	18,709
Total Revenues Received	<u>6,716,000</u>	<u>6,486,799</u>	<u>4,720,801</u>
Expenditures Disbursed:			
TIF# 2 Distributions	6,662,000	6,398,085	4,632,330
TIF Professional Fees/Admin	35,000	25,000	25,000
TIF Administrative Overage Expenditures	35,000	42,445	34,556
Total Expenditures Disbursed	<u>6,732,000</u>	<u>6,465,530</u>	<u>4,691,886</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	<u>\$ (16,000)</u>	21,269	28,915
Fund Balance (Deficit), Beginning of Year		<u>(14,673)</u>	<u>(43,588)</u>
Fund Balance (Deficit), End of Year		<u>\$ 6,596</u>	<u>(14,673)</u>

NOTES TO OTHER INFORMATION

CITY OF WILMINGTON, ILLINOIS

**Notes to Other Information
For the Year Ended April 30, 2020**

NOTE 1: BUDGETS AND BUDGETARY ACCOUNTING

These procedures are followed in establishing the budgetary data reflected in the financial statements.

During the first two months of the fiscal year, the City officials prepare the proposed budget and appropriation ordinance. The proposed appropriation ordinance is placed on file and a public hearing is conducted at a public meeting to obtain comments from the community. The appropriation ordinance uses the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budgeted and actual amounts.

Prior to July 31, the appropriation ordinance is legally adopted through passage of an ordinance.

The 2019 appropriation ordinance was adopted on May 9, 2019 and was not amended. Transfers between line items of the appropriation must be approved by the City officials. All annual appropriations lapse at fiscal year-end.

NOTE 2: MAJOR FUND BUDGETARY COMPARISON INFORMATION

The following is an analysis of budget versus actual amounts for the City's major governmental funds for the year ended April 30, 2020.

<u>Fund</u>	<u>Original & Final Appropriations</u>	<u>Actual Expenditures</u>	<u>Excess (Deficiency)</u>
General Fund	\$ 4,942,780	4,287,112	655,668
Ridgeport TIF #2 Fund	6,732,000	6,465,530	266,470

All funds operated within the confines of the approved budget during the year ended April 30, 2020.

SUPPLEMENTAL INFORMATION

**Combining Statement of Assets, Liabilities, and Fund Balances Arising
from Cash Transactions - Non-Major Special Revenue Funds
April 30, 2020**

	Special Revenue Funds					Total April 30, 2020	
	ESDA Fund	Mobile Equipment Fund	Motor Fuel Tax Fund	Drug-Free Community Grant Fund	Capital Projects Fund		Bond and Interest Fund
<u>Assets</u>							
Cash in Bank	\$ 33,886	15,805	406,721	34,912	217,235	183,446	892,005
Total Assets	<u>\$ 33,886</u>	<u>15,805</u>	<u>406,721</u>	<u>34,912</u>	<u>217,235</u>	<u>183,446</u>	<u>892,005</u>
<u>Liabilities and Fund Balances</u>							
Liabilities:							
Accounts Payable/Reserves	\$ -	-	-	-	-	32,081	32,081
Fund Balance:							
Committed Fund Balance	-	15,805	-	-	217,235	-	233,040
Restricted Fund Balance	33,886	-	406,721	34,912	-	151,365	626,884
Total Fund Balance	<u>33,886</u>	<u>15,805</u>	<u>406,721</u>	<u>34,912</u>	<u>217,235</u>	<u>151,365</u>	<u>859,924</u>
Total Liabilities and Fund Balances	<u>\$ 33,886</u>	<u>15,805</u>	<u>406,721</u>	<u>34,912</u>	<u>217,235</u>	<u>183,446</u>	<u>892,005</u>

**Combining Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balances - Non-Major Governmental Funds
For the Year Ended April 30, 2020**

	Special Revenue Funds					Bond and Interest Fund	Total April 30, 2020
	ESDA Fund	Mobile Equipment Fund	Motor Fuel Tax Fund	Drug-Free Community Grant Fund	Capital Projects Fund		
Revenues Received:							
Property Tax	\$ 3,150	-	-	-	-	137,906	141,056
Grants	32,180	-	-	144,360	80,408	-	256,948
MFT Allotments	-	-	208,170	-	-	-	208,170
Interest Income	-	-	5,988	-	5,432	3,280	14,700
Fines	-	1,540	-	-	-	-	1,540
Reimbursements	123	-	-	-	670	30,643	31,436
Other Income	235	-	-	-	-	-	235
Total Revenues Received	35,688	1,540	214,158	144,360	86,510	171,829	654,085
Expenditures Disbursed:							
General Government	-	-	-	-	-	6,056	6,056
Public Safety	29,436	-	-	109,568	-	-	139,004
Street and Highway	-	-	40,094	-	261,762	-	301,856
Capital Outlay	28,088	-	-	-	-	-	28,088
Debt Service	-	-	-	-	-	299,371	299,371
Total Expenditures Disbursed	57,524	-	40,094	109,568	261,762	305,427	774,375
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	(21,836)	1,540	174,064	34,792	(175,252)	(133,598)	(120,290)
Other Financing Sources (Uses):							
Bond Proceeds	-	-	-	-	-	130,000	130,000
Total Other Financing Sources (Uses)	-	-	-	-	-	130,000	130,000
Net Change in Fund Balance	(21,836)	1,540	174,064	34,792	(175,252)	(3,598)	9,710
Fund Balance, Beginning of Year	55,722	14,265	232,657	120	392,487	154,963	850,214
Fund Balance, End of Year	\$ 33,886	15,805	406,721	34,912	217,235	151,365	859,924

Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020

<u>Assets</u>	
Cash in Bank	\$ 33,886
Total Assets	<u>\$ 33,886</u>
<u>Fund Balance</u>	
Restricted Fund Balance	\$ 33,886
Total Fund Balance	<u>\$ 33,886</u>

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

Schedule C-4

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues Received:			
Property Taxes	\$ 3,000	3,150	3,002
Grants - State	6,000	32,180	30,500
Other Income	5,000	235	-
Other Reimbursements	500	123	404
Total Revenues Received	<u>14,500</u>	<u>35,688</u>	<u>33,906</u>
Expenditures Disbursed:			
Wages	9,000	4,500	9,000
Dispatch	500	348	396
Dues and Subscriptions	1,600	250	455
Maintenance - Equipment	4,000	3,035	2,827
Maintenance - Radios & Pagers	1,500	640	70
Maintenance - Vehicles	4,000	2,287	1,849
Notices and Legal Publications	200	-	-
Other Professional Services	3,500	2,325	1,049
Telephone Service	12,000	9,937	10,435
Training, Meetings, and Travel Expense	3,000	235	1,075
Subscription Weather Service	100	84	84
Gasoline and Oil	4,000	2,527	2,949
Office Supplies	800	153	884
Postage	150	-	-
Operating Supplies and Tools	10,000	2,963	5,927
Miscellaneous and Contingency	1,500	152	16
Capital Outlay - Equipment Purchases	10,000	6,188	5,969
Expensed Equipment	1,500	-	-
Leased Equipment	23,000	21,900	21,900
Contingency	5,000	-	-
Total Expenditures Disbursed	<u>95,350</u>	<u>57,524</u>	<u>64,885</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	<u>(80,850)</u>	<u>(21,836)</u>	<u>(30,979)</u>
Other Financing Sources (Uses):			
Operating Transfers In	40,000	-	25,000
Operating Transfers Out	(5,000)	-	-
Total Other Financing Sources (Uses)	<u>35,000</u>	<u>-</u>	<u>25,000</u>
Net Change in Fund Balance	<u>\$ (45,850)</u>	<u>(21,836)</u>	<u>(5,979)</u>
Fund Balance, Beginning of Year		<u>55,722</u>	<u>61,701</u>
Fund Balance, End of Year		<u>\$ 33,886</u>	<u>55,722</u>

**Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020**

<u>Assets</u>		
Cash in Bank		\$ 15,805
Total Assets		<u>\$ 15,805</u>
<u>Fund Balance</u>		
Committed Fund Balance		\$ 15,805
Total Fund Balance		<u>\$ 15,805</u>

**Statement of Revenues Received, Expenditures Disbursed and
Change in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	<u>Original & Final Appropriations</u>	<u>Year Ended April 30, 2020</u>	<u>April 30, 2019</u>
Revenues Received:			
Police Vehicle Fines and Transfers	\$ 4,000	1,540	3,740
ESDA Vehicle MEF Replacement	-	-	5,000
Total Revenues Received	<u>4,000</u>	<u>1,540</u>	<u>8,740</u>
Expenditures Disbursed:			
Vehicle Purchases	-	-	-
Total Expenditures Disbursed	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	<u>\$ 4,000</u>	1,540	8,740
Fund Balance, Beginning of Year		<u>14,265</u>	<u>5,525</u>
Fund Balance, End of Year		<u>\$ 15,805</u>	<u>14,265</u>

**Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020**

<u>Assets</u>	
Cash in Bank	\$ 406,721
Total Assets	<u>\$ 406,721</u>
<u>Fund Balance</u>	
Restricted Fund Balance	\$ 406,721
Total Fund Balance	<u>\$ 406,721</u>

**Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues Received:			
MFT State Allotments	\$ 148,000	206,918	145,735
Interest Income	5,000	5,988	6,627
Capital Bill Program Allotment	5,000	1,252	5,027
Total Revenues Received	<u>158,000</u>	<u>214,158</u>	<u>157,389</u>
Expenditures Disbursed:			
MFT Street Projects	5,000	-	243,521
Salt and Cinders	45,000	40,094	32,952
Contingency	5,000	-	-
Total Expenditures Disbursed	<u>55,000</u>	<u>40,094</u>	<u>276,473</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	<u>\$ 103,000</u>	174,064	(119,084)
Fund Balance, Beginning of Year		<u>232,657</u>	<u>351,741</u>
Fund Balance, End of Year		<u>\$ 406,721</u>	<u>232,657</u>

**Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020**

		<u>Assets</u>	
Cash in Bank			\$ 34,912
Total Assets			<u>\$ 34,912</u>
		<u>Fund Balance</u>	
Restricted Fund Balance			\$ 34,912
Total Fund Balance			<u>\$ 34,912</u>

**Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

Schedule C-10

	<u>Original & Final Appropriations</u>	Year Ended	
		<u>April 30, 2020</u>	<u>April 30, 2019</u>
Revenues Received:			
Grant Income	\$ 185,000	144,360	138,299
Total Revenues Received	<u>185,000</u>	<u>144,360</u>	<u>138,299</u>
Expenditures Disbursed:			
DFC Grant Expenditures	185,000	109,568	138,179
Total Expenditures Disbursed	<u>185,000</u>	<u>109,568</u>	<u>138,179</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	<u>\$ -</u>	34,792	120
Fund Balance, Beginning of Year		<u>120</u>	<u>-</u>
Fund Balance, End of Year		<u>\$ 34,912</u>	<u>120</u>

Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020

<u>Assets</u>		
Cash in Bank		\$ 217,235
Total Assets		<u>\$ 217,235</u>
<u>Fund Balance</u>		
Committed Fund Balance		\$ 217,235
Total Fund Balance		<u>\$ 217,235</u>

Statement of Revenues Received, Expenditures Disbursed and
Change in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

Schedule C-12

	Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues Received:			
Grants - IDOT KKK St/Fkd Crk B	\$ 60,000	-	-
Grants - State	-	7,372	-
Interest Income	3,000	5,432	7,627
Developers Fees	301,000	-	-
EDP:			
53/N River Road	163,000	46,883	106,460
South Arsenal/53	546,600	-	80,719
Rt 53/Peotone	2,512,000	-	-
Will County - Route 53/Peotone	101,500	-	-
Other Income	-	26,153	86,031
Other Reimbursements	331,000	670	-
Total Revenues Received	<u>4,018,100</u>	<u>86,510</u>	<u>280,837</u>
Expenditures Disbursed:			
KKK St / Forked Creek Bridge Project	73,000	-	-
IDOT Rt 53/N River Rd Project	116,000	14,826	112,905
USCS/IDOT Rte 53 & Peotone Rd	2,765,000	91,990	-
South Arsenal Road Project	985,000	105,411	-
Service & Investment Fees	500	-	-
Prof Fees - Other	40,000	2,875	32,400
Misc. Other Capital Projects	391,000	46,660	-
Contingency	10,000	-	-
Total Expenditures Disbursed	<u>4,380,500</u>	<u>261,762</u>	<u>145,305</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	(362,400)	(175,252)	135,532
Other Financing Sources (Uses):			
Operating Transfers In	10,000	-	10,000
Net Change in Fund Balance	<u>\$ (352,400)</u>	<u>(175,252)</u>	<u>145,532</u>
Fund Balance, Beginning of Year		392,487	246,955
Fund Balance, End of Year		<u>\$ 217,235</u>	<u>392,487</u>

Statement of Assets, Liabilities and Fund Balance Arising
from Cash Transactions
April 30, 2020

<u>Assets</u>		
Cash in Bank		\$ 183,446
Total Assets		<u>\$ 183,446</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
SSA Debt Service Reserve Fund		\$ 32,081
Fund Balance:		
Restricted Fund Balance		151,365
Total Liabilities and Fund Balance		<u>\$ 183,446</u>

Statement of Revenues Received, Expenditures Disbursed and
Change in Fund Balance - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

Schedule C-14

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues Received:			
Property Taxes	\$ 146,067	137,906	145,544
SSA Repayments	34,000	30,643	34,355
Interest Income	2,500	3,280	3,967
Total Revenues Received	<u>182,567</u>	<u>171,829</u>	<u>183,866</u>
Expenditures Disbursed:			
Principal	280,000	280,000	290,000
Interest	19,900	19,371	20,982
Service fees	6,000	5,557	5,488
Miscellaneous and Contingency	6,000	499	-
Total Expenditures Disbursed	<u>311,900</u>	<u>305,427</u>	<u>316,470</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	<u>(129,333)</u>	<u>(133,598)</u>	<u>(132,604)</u>
Other Financing Sources (Uses):			
Operating Transfers In	6,800	-	6,800
Operating Transfers Out	(10,000)	-	(10,000)
Bond Proceeds	140,000	130,000	140,000
Total Other Financing Sources (Uses)	<u>136,800</u>	<u>130,000</u>	<u>136,800</u>
Net Change in Fund Balance	<u>\$ 7,467</u>	(3,598)	4,196
Fund Balance, Beginning of Year		<u>154,963</u>	<u>150,767</u>
Fund Balance, End of Year		<u>\$ 151,365</u>	<u>154,963</u>

Statement of Fund Net Position
April 30, 2020

<u>Assets</u>	
Cash in Bank	\$ 633,670
Accounts Receivable	235,190
Capital Assets:	
Land	600,500
Vehicles	204,882
Equipment	354,845
Buildings	3,173,976
Improvements	3,378,501
Accumulated Depreciation	<u>(2,722,422)</u>
Total Assets	<u>5,859,142</u>
 <u>Liabilities and Net Position</u> 	
Liabilities:	
Deposit - Hydrant Meters	2,000
Accounts Payable	55,062
Wages Payable	15,325
Due to Other Funds	300,437
Long-Term Debt:	
Due Within One Year	53,942
Due Beyond One Year	<u>796,790</u>
Total Liabilities	<u>1,223,556</u>
Net position:	
Net Investment in Capital Assets	4,139,550
Unrestricted Net Position	<u>496,036</u>
Total Net Position	<u>\$ 4,635,586</u>

**CITY OF WILMINGTON, ILLINOIS
WATER OPERATIONS FUND**

Schedule D-2

**Statement of Revenues, Expenses, and
Changes in Fund Net Position - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended April 30, 2020	April 30, 2019
Revenues:			
Water:			
Water Service Fees	\$ 1,080,180	1,158,720	1,102,324
Water Capacity User Fees	5,000	1,350	4,400
Water Meter Fees	10,000	7,334	7,509
Interest Income	5,000	8,347	4,703
Other Income	5,000	3,879	5,989
Other Reimbursements	10,000	11,451	10,423
Total Water Revenues	<u>1,115,180</u>	<u>1,191,081</u>	<u>1,135,348</u>
Garbage:			
Garbage Collection Fees	485,000	485,331	454,305
Total Revenues	<u>1,600,180</u>	<u>1,676,412</u>	<u>1,589,653</u>
Expenses:			
Water:			
Wages	448,000	439,188	364,958
FICA Taxes	38,500	33,318	29,790
SUTA Taxes	2,000	116	1,419
IMRF	53,000	33,857	34,961
Overtime Wages	35,000	25,868	28,600
Part Time	12,000	-	-
Computer Repairs and Maintenance	15,000	13,747	10,702
Consulting	5,000	-	1,029
Dues and Subscriptions	2,000	412	-
Employee Health and Life Insurance	100,000	93,872	88,781
Legal Services	3,000	-	666
Prop, Equip, & Liab Insurance	91,000	92,049	82,505
Workers' Comp. Insurance	30,000	21,122	23,695
Maintenance:			
Equipment	25,000	14,707	10,643
Well	10,000	5,500	-
Grounds and Building	10,000	2,834	8,504
Pumping System	30,000	20,077	19,209
Water Mains	27,000	12,231	9,597
Water Meters	14,000	6,433	6,249
Water Towers	10,000	6,678	6,963
Vehicles	2,500	466	2,305
Notices and Legal Publications	1,500	79	902
Other Professional Services	26,000	28,117	14,276
Lime/Sludge Disposal	46,000	35,640	45,263
Rental of Equipment	8,000	-	-
Telephone Service	7,000	6,116	5,584
Training, Meetings, and Travel Expense	5,000	648	2,211
Utilities	80,000	62,944	63,067
Gasoline and Oil	10,000	4,030	3,519

**CITY OF WILMINGTON, ILLINOIS
WATER OPERATIONS FUND**

Schedule D-2
(continued)

**Statement of Revenues, Expenses, and
Changes in Fund Net Position - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended April 30, 2020	April 30, 2019
Expenses: (continued)			
Water: (continued)			
Office Supplies	\$ 5,000	1,129	4,589
Postage	9,000	10,089	7,657
Operating Supplies and Tools	12,000	8,093	10,481
Uniforms	3,000	1,064	664
Water Treatment Chemicals	100,000	87,447	81,213
Miscellaneous and Contingency	2,000	159	-
Leased Equipment Expense	3,000	1,012	1,908
Equipment Purchases	12,000	3,731	3,095
New Meters	30,000	11,405	2,668
Expense Equipment	2,500	923	416
IEPA Loan Principal	55,000	-	-
IEPA Loan Interest	16,800	16,320	17,416
Service Fees	9,000	9,599	8,922
Contingency	10,000	-	-
Refunds	500	209	(27)
Total Water Expenses	<u>1,416,300</u>	<u>1,111,229</u>	<u>1,004,400</u>
Garbage:			
Garbage Collection and Disposal	<u>485,000</u>	<u>502,382</u>	<u>452,967</u>
Depreciation Expense	<u>-</u>	<u>195,611</u>	<u>204,093</u>
Total Expenses	<u>1,901,300</u>	<u>1,809,222</u>	<u>1,661,460</u>
Excess (Deficiency) of Revenues over (under) Expenses	(301,120)	(132,810)	(71,806)
Other Financing Sources (Uses):			
Contributed Capital	-	-	25,945
Operating Transfers In	<u>150,000</u>	<u>36,034</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>150,000</u>	<u>36,034</u>	<u>25,945</u>
Net Income (Loss)	<u>\$ (1,120)</u>	(96,776)	(45,861)
Net Position, Beginning of Year		<u>4,732,362</u>	<u>4,778,223</u>
Net Position, End of Year		<u>\$ 4,635,586</u>	<u>4,732,362</u>

**Statement of Fund Net Position
April 30, 2020**

<u>Assets</u>		
Cash in Bank		\$ 894,040
Accounts Receivable		58,572
Due from Other Funds		<u>303,300</u>
Total Assets		<u>1,255,912</u>
<u>Net Position</u>		
Unrestricted Net Position		758,370
Restricted Net Position		<u>497,542</u>
Total Net Position		<u>\$ 1,255,912</u>

**Statement of Revenues, Expenses, and
Change in Fund Net Position - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues:			
Meter Replacement Program Fees	\$ 78,030	81,538	76,787
Penalty Fee	40,000	33,333	39,115
Water District System Maintenance Fee	5,000	4,153	6,400
Interest Income	10,000	16,565	17,567
Water Plant Debt Service Fee	280,500	283,227	273,268
Rental of Property	6,600	6,600	6,600
Total Revenues	<u>420,130</u>	<u>425,416</u>	<u>419,737</u>
Expenses:			
City Engineer Services	-	-	6,000
Legal Services	5,000	-	359
Maintenance:			
Equipment	6,000	-	-
Water Meters	135,000	28,393	190,829
Consulting Fees	40,000	-	15,805
Equipment Purchases	14,000	-	-
Water Capital Projects	108,000	-	-
Contingency	10,000	-	-
Total Expenses	<u>318,000</u>	<u>28,393</u>	<u>212,993</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	102,130	397,023	206,744
Other Financing Sources (Uses):			
Loan Proceeds - Capital Projects	805,000	-	-
Loan - Capital Improvement Projects	(805,000)	-	-
Capital Contributions	-	-	(25,945)
Operating Transfers Out	(150,000)	(36,034)	-
Total Other Financing Sources (Uses)	<u>(150,000)</u>	<u>(36,034)</u>	<u>(25,945)</u>
Net Income (Loss)	<u>\$ (47,870)</u>	360,989	180,799
Net Position, Beginning of Year		<u>894,923</u>	<u>714,124</u>
Net Position, End of Year		<u>\$ 1,255,912</u>	<u>894,923</u>

Statement of Fund Net Position
April 30, 2020

<u>Assets</u>	
Cash in Bank	\$ 323,487
Accounts Receivable	149,097
Capital Assets:	
Land	911,700
Vehicles	213,595
Equipment	402,893
Buildings	14,100,762
Improvements	2,120,880
Accumulated Depreciation	<u>(5,126,905)</u>
Total Assets	<u>13,095,509</u>
 <u>Liabilities and Net Position</u> 	
Liabilities:	
Accounts Payable	19,887
Wages Payable	12,381
Due to Other Funds	195
Long-Term Liabilities:	
Due Within One Year	725,866
Due Beyond One Year	<u>6,504,373</u>
Total Liabilities	<u>7,262,702</u>
Net Position:	
Net Investment in Capital Assets	5,392,686
Unrestricted Net Position	<u>440,121</u>
Total Net Position	<u>\$ 5,832,807</u>

**CITY OF WILMINGTON, ILLINOIS
SEWER OPERATIONS FUND**

Schedule D-6

**Statement of Revenues, Expenses, and
Change in Fund Net Position - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues:			
Sewer Service Fees	\$ 963,900	1,055,646	943,047
Sewer Capacity User Fee	16,000	3,600	15,750
Miscellaneous	1,000	500	814
Other Reimbursements	17,000	5,970	6,575
Total Revenues	997,900	1,065,716	966,186
Expenses:			
Wages	376,000	353,373	298,011
FICA Taxes	32,000	27,360	24,185
SUTA Taxes	2,000	117	1,222
IMRF	45,000	27,661	29,778
Overtime	20,000	19,554	17,443
Part Time	12,000	9,057	10,026
Computer Repairs and Maintenance	16,000	10,639	9,219
Dues & Subscription & Memberships	1,500	300	1,040
Employee Health and Life Insurance	65,000	60,084	63,655
Engineering Professional Fees	5,000	-	-
Legal Services	1,000	-	820
Prop, Equip, & Liability Insurance	80,000	80,922	72,361
Workers' Comp. Insurance	25,000	17,004	18,749
Maintenance:			
Equipment	27,000	19,633	20,421
Grounds and Building	18,000	6,109	14,171
Sewers	25,000	23,647	38,187
Sewers - Process	32,500	8,276	24,409
Vehicles	6,500	5,765	305
Notices and Legal Publications	800	-	264
Other Professional Services	30,000	18,521	19,559
Rental of Equipment	8,000	-	-
Sewer Sludge Disposal	40,000	36,434	29,371
Telephone Service	6,500	5,788	5,394
Training, Meetings, and Travel Expense	7,800	1,447	3,314
Utilities - Electric and Gas	105,000	101,923	86,903
Gasoline and Oil	9,000	6,555	7,880
Office Supplies	6,000	1,513	4,260
Postage	9,000	8,702	7,869
Operating Supplies and Tools	17,000	17,650	16,998
Sewer Chemicals	55,000	24,310	39,841
Uniforms	3,500	685	1,131
Miscellaneous	500	162	280

**CITY OF WILMINGTON, ILLINOIS
SEWER OPERATIONS FUND**

Schedule D-6
(continued)

**Statement of Revenues, Expenses, and
Change in Fund Net Position - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Expenses: (continued)			
Equipment Purchase	7,000	1,927	5,562
Leased Equipment Expense	3,000	1,012	1,650
Expensed Equipment	2,000	-	616
IEPA Loan Principal	709,000	-	-
IEPA Loan Interest	195,000	194,059	211,434
Service Fees	9,000	9,599	8,922
Refunds	500	209	(35)
Contingency	20,000	-	-
Depreciation Expense	-	438,731	448,110
Total Expenses	<u>2,033,100</u>	<u>1,538,728</u>	<u>1,543,325</u>
Excess (Deficiency) of Revenues over (under) Expenses	(1,035,200)	(473,012)	(577,139)
Other Financing Sources (Uses):			
Contributed Capital	-	-	16,000
Operating Transfers In	903,000	450,000	550,000
Total Other Financing Sources (Uses)	<u>903,000</u>	<u>450,000</u>	<u>566,000</u>
Net Income (Loss)	<u>\$ (132,200)</u>	(23,012)	(11,139)
Net Position, Beginning of Year		<u>5,855,819</u>	<u>5,866,958</u>
Net Position, End of Year		<u>\$ 5,832,807</u>	<u>5,855,819</u>

**CITY OF WILMINGTON, ILLINOIS
SEWER CAPITAL PROJECTS FUND**

Schedule D-7

**Statement of Fund Net Position
April 30, 2020**

<u>Assets</u>	
Cash in Bank	\$ 1,262,333
Accounts Receivable	168,943
Due From Other Funds	3,300
	<u>1,434,576</u>
Total Assets	<u>1,434,576</u>

<u>Net Position</u>	
Restricted Net Position	<u>1,434,576</u>
Total Net Position	<u>\$ 1,434,576</u>

**Statement of Revenues, Expenses, and
Changes in Fund Net Position - Budget and Actual
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)**

Schedule D-8

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
Revenues:			
WWTP Debt Service Revenue	\$ 1,064,000	1,099,311	1,043,928
Other Income - Misc	-	-	26,697
Sewer Collection System Fee	7,000	6,000	6,800
Penalty Fee	43,000	37,532	43,794
Interest Income	15,000	20,572	23,215
Property Rental	6,600	6,600	6,600
Total Revenues	<u>1,135,600</u>	<u>1,170,015</u>	<u>1,151,034</u>
Expenses:			
City Engineer Services	-	-	2,000
Professional Fees - Engineering	65,000	41,358	56,400
Legal Services	2,000	-	-
Professional Fees - Other	2,000	-	459
Miscellaneous - Other Capital Projects	72,000	-	-
Equipment Purchases	40,000	-	-
Sewer Collection Line Upgrade	50,000	19,290	102,332
Miscellaneous and Contingency	20,000	18,260	-
Total Expenses	<u>251,000</u>	<u>78,908</u>	<u>161,191</u>
Excess (Deficiency) of Revenues over (under) Expenses	<u>884,600</u>	<u>1,091,107</u>	<u>989,843</u>
Other Financing Sources (Uses):			
Loan Proceeds - Capital Project	945,000	-	-
Loan Payments	(945,000)	-	-
Capital contributions	-	-	(16,000)
Operating Transfers Out	(903,000)	(450,000)	(550,000)
Total Other Financing Sources (Uses)	<u>(903,000)</u>	<u>(450,000)</u>	<u>(566,000)</u>
Net Income (Loss)	<u>\$ (18,400)</u>	641,107	423,843
Net Position, Beginning of Year		<u>793,469</u>	<u>369,626</u>
Net Position, End of Year		<u>\$ 1,434,576</u>	<u>793,469</u>

CITY OF WILMINGTON, ILLINOIS
AGENCY FUNDS

Schedule E-1

Combining Statement of Fiduciary Net Position
April 30, 2020
(With Comparative Figures for 2019)

	Agency Funds					Totals	
	Police DUI Account	Police Seizure Account	Police Benefit Account	Building Deposit Holding Account	Community Policing Program Account	Year Ended April 30, 2020	April 30, 2019
<u>Assets</u>							
Cash in bank	\$ 11,671	16,530	7,524	43,674	1,372	80,771	81,904
<u>Liabilities</u>							
Payable to others	\$ 11,671	16,530	7,524	43,674	1,372	80,771	81,904

Combining Statement of Changes in Fiduciary Net Position
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

Schedule E-2

	Agency Funds					Totals	
	Police DUI Account	School Police Seizure Account	Police Benefit Account	Building Deposit Holding Account	Police Explorer Program Account	Year Ended April 30, 2020	April 30, 2019
Additions	\$ 350	56	1,798	-	100	2,304	6,351
Deductions	-	2,725	712	-	-	3,437	12,156
Change in Net Position	350	(2,669)	1,086	-	100	(1,133)	(5,805)
Cash Balance, Beginning of Year	11,321	19,199	6,438	43,674	1,272	81,904	87,709
Cash Balance, End of Year	\$ 11,671	16,530	7,524	43,674	1,372	80,771	81,904

**Illinois Municipal Retirement Fund - Regular Plan
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios**

Calendar Year Ended December 31,	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
TOTAL PENSION LIABILITY										
Service Cost	\$ 137,504	126,872	143,030	161,036	155,644	-	-	-	-	-
Interest	682,584	650,084	634,912	544,174	527,128	-	-	-	-	-
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	151,618	204,049	171,205	930,091	(69,862)	-	-	-	-	-
Assumption Changes	-	267,043	(268,608)	(10,309)	9,133	-	-	-	-	-
Benefit Payments and Refunds	(524,413)	(487,989)	(452,336)	(379,344)	(396,215)	-	-	-	-	-
Net Change in Total Pension Liability	447,293	760,059	228,203	1,245,648	225,828	-	-	-	-	-
Total Pension Liability - Beginning	9,608,403	8,848,344	8,620,141	7,374,493	7,148,665	-	-	-	-	-
Total Pension Liability - Ending	<u>\$ 10,055,696</u>	<u>9,608,403</u>	<u>8,848,344</u>	<u>8,620,141</u>	<u>7,374,493</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
PLAN FIDUCIARY NET POSITION										
Employer Contributions	\$ 96,348	126,293	133,693	140,045	137,062	-	-	-	-	-
Employee Contributions	57,808	58,203	60,343	63,401	61,740	-	-	-	-	-
Net Investment Income	1,606,897	(522,803)	1,435,325	465,177	34,854	-	-	-	-	-
Benefit Payments and Refunds	(524,413)	(487,989)	(452,336)	(379,344)	(396,215)	-	-	-	-	-
Other	97,110	214,933	(112,998)	998,683	(151,533)	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	1,333,750	(611,363)	1,064,027	1,287,962	(314,092)	-	-	-	-	-
Plan Net Position - Beginning	8,495,953	9,107,316	8,043,289	6,755,327	7,069,419	-	-	-	-	-
Plan Net Position - Ending	<u>\$ 9,829,703</u>	<u>8,495,953</u>	<u>9,107,316</u>	<u>8,043,289</u>	<u>6,755,327</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EMPLOYER'S NET PENSION LIABILITY (ASSET)	<u>\$ 225,993</u>	<u>1,112,450</u>	<u>(258,972)</u>	<u>576,852</u>	<u>619,166</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.75%	88.42%	102.93%	93.31%	91.60%	N/A	N/A	N/A	N/A	N/A
Covered-Employee Payroll	\$ 1,284,625	1,282,565	1,340,952	1,408,915	1,372,005	N/A	N/A	N/A	N/A	N/A
Employer's Net Pension Liability as a Percentage of the Covered Valuation Payroll	17.59%	86.74%	-19.31%	40.94%	45.13%	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

**Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel Plan
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios**

Calendar Year Ended December 31,	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
TOTAL PENSION LIABILITY										
Service Cost	\$ 19,141	17,240	16,993	16,126	14,341	-	-	-	-	-
Interest	8,495	6,322	4,660	38,220	42,791	-	-	-	-	-
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	2,491	4,740	2,504	(502,848)	(119,467)	-	-	-	-	-
Changes of Assumptions	-	3,626	(2,116)	(82)	(1,111)	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	-	-	-	-	-	-	-	-	-	-
Net Change in Total Pension Liability	30,127	31,928	22,041	(448,584)	(63,446)	-	-	-	-	-
Total Pension Liability - Beginning	107,600	75,672	53,631	502,215	565,661	-	-	-	-	-
Total Pension Liability - Ending	<u>\$ 137,727</u>	<u>107,600</u>	<u>75,672</u>	<u>53,631</u>	<u>502,215</u>	-	-	-	-	-
PLAN FIDUCIARY NET POSITION										
Contributions - Employer	\$ 11,219	11,433	10,260	14,386	12,531	-	-	-	-	-
Contributions - Member	8,021	7,802	7,293	6,908	6,473	-	-	-	-	-
Net Investment Income	13,423	(1,651)	7,152	36,908	2,758	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	-	-	-	-	-	-	-	-	-	-
Other	(1,462)	(1,299)	(1,715)	(505,775)	(70,327)	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	31,201	16,285	22,990	(447,573)	(48,565)	-	-	-	-	-
Plan Net Position - Beginning	85,188	68,903	45,913	493,486	542,051	-	-	-	-	-
Plan Net Position - Ending	<u>\$ 116,389</u>	<u>85,188</u>	<u>68,903</u>	<u>45,913</u>	<u>493,486</u>	-	-	-	-	-
EMPLOYER'S NET PENSION LIABILITY (ASSET)	<u>\$ 21,338</u>	<u>22,412</u>	<u>6,769</u>	<u>7,718</u>	<u>8,729</u>	-	-	-	-	-
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.51%	79.17%	91.05%	85.61%	98.26%	N/A	N/A	N/A	N/A	N/A
Covered-Employee Payroll	\$ 106,951	104,024	97,243	92,104	86,304	N/A	N/A	N/A	N/A	N/A
Employer's Net Pension Liability as a Percentage of the Covered Valuation Payroll	19.95%	21.55%	6.96%	8.38%	10.11%	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

CITY OF WILMINGTON, ILLINOIS

Illinois Municipal Retirement Fund
Schedules of Employer Contributions

Regular Plan					Schedule F-3
Calendar Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ 96,347	96,348	(1)	1,284,625	7.50%
2018	125,178	126,293	(1,115)	1,282,565	9.85%
2017	133,693	133,693	-	1,340,952	9.97%
2016	140,046	140,045	1	1,408,915	9.94%
2015	137,063	137,062	1	1,372,005	9.99%

Sheriff's Law Enforcement Personnel Plan					Schedule F-4
Calendar Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2019	\$ 11,219	11,219	-	106,951	10.49%
2018	11,432	11,433	(1)	104,024	10.99%
2017	10,259	10,260	(1)	97,243	10.55%
2016	14,387	14,386	1	92,104	15.62%
2015	-	12,531	(12,531)	86,304	14.52%

Note to Schedules

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are

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	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 24-year closed period
Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.25%
Price inflation	2.50%
Salary increases	3.35% to 14.25% 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 2017 valuation pursuant to an experience study of the period 2014 - 2016.
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 projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment 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.

Other Information

Notes This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.
There were no benefit changes during the year.

Police Pension Fund
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

Fiscal Year Ended April 30,	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
TOTAL PENSION LIABILITY										
Service Cost	\$ 280,186	263,958	256,565	241,473	223,133	248,151	-	-	-	-
Interest	580,147	565,970	534,797	540,365	486,936	477,927	-	-	-	-
Changes of Benefit Terms	99,847	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	(162,103)	(280,736)	(535)	(483,383)	(5,840)	-	-	-	-	-
Changes of Assumptions	94,224	-	-	(96,679)	439,581	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(348,823)	(295,907)	(288,187)	(293,539)	(284,366)	(291,261)	-	-	-	-
Net Change in Total Pension Liability	543,478	253,285	502,640	(91,763)	859,444	434,817	-	-	-	-
Total Pension Liability - Beginning	9,456,764	9,203,479	8,700,839	8,792,602	7,933,158	7,498,341	-	-	-	-
Total Pension Liability - Ending	<u>\$ 10,000,242</u>	<u>9,456,764</u>	<u>9,203,479</u>	<u>8,700,839</u>	<u>8,792,602</u>	<u>7,933,158</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
PLAN FIDUCIARY NET POSITION										
Contributions - Employer	\$ 400,920	404,836	400,699	383,176	374,680	335,691	-	-	-	-
Contributions - Member	98,355	93,921	84,071	92,567	88,541	86,701	-	-	-	-
Contributions - Other	-	-	-	44,748	-	-	-	-	-	-
Net Investment Income	58,050	259,628	184,765	247,426	(42,810)	100,344	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(348,823)	(295,907)	(288,187)	(293,538)	(284,366)	(291,261)	-	-	-	-
Administrative Expenses	(38,453)	(32,631)	(30,025)	(26,165)	(29,466)	(25,321)	-	-	-	-
Net Change in Plan Fiduciary Net Position	170,049	429,847	351,323	448,214	106,579	206,154	-	-	-	-
Plan Net Position - Beginning	5,600,576	5,170,729	4,819,406	4,371,192	4,264,613	4,058,459	-	-	-	-
Plan Net Position - Ending	<u>\$ 5,770,625</u>	<u>5,600,576</u>	<u>5,170,729</u>	<u>4,819,406</u>	<u>4,371,192</u>	<u>4,264,613</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EMPLOYER'S NET PENSION LIABILITY (ASSET)	<u>\$ 4,229,617</u>	<u>3,856,188</u>	<u>4,032,750</u>	<u>3,881,433</u>	<u>4,421,410</u>	<u>3,668,545</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	57.70%	59.22%	56.18%	55.39%	49.71%	53.76%	N/A	N/A	N/A	N/A
Covered-Employee Payroll	997,863	908,328	878,779	851,118	852,379	874,560	N/A	N/A	N/A	N/A
Employer's Net Pension Liability as a Percentage of the Covered Valuation Payroll	423.87%	424.54%	458.90%	456.04%	518.71%	419.47%	N/A	N/A	N/A	N/A

Notes to Schedule:

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

There were no benefit changes in the fiscal years shown.

See Note 3 in the Notes to Other Information for detail on assumption changes.

**Police Pension Fund
Schedule of Employer Contributions**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	\$ 390,272	400,920	(10,648)	997,863	40.2%
2019	384,553	404,836	(20,283)	908,328	44.6%
2018	391,681	400,699	(9,018)	878,779	45.6%
2017	353,993	383,176	(29,183)	851,118	45.0%
2016	343,756	374,680	(30,924)	852,379	44.0%
2015	314,088	335,691	(21,603)	874,560	38.4%

Note to Schedule

Valuation Date: Actuarially determined contributions are calculated as of May 1 of each year prior to the beginning of the year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	100% Funded over 22 Years
Asset Valuation Method	5-Year Smoothed Market Value
Inflation Rate	2.50%
Payroll Increases	3.25%
Individual Pay Increases	4.00-7.00%
Investment Rate of Return	6.25%
Mortality Rates	RP-2014 Adjusted for Plan Status, Collar, and Illinois Public Pension Data, as Appropriate
Retirement Rates	110% L&A 2016 Illinois Police Retirement Rates Capped at age 65
Disability Rates	L&A 2016 Illinois Police Disability Rates
Termination Rates	L&A 2016 Illinois Police Termination Rates

Other Information

There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the May 1, 2019 actuarial valuation report.

Assumption Changes:

The assumed long-term inflation expectation has decreased from 2.50% to 2.25%.

The assumed rate of return on High Quality 20-year Tax-Exempt G.O. Bonds was changed from 3.79% to 2.56% for the current year. The underlying index used is the Bond Buyer 20-Bond GO Index as discussed in more detail later in this section. The choice of index is unchanged from the prior year. The rate has been updated to the current Fiscal Year-End based on changes in market conditions as reflected in the Index. The change was made to reflect our understanding of the requirements of GASB under Statement 74 and Statement 75.

Since the Employer does not have a trust dedicated exclusively to the payment of OPEB benefits, the discount rate used in the determination of the Total OPEB Liability was also changed from 3.79% to 2.56%.

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

**Postretirement Health Plan
Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios**

Fiscal Year Ended April 30,	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
TOTAL OPEB LIABILITY										
Service Cost	\$ 9,928	9,333	-	-	-	-	-	-	-	-
Interest	61,694	65,930	-	-	-	-	-	-	-	-
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	-	-	-	-	-	-	-	-	-	-
Assumption Changes	143,449	20,754	-	-	-	-	-	-	-	-
Benefit Payments and Refunds	(133,077)	(124,040)	-	-	-	-	-	-	-	-
Net Change in Total OPEB Liability	81,994	(28,023)	-	-	-	-	-	-	-	-
Total OPEB Liability - Beginning	1,694,758	1,722,781	-	-	-	-	-	-	-	-
Total OPEB Liability - Ending	<u>\$ 1,776,752</u>	<u>1,694,758</u>	-	-	-	-	-	-	-	-
OPEB PLAN NET POSITION										
Employer Contributions	\$ 133,077	124,040	-	-	-	-	-	-	-	-
Benefit Payments and Refunds	(133,077)	(124,040)	-	-	-	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	-	-	-	-	-	-	-	-	-	-
Plan Net Position - Beginning	-	-	-	-	-	-	-	-	-	-
Plan Net Position - Ending	<u>\$ -</u>	<u>-</u>	-	-	-	-	-	-	-	-
EMPLOYER'S NET OPEB LIABILITY (ASSET)	<u>\$ 1,776,752</u>	<u>1,694,758</u>	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered-Employee Payroll	\$ 2,328,962	2,272,158	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Employer's Net OPEB Liability as a Percentage of the Covered Valuation Payroll	76.29%	74.59%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

Schedule of Changes in the Employer Contributions

Schedule F-8

Fiscal Year Ended April 30,	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially Determined Contribution	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions in Relation to the Actuarially-Determined Contribution	-	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Covered Employee Payroll	\$ 2,328,962	2,272,158	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered-Employee Payroll	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

There is no ADC or Employer Contribution in relation to the ADC, as there is no Trust that exists for funding the OPEB Liability. However, the City did make contributions from other City resources in the current year in the amount of \$133,077.

Comparison of Expenditures with Appropriations
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

	Original & Final Appropriations	Year Ended April 30, 2020	April 30, 2019
<u>Finance and Administration:</u>			
Wages - Finance and Administration	\$ 227,000	218,432	216,933
City Engineer Services	-	-	2,000
Elected / Appointed Officials Wages	40,000	38,305	30,999
Computer Repairs and Maintenance	20,000	13,529	17,101
Dues and Subscriptions	8,500	6,343	6,429
Employee Health and Life Insurance	48,000	31,406	46,528
Retired Employees Health Insurance	113,000	96,671	112,230
Legal Services	50,000	34,005	48,819
Maintenance - Equipment	3,000	608	1,804
Maintenance - Vehicles	1,000	991	-
Notices and Legal Publications	1,000	639	598
Other Professional Services	49,000	92,834	35,491
Telephone Service	10,000	8,976	9,326
Training, Meetings, and Travel Expenses	6,000	2,809	4,132
Office Supplies	4,000	2,831	3,099
Postage	2,500	710	737
Operating Supplies and Tools	2,000	1,443	1,027
Administrative Expense	1,000	805	-
WCHC - Community Matching	5,000	5,000	9,594
Economic Development Commission	3,000	2,500	2,500
Mayor's Expense	2,000	1,625	1,331
Community Festivals	7,500	7,500	7,500
Catfish Days Expense	30,000	31,105	28,908
Miscellaneous	3,000	1,599	1,012
Police Commission Expenses	15,000	6,012	6,689
Leased Equipment	2,600	3,441	2,398
Expensed Equipment	3,000	727	9,165
Service Fees	100	-	26
Sales Tax Credit	85,000	24,790	119,030
Contingency	10,000	-	-
Total Finance and Administration	<u>752,200</u>	<u>635,636</u>	<u>725,406</u>
<u>Public Grounds and Buildings:</u>			
Maintenance - Equipment	7,500	5,625	4,114
Maintenance - Grounds and Buildings	29,000	12,357	51,863
Janitorial Service	27,000	26,100	27,018
Other Professional Services	12,000	10,642	10,503
Rental of Building/Storage Space	-	920	1,380
Telephone Service	2,600	1,530	1,784
Utilities	6,000	3,160	2,272
Operating Supplies and Tools	4,000	4,167	2,782
Miscellaneous and Contingency	1,000	91	91
Total Public Grounds and Buildings	<u>89,100</u>	<u>64,592</u>	<u>101,807</u>

Comparison of Expenditures with Appropriations
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
<u>Police Department:</u>			
Salaries and Wages:			
Police	\$ 1,200,600	1,181,557	1,120,051
Overtime	90,000	79,648	108,891
Part-Time Officer	85,000	64,626	77,392
Crossing Guard	6,000	4,755	5,160
Vacation Buy-Out	76,000	58,838	31,938
Animal Control	3,000	2,670	2,120
Community Service & Affairs	1,500	47	1,292
Computer Repairs and Maintenance	26,800	27,922	21,999
Dispatching Services	192,000	191,445	210,672
Dues and Subscriptions	3,000	2,030	2,115
Employee Health and Life Insurance	215,000	193,534	197,682
Legal Services	25,000	41,330	25,805
Maintenance:			
Equipment	6,000	4,596	8,388
Vehicles	25,000	33,970	19,971
Notices Legal Publications	800	268	-
Other Professional Services	12,000	12,176	13,211
K9 Unit Program Expense	2,000	1,577	814
Telephone Service	23,000	17,928	20,127
Training, Meetings, and Travel Expense	15,000	8,645	17,821
Grant Expense	115,000	3,774	-
Gasoline and Oil	37,000	40,566	33,543
Office Supplies	3,500	1,673	1,196
Postage	1,200	520	640
Operating Supplies and Tools	13,000	22,091	10,940
Uniforms	17,500	21,143	22,068
Miscellaneous and Contingency	1,000	255	331
Leased Equipment Expense	41,000	40,713	45,134
Expensed Equipment	2,800	4,164	480
Total Police Department	<u>2,239,700</u>	<u>2,062,461</u>	<u>1,999,781</u>

Comparison of Expenditures with Appropriations
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
<u>Streets & Alleys</u>			
Salaries and Wages:			
Public Works	\$ 175,000	173,547	267,808
City Engineer Services	-	-	6,000
Overtime	25,000	10,636	16,820
Part-Time	24,000	20,973	20,299
Computer Repairs and Maintenance	500	1,245	248
Dues and Subscriptions	500	308	498
Employee Health and Life Insurance	50,000	35,784	49,265
Engineering Fees	4,000	-	-
JULIE Fees	3,500	1,049	2,695
Legal Services	1,000	-	-
Maintenance:			
Bridges	3,500	5,335	1,380
Curbs & Gutters	3,000	-	-
Equipment	20,000	13,988	14,575
Sidewalks	15,000	11,526	3,840
Storm Sewers	5,000	3,286	1,460
Streets	25,000	20,259	36,280
Vehicles	15,000	18,722	17,915
Notices and Legal Publications	500	-	271
Equipment Rentals	10,000	-	-
Street Light Electricity	100,000	94,545	100,462
Telephone Service	3,500	4,584	2,652
Training, Meetings, and Travel Expense	5,000	1,574	1,832
Tree and Weed Removal	27,000	8,014	12,222
Gasoline and Oil	23,000	19,532	17,990
Office Supplies	1,000	263	658
Postage	200	-	28
Operating Supplies and Tools	12,000	7,729	12,372
Salt and Cinders			
Sign Replacement	4,000	6,055	3,361
Uniforms	3,500	2,000	4,311
Vehicle Tags			
Miscellaneous and Contingency	500	131	-
Expensed Equipment	1,000	1,865	6,388
Total Streets & Alleys	561,200	462,950	601,630

Comparison of Expenditures with Appropriations
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
<u>Social Security and IMRF:</u>			
Social Security Taxes	\$ 152,830	139,610	146,485
SUTA Taxes	12,000	13,178	9,731
IMRF Expense	66,000	58,682	60,568
Total Social Security and IMRF	230,830	211,470	216,784
<u>Auditing and Accounting:</u>			
Audit Fee	18,400	19,872	17,900
Payroll Processing Service	9,300	7,244	7,974
Total Auditing and Accounting	27,700	27,116	25,874
<u>Building Department:</u>			
Wages	28,000	17,860	23,140
City Engineer Services	-	-	2,000
Computer Repairs and Maintenance	1,000	-	281
Consulting Fee	30,000	2,814	20,090
Dues and Subscriptions	300	-	-
Legal Services	1,000	-	-
Telephone Services	900	867	762
Training, Meetings, and Travel Expense	1,000	-	-
Office Supplies	500	295	278
Postage	100	-	-
Operating Supplies and Tools	1,000	-	-
Miscellaneous and Contingency	1,000	-	-
Expensed Equipment	500	-	335
Total Building Department	65,300	21,836	46,551
<u>Planning and Zoning:</u>			
Wages	3,000	1,665	1,350
City Engineering Services	-	-	2,000
Consulting Fees	20,000	16,620	6,619
Consulting Fees - Developers	75,000	8,176	41,874
Legal Services - Developers	-	769	-
Notices and Legal Publications	3,500	187	-
Office Supplies	250	-	-
Postage	250	-	-
Miscellaneous and Contingency	250	-	-
Total Planning and Zoning	102,250	27,417	51,843

Comparison of Expenditures with Appropriations
For the Year Ended April 30, 2020
(With Comparative Figures for 2019)

	Original & Final Appropriations	Year Ended	
		April 30, 2020	April 30, 2019
<u>Police Pension:</u>			
Police Pension Fund Contribution	\$ 410,000	400,920	404,836
<u>Building, Liability, and Workers' Comp. Insurance</u>			
Property and Equipment Insurance	140,000	141,613	121,190
General Liability Insurance	140,000	92,250	118,146
Liability Insurance Deductible	50,000	-	-
Total Building, Liability, and Workers' Comp. Insurance	330,000	233,863	239,336
<u>Debt Service</u>			
Public Works - Principal	60,500	60,079	40,468
Public Works - Interest	3,500	3,159	1,436
Total Debt Service	64,000	63,238	41,904
<u>Capital Outlay</u>			
Public Grounds and Buildings	5,000	-	12,530
Police Department	58,500	69,818	88,708
Public Works	7,000	5,795	307,949
Total Capital Outlay	70,500	75,613	409,187
Total General Fund Expenditures	\$ 4,942,780	4,287,112	4,864,939

**Assessed Valuations, Tax Rates, Tax Extensions
and Tax Collections**

	Tax Year				
	2015	2016	2017	2018	2019
Assessed Valuations	<u>\$121,573,744</u>	<u>127,437,230</u>	<u>135,706,732</u>	<u>142,271,253</u>	<u>145,298,293</u>
Tax Rates:					
Corporate	0.1453	0.1413	0.1474	0.1779	0.1806
Bond and Interest	0.1233	0.1120	0.1126	0.1013	0.0917
Police Pension	0.3284	0.3320	0.3132	0.2945	0.2892
Municipal Retirement	0.0329	0.0314	0.0295	0.0309	0.0323
Social Security	0.0821	0.0785	0.0737	0.0754	0.0794
ESDA/Civil Defense	0.0012	0.0016	0.0023	0.0023	0.0024
Police Protection	0.1642	0.1570	0.1474	0.1028	0.1030
Workers' Compensation					
Insurance	0.0658	0.0628	0.0590	0.0617	0.0619
Liability Insurance	0.0411	0.0393	0.0553	0.0617	0.0619
Municipal Audit	0.0230	0.0173	0.0133	0.0132	0.0134
Totals	<u>1.0073</u>	<u>0.9732</u>	<u>0.9537</u>	<u>0.9217</u>	<u>0.9158</u>
Tax Extensions:					
Corporate	\$ 185,166	180,069	200,032	253,101	262,409
Bond and Interest	157,130	142,730	152,806	144,121	133,239
Police Pension	418,504	423,092	425,033	418,989	420,203
Municipal Retirement	41,927	40,015	40,033	43,962	46,931
Social Security	104,626	100,038	100,016	107,273	115,367
ESDA/Civil Defense	1,529	2,039	3,121	3,272	3,487
Police Protection	209,252	200,076	200,032	146,255	149,657
Workers' Compensation					
Insurance	83,854	80,031	80,067	87,781	89,940
Liability Insurance	52,377	50,083	75,046	87,781	89,940
Municipal Audit	29,311	22,047	18,049	18,780	19,470
Totals	<u>1,283,676</u>	<u>1,240,220</u>	<u>1,294,235</u>	<u>1,311,315</u>	<u>1,330,643</u>
Township Road and Bridge	<u>84,930</u>	<u>87,570</u>	<u>90,126</u>	<u>91,836</u>	<u>93,136</u>
Totals	<u>\$ 1,368,606</u>	<u>1,327,790</u>	<u>1,384,361</u>	<u>1,403,151</u>	<u>1,423,779</u>
Tax Collections	<u>\$ 1,260,444</u>	<u>1,261,938</u>	<u>1,322,550</u>	<u>1,345,945</u>	



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CERTIFIED PUBLIC ACCOUNTANTS

**Independent Auditors' Report on Internal Control over Financial Reporting and
On Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With Government Auditing Standards**

To the Honorable Mayor and
Board of Commissioners
City of Wilmington, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wilmington, Illinois, as of and for the year ended April 30, 2020, and the related notes to the financial statements, which collectively comprise the City of Wilmington, Illinois' basic financial statements, and have issued our report thereon dated December 21, 2020.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

We noted certain matters that we reported to management of the City of Wilmington, Illinois, in a separate letter dated December 21, 2020.

Purpose of this Report

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

Mack & Associates, P. C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
December 21, 2020