

CITY OF PLANO, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2017

CITY OF PLANO, ILLINOIS

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INTRODUCTORY SECTION

This section includes:

- List of Principal Officials

CITY OF PLANO, ILLINOIS

**List of Principal Officials
April 30, 2017**

LEGISLATIVE

City Mayor: Robert A. Hausler

ALDERMEN

Stephen DeBolt

Ben Eaton

Tommy Johns

C. R. Jones

Scott Mulliner

Bard Nadeau

Mike Rennels

Jamal Williams

ADMINISTRATIVE

City Treasurer: Janet E. Goehst

City Clerk: Kathleen Miller

Police Chief: Jonathon Whowell

Director of Public Works: Darren Boyer

Director of Building, Planning and Zoning: Tom Karpus

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Individual Fund Schedules
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the City's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

September 7, 2017

The Honorable City Mayor
Members of the City Council
City of Plano, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plano, Illinois, as of and for the year ended April 30, 2017, 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 accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of 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 City'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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plano, Illinois, as of April 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as listed in the table of contents and budgetary information reported in the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Plano, Illinois' basic financial statements. The introductory section, individual fund budgetary comparison schedules, and supplemental schedules are presented for purposes of additional analysis and are not a required part of the financial statements.

The individual fund budgetary comparison schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 individual fund budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section has 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 it.


LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2017

Our discussion and analysis of the City of Plano's (City) financial performance provides an overview of the City's financial activities for the fiscal year ended April 30, 2017. Please read this in conjunction with the City's financial statements, which begin on pg. 3 and the Independent Auditor's Report for the Fiscal Year Ended April 30, 2017.

FINANCIAL HIGHLIGHTS

- The City's assets/deferred outflows exceeded its liabilities/deferred inflows, at the close of the most recent fiscal year, by \$137.57 million. Of this amount, \$3.22 million (unrestricted net position) may be used to meet the government's ongoing obligations to the citizens and creditors. The governmental activities showed a deficit of (\$0.90) million and the business-type activities showed a surplus of \$4.12 million in unrestricted net position.
- During the year, the City had governmental expenses of \$7.89 million and revenues of \$8.92 million. The revenues were generated from taxes and other governmental programs. After taking in to account a capital contribution of \$1.44 million, the expenses exceeded the total governmental revenues by 5.5 percent. Last year's expenses exceeded the same revenues by 16 percent.
- In the City's business-type activities, expenses were \$3.53 million and revenues were \$3.03 million. After taking in to account a capital contribution of \$0.24 million, the expenses exceeded the revenues by 21 percent. Last year's expenses exceeded revenues by 33 percent.
- The City accepted infrastructure consisting of streets, streetlights, sidewalks, right-of-way and storm sewers (\$1.44 million); sanitary sewer mains and water mains (\$0.24 million) from Burroughs Avenue development in the amount of \$1.68 million.
- The total costs of all City programs were \$11.42 million, a decrease of (\$1.44) million over last year's total of \$12.86 million.
- The City adjusted the value of its property being held for resale to \$0.22 million. A decrease of (\$0.35) million per a recent Market Value Appraisal.
- A transfer station opened on the City's east side providing a new source of revenue that totaled \$0.06 million.
- Bond 2011 was partially refunded with the issuance of Bond 2016 saving the City \$0.18 million in interest over the remaining life of the Bonds.
- The City received a DCEO Energy Savings grant. This grant allowed the City to replace over four hundred street lights with new energy saving LED lights. The City will save 30 to 40 percent on its electric bill.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2017

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements (on pages 3 - 6), 2) fund financial statements (on pages 7 - 18), and 3) notes to the financial statements (on pages 19 - 55). This report also contains other supplementary information in addition to these basic financial statements.

**USING THE FINANCIAL SECTION
OF THIS ANNUAL REPORT**

The financial statements' focus is on the City as a whole and on the major individual funds. Both perspectives allow the readers to address relevant questions, broaden the basis for comparison and enhance the reader's understanding of the statements.

City-wide Financial Statements

The City-wide financial statements are designed to be corporate like. Governmental and business type activities are consolidated into separate columns which add to a total of government activities.

The Statement of Net Position is a statement of net position that combines and consolidates governmental funds, current financial resources with capital assets and long term obligations. It uses the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is used to report the changes in net position that focus on both the growth and net costs of various activities. These are supported by the government's general taxes and other resources. This is intended to summarize and simplify the users' analysis of the costs of various governmental services.

The governmental activities reflect the City's basic services which are police, streets, engineering and administration. Shared state sales and income taxes, utility taxes and property taxes finance the majority of these services. The business type activities (sewer and water) reflect private sector type operations where the fees for services cover most of the costs of operation including depreciation.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories:

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2017

governmental funds, proprietary funds and fiduciary funds. The City's three kinds of funds use different accounting approaches.

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds rather than fund types.

The governmental fund presentation is presented on sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is usually developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of the government. Funds are established for various purposes and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

While the total column of the enterprise funds financial statement is the same as the business-type column on the city-wide financial statements, the total governmental funds column requires reconciliations to the government wide financial statements because of the different measurement focus (current financial resources versus total economic resources), which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other sources and uses, as well as capital expenditures and bond principal payments as expenditures. The reconciliations eliminate these transactions and incorporate the capital assets and long-term obligations into the governmental activities column in government wide statements.

The City as Trustee

The City is the trustee, or fiduciary, for its police pension fund and its other post-employment benefits (OPEB) fund. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. The City excludes these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that assets reported in these funds are used for their intended purposes.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the city-wide and fund financial statements.

Other Information

In addition to the basic financial statements, this report also includes certain required supplementary information related to budgetary information and the City's progress in funding its obligation to provide pension benefits and other post-employment benefits to its

City of Plano, Illinois
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April 30, 2017

employees. Non-major fund information can be found immediately following the required supplementary information.

CITY-WIDE STATEMENTS & ANALYSIS

Statement of Net Position

The largest portion of the City of Plano's net position (\$132.32 million) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment), less any related debt to acquire those assets that are still outstanding. The City of Plano uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Plano's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1
Statement of Net Position
on April 30, 2017 and 2016
(In millions)

| | Governmental | | Business-Type | | Total | |
|----------------------------------|-------------------|-----------------|-------------------|-----------------|-------------------|------------------|
| | <u>Activities</u> | | <u>Activities</u> | | <u>Primary</u> | |
| | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016</u> | <u>Government</u> | <u>2016</u> |
| Current assets | \$ 6.41 | \$ 6.45 | \$ 4.40 | \$ 4.46 | \$ 10.81 | \$ 10.91 |
| Capital Assets, net | <u>88.55</u> | <u>88.17</u> | <u>48.43</u> | <u>48.85</u> | <u>136.98</u> | <u>137.02</u> |
| Total Assets | 94.96 | 94.62 | 52.83 | 53.31 | 147.79 | 147.93 |
| Deferred Outflows | <u>2.65</u> | <u>1.22</u> | - | - | <u>2.65</u> | <u>1.22</u> |
| Total Assets/Def. Outflows | <u>97.61</u> | <u>95.84</u> | <u>52.83</u> | <u>53.31</u> | <u>150.44</u> | <u>149.15</u> |
| | | | | | | |
| Current liabilities | 1.55 | 3.42 | 0.22 | 0.18 | 1.77 | 3.60 |
| Long-term liabilities | <u>8.56</u> | <u>7.88</u> | <u>0.52</u> | <u>0.53</u> | <u>9.08</u> | <u>8.41</u> |
| Total Liabilities | 10.11 | 11.30 | 0.74 | 0.71 | 10.85 | 12.01 |
| Deferred Inflows | <u>2.03</u> | <u>2.08</u> | - | - | <u>2.03</u> | <u>2.08</u> |
| Total Liabilities/ Def. Inflows | <u>12.14</u> | <u>13.38</u> | <u>0.74</u> | <u>0.71</u> | <u>12.88</u> | <u>14.09</u> |
| | | | | | | |
| Net Position: | | | | | | |
| Net investment in capital assets | 84.35 | 83.91 | 47.97 | 48.35 | 132.32 | 132.26 |
| Restricted | 2.02 | 1.84 | - | - | 2.02 | 1.84 |
| Unrestricted | <u>(0.90)</u> | <u>(1.31)</u> | <u>4.12</u> | <u>4.25</u> | <u>3.22</u> | <u>2.94</u> |
| Total Net Position | <u>\$ 85.47</u> | <u>\$ 84.44</u> | <u>\$ 52.09</u> | <u>\$ 52.60</u> | <u>\$ 137.56</u> | <u>\$ 137.04</u> |

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For more detailed information, see the Statement of Net Position (pages 3 - 4).

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net Results of Activities - this will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for capital - will increase current assets and long-term debt.

Spending borrowed proceeds on new capital - will reduce current assets and increase capital assets. There is a second impact, an increase in Invested in Capital Assets and an increase in related net debt which will not change the Invested in Capital Assets, Net of Debt.

Spending of non-borrowed Current Assets on New Capital - will (a) reduce current assets and increase capital assets and (b) reduce Unrestricted Net Position and increase Invested in Capital Assets, Net of Related Debt.

Principal payment on debt - will (a) reduce current assets and reduce long-term debt and (b) reduce Unrestricted Net Position and increase Invested in Capital Assets, Net of Debt.

Reduction of Capital Assets through Depreciation - will reduce capital assets and Invested in Capital Assets, Net of Related Debt.

Current Year Impacts

Net position of the City's governmental activities increased \$1.03 million in FY 2017 (\$85.47 million compared to \$84.44 million). Invested in Capital Assets, Net of Debt (which represents the amount reported for capital assets, net of accumulated depreciation, less debt issued to obtain those capital assets) increased \$0.44 million (\$84.35 million compared to \$83.91 million).

The net position for business-type activities decreased (\$0.50) million in 2017 (\$52.09 million compared to \$52.60 million). Invested in Capital Assets, Net of Debt decreased (\$0.38) million (\$47.97 million compared to \$48.35 million).

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Statement of Activities

Total primary governmental activities increased \$0.53 million. Governmental activities increased the City's net position by \$1.03 million and Business-Type-Activities decreased \$(0.50) million. Key elements of these changes are as follows:

Table 2
Changes in Net Position
For the Fiscal Year Ended April 30, 2017 and 2016
(in millions)

| | <u>Governmental</u> | | <u>Business-Type</u> | | <u>Total</u> | |
|--|---------------------|--------------|----------------------|--------------|----------------|-------------------|
| | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016</u> | <u>Primary</u> | <u>Government</u> |
| | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016</u> |
| Revenue | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | 1.33 | 1.14 | - | - | 1.33 | 1.14 |
| Sewer | - | - | 1.60 | 1.51 | 1.60 | 1.51 |
| Water | - | - | 1.17 | 1.10 | 1.17 | 1.10 |
| Operating Grants/Contributions | 0.47 | 0.36 | - | - | 0.47 | 0.36 |
| Capital Grants/Contributions | 1.44 | 3.40 | 0.24 | 1.86 | 1.68 | 5.26 |
| | | | | | - | |
| General Revenues | | | | | - | |
| Property Taxes | 1.84 | 1.77 | - | - | 1.84 | 1.77 |
| Other Taxes | 3.77 | 3.88 | - | - | 3.77 | 3.88 |
| Other | 0.06 | 0.05 | 0.01 | - | 0.07 | 0.05 |
| Total Revenues | <u>8.91</u> | <u>10.60</u> | <u>3.02</u> | <u>4.47</u> | <u>11.93</u> | <u>15.07</u> |
| Expenses | | | | | | |
| General Government | 2.60 | 3.01 | - | - | 2.60 | 3.01 |
| Public Safety | 1.51 | 2.49 | - | - | 1.51 | 2.49 |
| Highway & Streets | 2.47 | 2.31 | - | - | 2.47 | 2.31 |
| Health & Welfare | 0.91 | 0.87 | - | - | 0.91 | 0.87 |
| Culture & Recreation | 0.09 | 0.07 | - | - | 0.09 | 0.07 |
| Interest on Debt | 0.30 | 0.20 | - | - | 0.30 | 0.20 |
| Sewer | - | - | 2.11 | 2.03 | 2.11 | 2.03 |
| Water | - | - | 1.42 | 1.86 | 1.42 | 1.86 |
| Total Expenses | <u>7.88</u> | <u>8.95</u> | <u>3.53</u> | <u>3.89</u> | <u>11.41</u> | <u>12.84</u> |
| Changes in Net Position before Transfers | 1.03 | 1.65 | (0.51) | 0.58 | 0.52 | 2.23 |
| Transfers | - | 0.04 | - | (0.04) | - | - |
| Change in Net Position | 1.03 | 1.69 | (0.51) | 0.54 | 0.52 | 2.23 |
| Net Position at Beg. | <u>84.44</u> | <u>82.75</u> | <u>52.60</u> | <u>52.06</u> | <u>137.04</u> | <u>118.60</u> |
| Net Position at End of Year | <u>85.47</u> | <u>84.44</u> | <u>52.09</u> | <u>52.60</u> | <u>137.56</u> | <u>137.04</u> |

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There are seven basic impacts on revenues and expenses as reflected below:

Normal Impacts

Revenues

Economic Condition - which can reflect a declining, stable or growing economic environment and has a substantial impact on state income and sales taxes as well as public spending habits for building permits, user fees and volumes of consumption.

Increases/Decreases in City approved rates - while certain tax rates are set by statutes, the City Council has significant authority to impose and periodically increase/decrease rates (water, sewer, impact fees, building fees, etc.).

Changing Patterns in Intergovernmental and Grant Revenue - certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one time grants) are less predictable and often distorting in their impact on a year-to-year comparison.

Expenses

Introduction of New Programs - within the functional expense categories (Public Safety, Public Works, General Government, etc.) individual programs may be added or deleted to meet changing community needs.

Changes in Authorized Personnel - changes in service demand may cause the City Council to increase/decrease authorized staffing.

Salary Increases (annual adjustments and merit) - the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.

Inflation - while overall inflation appears to be reasonably modest, the City is a major consumer of certain commodities such as supplies, fuels and parts. Some fluctuations may experience unusual commodity specific increases.

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Current Year Impacts

Governmental Activities

Revenues:

The total revenues decreased (\$1.69) million.

Charges for Services increased \$0.19 million. This increase is due to a Tipping Fee increase of \$0.07 million; Impact Fee increase of \$0.04 million and Disposal Fee increase of \$0.04 million.

Operating Grants/Contributions increased \$0.11 million. The City received a DCEO Energy Efficiency grant for \$0.11 million.

Capital Grants/Contributions decreased (\$1.96) million. The City recorded \$1.4 million in Developer Contributions from the acceptance of infrastructure at Burroughs Ave. Lasts year's developer contribution was \$3.40 million.

The General Revenues, which consist of property, income, sales, and other taxes as well as investment earnings, decreased (\$0.03) million. Property taxes decreased \$0.07 million, Utility taxes increased \$0.01 million, Income taxes decreased (\$0.08) million, Sales tax decreased (\$0.06) million, other taxes increased \$0.01 million and Miscellaneous Income remained relatively unchanged.

Expenses:

Overall expenses decreased (\$1.07) million.

The City's General Government expenses decreased (\$0.41) million. Last fiscal year the City implemented GASB 68 resulting in a \$0.40 million increase to expense.

Public Safety decreased (\$0.989) million. Last fiscal year the City implemented GASB 68 resulting in a \$0.40 million increase to expense.

Highway and Streets increased \$0.16 million. This is due in large part to a \$0.11 million in new street lights that were reimbursed by a grant. As well as an increase of \$0.03 million in Compensated Absences liability.

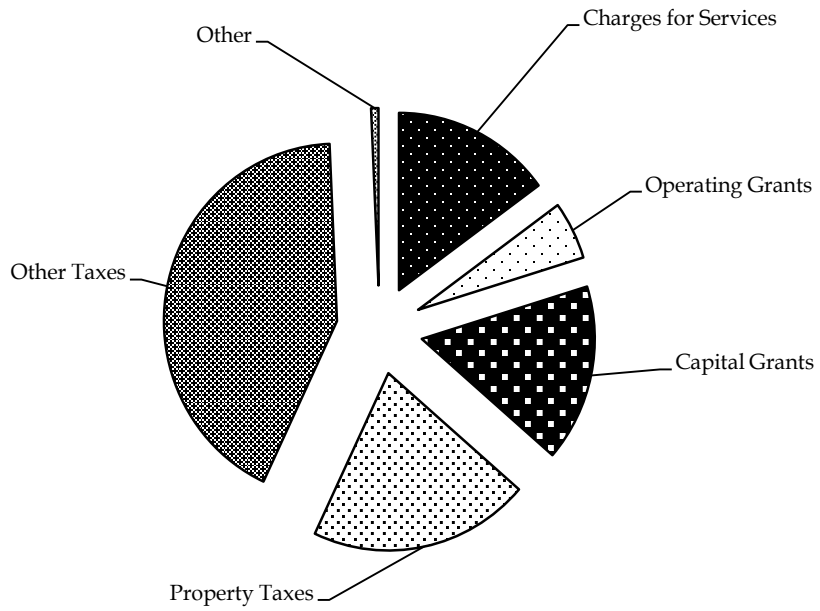
Health & Welfare increased \$0.05 million

Culture and Recreation increased \$0.02 million.

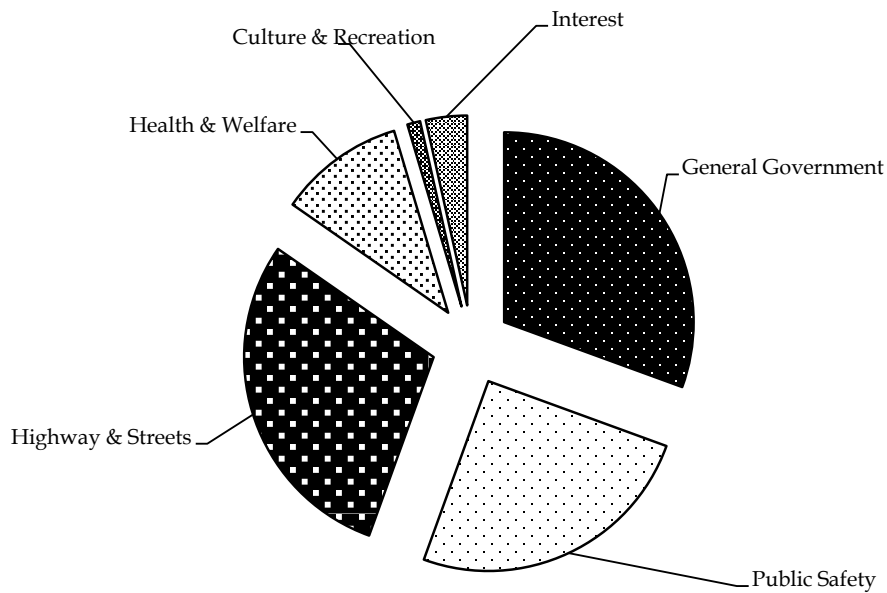
Interest on Debt increased \$0.10 million. This due to the issuance of Bond 2016, which refinanced Bond 2011, resulting in a debt issuance cost of \$0.18 million. This resulted in an offset in interest charged on debt of \$(0.08) million.

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Revenues by Source-Governmental Activities



Expenses- Governmental Activities



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Business-type Activities

Revenues:

Total revenues decreased by (\$1.44) million.

Charges for services increased \$0.17 million. Water usage was up 9.8 million gallons resulting in a revenue increase of \$0.09 million. New development revenues & disposal fees increased \$0.03 million.

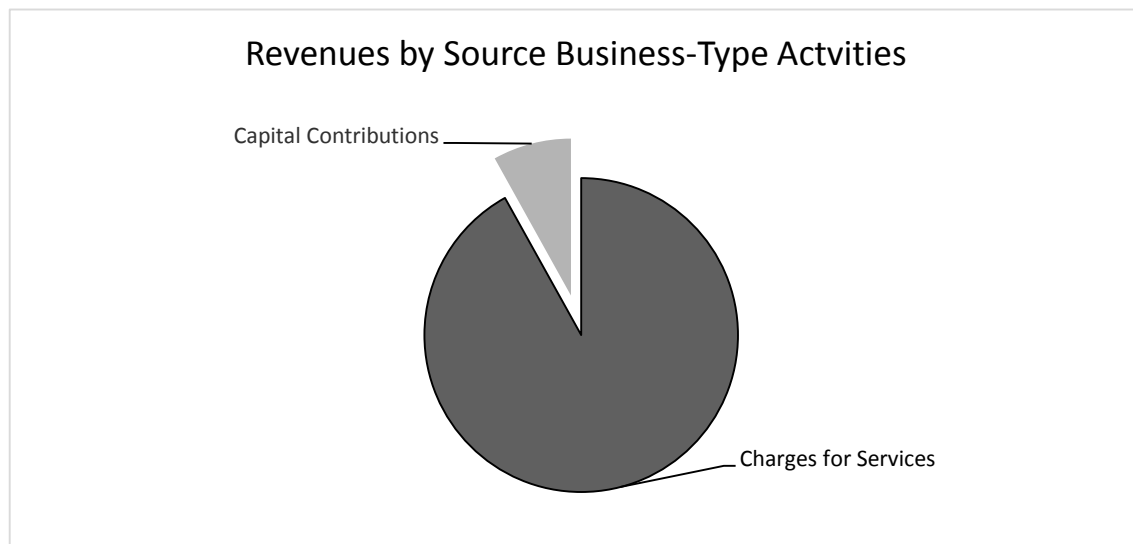
Capital grants/contributions decreased (\$1.61) million. Last year the City recorded \$1.85 million in Developer Contributions from the acceptance of infrastructure from the Woodwind III neighborhood.

Expenses:

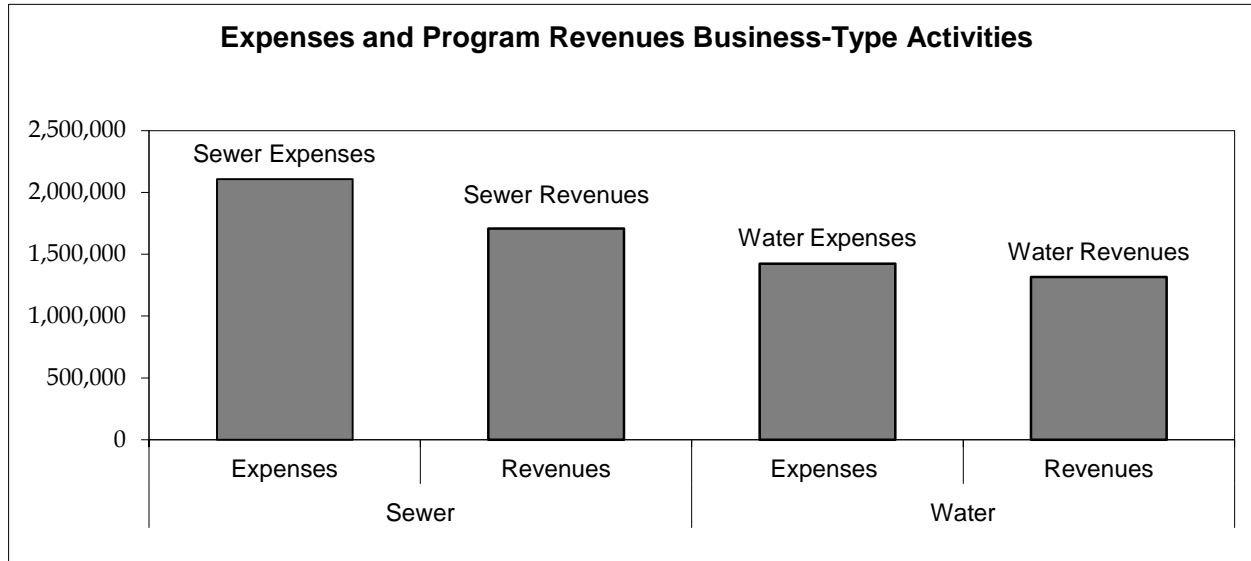
Total expenses decreased by (\$0.37) million.

Sewer expenses increased \$0.06 million. A refund for utility over was paid out for \$0.03 million and wages were \$0.12 million higher.

Water expenses decreased (\$0.44) million. Land held for re-sale was adjusted to current value (\$0.35) million. Fiscal year 2016 had a one-time cost for environmental clean-up (\$.083) million.



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FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City of Plano's major governmental funds are the General Fund, Motor Fuel Tax Fund, Illinois Municipal Retirement Fund and Debt Service Fund. The City's non-major governmental fund is the Parks Fund. Generally speaking, a major fund meets the following criteria:

(a.) Where total assets, liabilities, revenues or expenditures of that individual government fund are at least 10% of the corresponding element (assets, liabilities and so forth) for all government funds.

and

(b.) The same element that met the 10 percent criterion in (a) is at least 5 percent of the corresponding element total for all governmental and enterprise funds combined.

Governmental Funds

The governmental funds (on pages 7 - 12) are the City's primary operating funds, as well as the largest source of day-to-day delivery of services.

As the City completed the year, its governmental funds reported a combined fund balance of \$3.71 million, which is (\$0.02) million less than last year. Approximately 41.5 percent of this total amount (\$1.54 million) constitutes unassigned fund balance, which is available for use at the City's discretion. The remainder of the fund's balance consists of \$0.09 million in non-spendable prepaid items, \$2.08 million is restricted for special revenue funds and debt service.

City of Plano, Illinois
 Management's Discussion & Analysis
 April 30, 2017

Budgetary Highlights

The City of Plano operates under the Budget Ordinance process. The budget is adopted by the City Council and filed at the Kendall County Courthouse preceding May 1 of the budgeted fiscal year.

Historically, the City of Plano has taken a very conservative approach in developing its budgets. In November, the City Council amended the budget (pages 62-94). The following table summarizes the amendments:

All Funds
(in millions)

| <u>Fund</u> | <u>Original Budgeted Revenue</u> | <u>Amended Budgeted Revenue</u> | <u>Actual</u> | <u>Original Budgeted Expenditure</u> | <u>Amended Budgeted Expenditure</u> | <u>Actual</u> |
|--------------|--|---|-----------------|--|---|-----------------|
| General | \$ 6.59 | \$ 6.63 | \$ 6.55 | \$ 6.75 | \$ 6.75 | \$ 6.39 |
| MFT | 0.28 | 0.28 | 0.30 | 0.99 | 0.99 | 0.13 |
| Parks | 0.09 | 0.20 | 0.14 | 0.75 | 0.75 | 0.18 |
| IMRF | 0.46 | 0.46 | 0.46 | 0.48 | 0.48 | 0.45 |
| Debt Service | 0.06 | 0.06 | 0.60 | 0.57 | 0.51 | 0.51 |
| Sewer | 1.54 | 1.53 | 1.60 | 2.70 | 2.68 | 2.11 |
| Water | 1.15 | 1.16 | 1.18 | 1.11 | 1.16 | 1.07 |
| | <u>\$ 10.17</u> | <u>\$ 10.32</u> | <u>\$ 10.83</u> | <u>\$ 13.35</u> | <u>\$ 13.32</u> | <u>\$ 10.84</u> |

During the year, there was a positive \$0.5 million variance in revenues and a negative (\$2.48) million variance in expenditures. Following are the key components of the changes for both sides of the chart.

Governmental Funds

General Fund:

- Revenues were under budget (\$0.08) million.
 - Illinois Income came in (\$0.17) million under budget
 - Intergovernmental Grants came in \$0.08 over budget

- Expenditures were under budget (\$0.36) million
 - Administration (\$0.32) million
 - Contingencies line item was not used (\$.13) million
 - Sales Tax Rebate (\$0.03) million
 - Land Acquisition (\$0.04) million
 - Insurance (\$0.03) million

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2017

- Public Safety (\$0.15) million
 - Wages were (\$0.12) under budget

Motor Fuel Tax Fund:

- Expenditures were under budget (\$0.86) million
 - N Lew Street (\$0.44) million
 - Main Street (\$0.39) million

Parks Fund:

- Revenues were under budget (\$0.06) million
 - A portion of a grant was deferred (\$0.06) million
- Expenditures were under budget (\$0.57) million
 - DePaul Park (\$0.60) million; Foli Park (\$0.20) Million & Lathrop Park \$0.26 million were all delayed until FY 18

Sewer Fund:

- Expenditures were under budget (\$1.50) million
 - Capital projects were delayed until FY 18

Water Fund:

- Expenditures under budget (\$0.36) million
 - Water Main construction (\$0.12) million
 - Power & Pumping (\$0.13) Million

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2017

Governmental Activities Change in Capital Assets

(Presented in millions)

| | Balance <u>May 1, 2016</u> | Net Additions/ <u>Deletions</u> | Balance <u>April 30, 2017</u> |
|----------------------------|-------------------------------|---------------------------------------|----------------------------------|
| Non-Depreciable Assets: | | | |
| Land/CIP | \$ 21.98 | \$ 0.47 | \$ 22.45 |
| Other Capital Assets: | | | |
| Infrastructure | 78.21 | 1.23 | 79.44 |
| Buildings/Improvements | 4.79 | - | 4.79 |
| Fixtures/Equipment | 3.05 | (0.02) | 3.03 |
| Total Other Capital Assets | 86.05 | 1.21 | 87.26 |
| Accum. Depreciation | 19.87 | 1.30 | 21.17 |
| Other Capital Assets, net | 66.18 | (0.09) | 66.09 |
| Capital Assets, net | <u>\$ 88.16</u> | <u>\$ 0.38</u> | <u>\$ 88.54</u> |

At the end of fiscal year 2017, the City had combined total capital assets of \$88.54 million invested in a broad range of capital assets including police equipment, buildings, city facilities, streets and infrastructure. This amount represents a net increase (including additions and deletions) of \$0.38 million. The reason for the increase is from an increase in infrastructure that resulted from the acceptance of streets, street lights, sidewalks, right-of-way and storm sewers on Burroughs Avenue. This increase is offset by an increase in accumulated depreciation. See note 3 to the financial statements for additional information on capital assets on page 33.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2017

Business-Type Activities Change in Capital Assets
(Presented in millions)

| | Balance May 1, 2016 | Net Additions/ Deletions | Balance April 30, 2017 |
|----------------------------|------------------------|--------------------------------|---------------------------|
| Non-Depreciable Assets: | | | |
| Land/CIP | \$ 0.57 | \$ (0.19) | \$ 0.38 |
| Other Capital Assets: | | | |
| Infrastructure | 42.20 | 0.46 | 42.66 |
| Buildings/Improvements | 8.23 | - | 8.23 |
| Fixtures/Equipment | 10.00 | 0.45 | 10.45 |
| Total Other Capital Assets | 60.43 | 0.91 | 61.34 |
| Accum. Depreciation | 12.15 | 1.15 | 13.30 |
| Other Capital Assets, net | 48.28 | (0.24) | 48.04 |
| Capital Assets, net | \$ 48.85 | \$ (0.42) | \$ 48.43 |

The business-type activities had combined total capital assets of \$48.43 million invested in land, infrastructure, buildings and equipment. This amount represents a net decrease (including additions and deletions) of \$(0.42) million. See the note 3 to the financial statements for additional information on capital assets on page 34.

City of Plano, Illinois
 Management's Discussion & Analysis
 April 30, 2017

Debt Outstanding
General Obligation and Revenue Bonds
 (Presented in millions)

| | <u>Governmental</u> | | <u>Business-Type</u> | |
|--------------------|---------------------|----------------|----------------------|-------------|
| | <u>Activities</u> | | <u>Activities</u> | |
| | <u>2017</u> | <u>2016</u> | <u>2016</u> | <u>2015</u> |
| General Obligation | | | | |
| Bonds: | | | | |
| Series 2008 | 0.41 | 0.61 | - | - |
| Series 2011 | 0.52 | 3.21 | - | - |
| Series 2013 | 0.34 | 0.39 | - | - |
| Series 2016 | 3.08 | - | - | - |
| | | | | |
| Total G.O. Bonds | <u>\$ 4.35</u> | <u>\$ 4.21</u> | <u>\$ -</u> | <u>\$ -</u> |

At the end of the current fiscal year, the City had a total bonded debt of \$4.35 million. The debt is secured solely by future revenue sources. See the notes to the Financial Statements for additional information on the City's long-term obligations. See note 3 to the financial statements for additional information on debt outstanding on pages 35 - 40.

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limitation for the City is \$13.99 million, which is significantly in excess of the City's outstanding general obligation debt.

Economic Factors

The City's elected and appointed officials considered many factors when setting the fiscal year 2018 budget. One of those factors is the economy, and with the stabilizing and slight growth of the economy, the City has seen revenue streams stabilize. The City will still closely monitor its core expenditures to ensure the delivery of its core services that the constituents have come to expect.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general knowledge of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the City Treasurer's Office, City of Plano, 17 East Main Street, Plano, Illinois 60545.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

CITY OF PLANO, ILLINOIS

**Statement of Net Position
April 30, 2017**

| | Governmental Activities | Business-Type Activities | Totals |
|---|----------------------------|-----------------------------|---------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 3,236,582 | 3,536,377 | 6,772,959 |
| Receivables - Net of Allowances | 2,079,444 | 599,863 | 2,679,307 |
| Land Held for Resale | - | 220,000 | 220,000 |
| Due from Other Governments | 1,003,717 | - | 1,003,717 |
| Prepays | 93,382 | 46,838 | 140,220 |
| Total Current Assets | <u>6,413,125</u> | <u>4,403,078</u> | <u>10,816,203</u> |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 22,453,758 | 383,169 | 22,836,927 |
| Depreciable | 87,264,468 | 61,351,193 | 148,615,661 |
| Accumulated Depreciation | <u>(21,170,486)</u> | <u>(13,305,036)</u> | <u>(34,475,522)</u> |
| Total Capital Assets | <u>88,547,740</u> | <u>48,429,326</u> | <u>136,977,066</u> |
| Total Assets | <u>94,960,865</u> | <u>52,832,404</u> | <u>147,793,269</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred Items - IMRF | 403,303 | - | 403,303 |
| Deferred Items - Police Pension | 1,893,281 | - | 1,893,281 |
| Unamortized Loss on Refunding | <u>355,226</u> | <u>-</u> | <u>355,226</u> |
| Total Deferred Outflows of Resources | <u>2,651,810</u> | <u>-</u> | <u>2,651,810</u> |
| Total Assets and Deferred Outflows of Resources | <u>97,612,675</u> | <u>52,832,404</u> | <u>150,445,079</u> |

The notes to the financial statements are an integral part of this statement.

| | Governmental Activities | Business-Type Activities | Totals |
|---|----------------------------|-----------------------------|--------------------|
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 509,358 | 130,559 | 639,917 |
| Accrued Payroll | 117,611 | 24,656 | 142,267 |
| Accrued Interest Payable | 53,027 | - | 53,027 |
| Deposits Payable | 8,985 | - | 8,985 |
| Other Payable | 219,082 | - | 219,082 |
| Current Portion of Long-Term Debt | 638,401 | 67,898 | 706,299 |
| Total Current Liabilities | <u>1,546,464</u> | <u>223,113</u> | <u>1,769,577</u> |
| Noncurrent Liabilities | | | |
| Compensated Absences | 333,913 | 98,205 | 432,118 |
| Net Pension Liability - IMRF | 1,169,449 | - | 1,169,449 |
| Net Pension Liability - Police | 3,037,166 | - | 3,037,166 |
| Net Other Post-Employment Benefit Obligation Payable | 25,289 | - | 25,289 |
| General Obligation Bonds Payable | 3,850,000 | - | 3,850,000 |
| IEPA Loans Payable | - | 417,274 | 417,274 |
| Installment Contracts Payable | 144,676 | - | 144,676 |
| Total Noncurrent Liabilities | <u>8,560,493</u> | <u>515,479</u> | <u>9,075,972</u> |
| Total Liabilities | <u>10,106,957</u> | <u>738,592</u> | <u>10,845,549</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred Items - IMRF | 181,120 | - | 181,120 |
| Property Taxes | 1,850,374 | - | 1,850,374 |
| Total Deferred Inflows of Resources | <u>2,031,494</u> | <u>-</u> | <u>2,031,494</u> |
| Total Liabilities and Deferred Inflows of Resources | <u>12,138,451</u> | <u>738,592</u> | <u>12,877,043</u> |
| NET POSITION | | | |
| Net Investment in Capital Assets | 84,353,367 | 47,968,705 | 132,322,072 |
| Restricted | | | |
| Audit | 22,084 | - | 22,084 |
| Liability Insurance | 18,357 | - | 18,357 |
| Road Maintenance | 972,796 | - | 972,796 |
| Illinois Municipal Retirement Fund | 241,822 | - | 241,822 |
| Park Service | 699,749 | - | 699,749 |
| Debt Service | 68,203 | - | 68,203 |
| Unrestricted (Deficit) | <u>(902,154)</u> | <u>4,125,107</u> | <u>3,222,953</u> |
| Total Net Position | <u>85,474,224</u> | <u>52,093,812</u> | <u>137,568,036</u> |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2017

| | Expenses | Program Revenues | | |
|---------------------------------------|-------------------|----------------------------|---------------------------------------|-------------------------------------|
| | | Charges for Services | Operating Grants/ Contributions | Capital Grants/ Contributions |
| Primary Government | | | | |
| Governmental Activities | | | | |
| General Government | \$ 2,595,649 | 1,240,976 | 3,080 | - |
| Public Safety | 1,517,476 | 92,085 | 61,373 | - |
| Highways and Streets | 2,473,652 | - | 407,076 | 1,395,640 |
| Health and Welfare | 911,867 | - | - | - |
| Culture and Recreation | 93,806 | - | - | 45,350 |
| Interest on Long-Term Debt | 298,171 | - | - | - |
| Total Governmental Activities | 7,890,621 | 1,333,061 | 471,529 | 1,440,990 |
| Business-Type Activities | | | | |
| Sewer | 2,108,254 | 1,604,623 | - | 104,358 |
| Water | 1,424,809 | 1,175,527 | - | 140,156 |
| Total Business-Type Activities | 3,533,063 | 2,780,150 | - | 244,514 |
| Total Primary Government | 11,423,684 | 4,113,211 | 471,529 | 1,685,504 |

General Revenues
 Taxes
 Property Taxes
 Utility Taxes
 Intergovernmental - Unrestricted
 Replacement Taxes
 Sales and Use Taxes
 Income Taxes
 Other Taxes
 Investment Income
 Miscellaneous

Change in Net Position

Net Position - Beginning

Net Position - Ending

The notes to the financial statements are an integral part of this statement.

| Net (Expenses)/Revenues | | |
|----------------------------|-----------------------------|-------------|
| Primary Government | | |
| Governmental Activities | Business-Type Activities | Totals |
| (1,351,593) | - | (1,351,593) |
| (1,364,018) | - | (1,364,018) |
| (670,936) | - | (670,936) |
| (911,867) | - | (911,867) |
| (48,456) | - | (48,456) |
| (298,171) | - | (298,171) |
| (4,645,041) | - | (4,645,041) |
| - | (399,273) | (399,273) |
| - | (109,126) | (109,126) |
| - | (508,399) | (508,399) |
| (4,645,041) | (508,399) | (5,153,440) |
| 1,838,365 | - | 1,838,365 |
| 608,645 | - | 608,645 |
| 64,606 | - | 64,606 |
| 1,942,351 | - | 1,942,351 |
| 1,023,589 | - | 1,023,589 |
| 137,221 | - | 137,221 |
| 4,731 | 8,656 | 13,387 |
| 56,394 | - | 56,394 |
| 5,675,902 | 8,656 | 5,684,558 |
| 1,030,861 | (499,743) | 531,118 |
| 84,443,363 | 52,593,555 | 137,036,918 |
| 85,474,224 | 52,093,812 | 137,568,036 |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

**Balance Sheet - Governmental Funds
April 30, 2017**

| | <u>General</u> |
|--|-----------------------------|
| ASSETS | |
| Cash and Investments | \$ 1,136,126 |
| Receivables - Net of Allowances | |
| Property Taxes | 1,256,175 |
| Accounts | 181,202 |
| Due from Other Governments | 1,001,333 |
| Prepays | <u>91,081</u> |
| Total Assets | <u><u>3,665,917</u></u> |
| LIABILITIES | |
| Accounts Payable | 440,241 |
| Accrued Payroll | 116,714 |
| Deposits Payable | 8,985 |
| Other Payable | 163,431 |
| Due to Other Funds | <u>10,554</u> |
| Total Liabilities | 739,925 |
| DEFERRED INFLOWS OF RESOURCES | |
| Property Taxes | <u>1,256,175</u> |
| Total Liabilities and Deferred Inflows of Resources | <u><u>1,996,100</u></u> |
| FUND BALANCES | |
| Nonspendable | 91,081 |
| Restricted | 40,441 |
| Unassigned | <u>1,538,295</u> |
| Total Fund Balances | <u><u>1,669,817</u></u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u><u>3,665,917</u></u> |

The notes to the financial statements are an integral part of this statement.

| <u>Special Revenue</u> | | | | |
|---------------------------|--|-------------------------|---------------------------|------------------|
| <u>Motor Fuel Tax</u> | <u>Illinois Municipal Retirement</u> | <u>Debt Service</u> | <u>Nonmajor Parks</u> | <u>Totals</u> |
| 948,011 | 239,438 | 121,230 | 791,777 | 3,236,582 |
| - | 446,015 | 56,673 | 91,511 | 1,850,374 |
| 47,868 | - | - | - | 229,070 |
| - | 2,384 | - | - | 1,003,717 |
| - | - | - | 2,301 | 93,382 |
| <u>995,879</u> | <u>687,837</u> | <u>177,903</u> | <u>885,589</u> | <u>6,413,125</u> |
| 23,083 | - | - | 35,480 | 498,804 |
| - | - | - | 897 | 117,611 |
| - | - | - | - | 8,985 |
| - | - | - | 55,651 | 219,082 |
| - | - | - | - | 10,554 |
| <u>23,083</u> | <u>-</u> | <u>-</u> | <u>92,028</u> | <u>855,036</u> |
| - | 446,015 | 56,673 | 91,511 | 1,850,374 |
| <u>23,083</u> | <u>446,015</u> | <u>56,673</u> | <u>183,539</u> | <u>2,705,410</u> |
| - | - | - | 2,301 | 93,382 |
| 972,796 | 241,822 | 121,230 | 699,749 | 2,076,038 |
| - | - | - | - | 1,538,295 |
| <u>972,796</u> | <u>241,822</u> | <u>121,230</u> | <u>702,050</u> | <u>3,707,715</u> |
| <u>995,879</u> | <u>687,837</u> | <u>177,903</u> | <u>885,589</u> | <u>6,413,125</u> |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities**

April 30, 2017

Total Governmental Fund Balances \$ 3,707,715

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

Capital assets used in governmental activities are not financial
resources and therefore, are not reported in the funds. 88,547,740

Deferred outflows (inflows) of resources related to the pensions not reported in the funds.
in the funds.

 Deferred Items - IMRF 222,183

 Deferred Items - Police Pension 1,893,281

Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

 Compensated Absences (417,391)

 Net Pension Liability - IMRF (1,169,449)

 Net Pension Liability - Police Pension (3,037,166)

 Net Other Post-Employment Benefit Obligation Payable (25,289)

 General Obligation/Alternate Revenue Source Bonds Payable (4,350,000)

 Installment Contracts Payable (199,599)

 Unamortized Loss on Refunding 355,226

 Accrued Interest Payable (53,027)

Net Position of Governmental Activities 85,474,224

CITY OF PLANO, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2017**

See Following Page

CITY OF PLANO, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2017**

| | <u>General</u> |
|--|-------------------------|
| Revenues | |
| Taxes | \$ 1,856,554 |
| Intergovernmental - Taxes | 3,152,263 |
| Intergovernmental - Grants | 174,846 |
| Charges for Services | 1,138,371 |
| Licenses and Permits | 102,605 |
| Fines and Forfeitures | 92,085 |
| Investment Income | 1,671 |
| Miscellaneous | 35,702 |
| Total Revenues | <u>6,554,097</u> |
| Expenditures | |
| Current | |
| General Government | 2,057,536 |
| Public Safety | 1,974,746 |
| Highways and Streets | 988,010 |
| Health and Welfare | 911,867 |
| Culture and Recreation | 28,800 |
| Capital Outlay | 372,291 |
| Debt Service | |
| Principal Retirement | 53,706 |
| Interest and Fiscal Charges | 4,304 |
| Total Expenditures | <u>6,391,260</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>162,837</u> |
| Other Financing Sources (Uses) | |
| Disposal of Capital Assets | 17,223 |
| Debt Issuance | 117,813 |
| Payment to Escrow Agent | - |
| Transfers In | - |
| Transfers Out | (514,883) |
| | <u>(379,847)</u> |
| Net Change in Fund Balances | (217,010) |
| Fund Balances - Beginning | <u>1,886,827</u> |
| Fund Balances - Ending | <u><u>1,669,817</u></u> |

The notes to the financial statements are an integral part of this statement.

| <u>Special Revenue</u> | | | | |
|------------------------|--------------------------------------|---------------------|-----------------------|------------------|
| <u>Motor Fuel Tax</u> | <u>Illinois Municipal Retirement</u> | <u>Debt Service</u> | <u>Nonmajor Parks</u> | <u>Totals</u> |
| - | 443,129 | 56,409 | 90,918 | 2,447,010 |
| 296,683 | 15,504 | - | - | 3,464,450 |
| - | - | - | 45,350 | 220,196 |
| - | - | - | - | 1,138,371 |
| - | - | - | - | 102,605 |
| - | - | - | - | 92,085 |
| 1,111 | 432 | 489 | 1,028 | 4,731 |
| - | - | 1,769 | 1,700 | 39,171 |
| <u>297,794</u> | <u>459,065</u> | <u>58,667</u> | <u>138,996</u> | <u>7,508,619</u> |
| - | 449,934 | - | 37,097 | 2,544,567 |
| - | - | - | - | 1,974,746 |
| 7,093 | - | - | - | 995,103 |
| - | - | - | - | 911,867 |
| - | - | - | 39,111 | 67,911 |
| 124,200 | - | - | 105,717 | 602,208 |
| - | - | 389,000 | - | 442,706 |
| - | - | 121,189 | - | 125,493 |
| <u>131,293</u> | <u>449,934</u> | <u>510,189</u> | <u>181,925</u> | <u>7,664,601</u> |
| <u>166,501</u> | <u>9,131</u> | <u>(451,522)</u> | <u>(42,929)</u> | <u>(155,982)</u> |
| - | - | - | - | 17,223 |
| - | - | 3,080,000 | - | 3,197,813 |
| - | - | (3,080,000) | - | (3,080,000) |
| - | - | 514,883 | - | 514,883 |
| - | - | - | - | (514,883) |
| - | - | 514,883 | - | 135,036 |
| 166,501 | 9,131 | 63,361 | (42,929) | (20,946) |
| 806,295 | 232,691 | 57,869 | 744,979 | 3,728,661 |
| <u>972,796</u> | <u>241,822</u> | <u>121,230</u> | <u>702,050</u> | <u>3,707,715</u> |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

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

For the Fiscal Year Ended April 30, 2017

| | |
|---|--------------------|
| Net Change in Fund Balances - Total Governmental Funds | \$ (20,946) |
|---|--------------------|

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

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.

| | |
|--------------------------------------|-------------|
| Capital Outlays | 3,390,316 |
| Depreciation Expense | (1,511,239) |
| Capital Contributions | (1,395,640) |
| Disposals - Cost | (315,784) |
| Disposals - Accumulated Depreciation | 213,455 |

The net effect of deferred outflows (inflows) of resources related to the pensions
not reported in the funds.

| | |
|---|-----------|
| Change in Deferred Items - IMRF | 39,406 |
| Change in Deferred Items - Police Pension | 1,082,381 |

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

| | |
|--|-------------|
| (Increase) to Compensated Absences Payable | (90,089) |
| (Increase) to Net Pension Liability - IMRF | (20,350) |
| (Increase) to Net Pension Liability - Police Pension | (477,732) |
| (Increase) to Net Other Post-Employment Benefit | (15,132) |
| Debt Issuance | (3,197,813) |
| Issuance of Unamortized Loss on Refunding | 355,226 |
| Retirement of Debt | 2,987,706 |

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

7,096

Changes in Net Position of Governmental Activities

1,030,861

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2017

See Following Page

CITY OF PLANO, ILLINOIS

**Statement of Net Position - Proprietary Funds
April 30, 2017**

| | Business-Type Activities - Enterprise | | |
|---------------------------------|---------------------------------------|--------------------|---------------------|
| | Sewer | Water | Totals |
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 1,555,249 | 1,981,128 | 3,536,377 |
| Receivables - Net of Allowances | | | |
| Accounts | 352,117 | 247,746 | 599,863 |
| Land Held for Resale | - | 220,000 | 220,000 |
| Prepays | 23,907 | 22,931 | 46,838 |
| Total Current Assets | <u>1,931,273</u> | <u>2,471,805</u> | <u>4,403,078</u> |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 106,732 | 276,437 | 383,169 |
| Depreciable | 38,557,404 | 22,793,789 | 61,351,193 |
| Accumulated Depreciation | <u>(10,072,860)</u> | <u>(3,232,176)</u> | <u>(13,305,036)</u> |
| Total Noncurrent Assets | <u>28,591,276</u> | <u>19,838,050</u> | <u>48,429,326</u> |
| Total Assets | <u>30,522,549</u> | <u>22,309,855</u> | <u>52,832,404</u> |

The notes to the financial statements are an integral part of this statement.

| | Business-Type Activities - Enterprise | | |
|----------------------------------|---------------------------------------|------------|------------|
| | Sewer | Water | Totals |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 85,148 | 45,411 | 130,559 |
| Accrued Payroll | 13,416 | 11,240 | 24,656 |
| Compensated Absences Payable | 14,319 | 10,232 | 24,551 |
| Installment Contract | 9,965 | - | 9,965 |
| IEPA Loans Payable | - | 33,382 | 33,382 |
| Total Current Liabilities | 122,848 | 100,265 | 223,113 |
| Noncurrent Liabilities | | | |
| Compensated Absences | 57,279 | 40,926 | 98,205 |
| IEPA Loans Payable | - | 417,274 | 417,274 |
| Total Noncurrent Liabilities | 57,279 | 458,200 | 515,479 |
| Total Liabilities | 180,127 | 558,465 | 738,592 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 28,581,311 | 19,387,394 | 47,968,705 |
| Unrestricted | 1,761,111 | 2,363,996 | 4,125,107 |
| Total Net Position | 30,342,422 | 21,751,390 | 52,093,812 |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended April 30, 2017**

| | Business-Type Activities - Enterprise | | |
|--|---------------------------------------|------------|------------|
| | Sewer | Water | Totals |
| Operating Revenues | | | |
| Charges for Services | \$ 1,546,919 | 1,141,212 | 2,688,131 |
| Penalties | 44,002 | 35,847 | 79,849 |
| Miscellaneous Income | 13,702 | 965 | 14,667 |
| Total Operating Revenues | 1,604,623 | 1,178,024 | 2,782,647 |
| Operating Expenses | | | |
| Operations | 1,181,920 | 802,421 | 1,984,341 |
| Depreciation | 925,706 | 267,425 | 1,193,131 |
| Total Operating Expenses | 2,107,626 | 1,069,846 | 3,177,472 |
| Operating Income (Loss) | (503,003) | 108,178 | (394,825) |
| Nonoperating Revenues (Expenses) | | | |
| Disposal of Capital Assets | - | (2,497) | (2,497) |
| Interest Expense | (628) | - | (628) |
| Other Expense | - | (354,963) | (354,963) |
| Investment Income | 1,695 | 6,961 | 8,656 |
| | 1,067 | (350,499) | (349,432) |
| Income (Loss) Before Capital Contributions | (501,936) | (242,321) | (744,257) |
| Capital Contributions | 104,358 | 140,156 | 244,514 |
| Change in Net Position | (397,578) | (102,165) | (499,743) |
| Net Position - Beginning | 30,740,000 | 21,853,555 | 52,593,555 |
| Net Position - Ending | 30,342,422 | 21,751,390 | 52,093,812 |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended April 30, 2017**

| | Business-Type Activities - Enterprise | | |
|---|---------------------------------------|-------------------------|-------------------------|
| | Sewer | Water | Totals |
| Cash Flows from Operating Activities | | | |
| Receipts from Customers and Users | \$ 1,592,638 | 1,521,071 | 3,113,709 |
| Payments to Employees | (414,942) | (328,106) | (743,048) |
| Payments to Suppliers | (726,472) | (803,448) | (1,529,920) |
| | <u>451,224</u> | <u>389,517</u> | <u>840,741</u> |
| Cash Flows from Capital and Related Financing Activities | | | |
| Purchase of Capital Assets | (322,974) | (206,535) | (529,509) |
| Retirement of Debt | (9,656) | (33,381) | (43,037) |
| | <u>(332,630)</u> | <u>(239,916)</u> | <u>(572,546)</u> |
| Cash Flows from Investing Activities | | | |
| Investment Income | 1,695 | 6,961 | 8,656 |
| Interest Expense | (628) | - | (628) |
| | <u>1,067</u> | <u>6,961</u> | <u>8,028</u> |
| Net Change in Cash and Cash Equivalents | 119,661 | 156,562 | 276,223 |
| Cash and Cash Equivalents - Beginning | <u>1,435,588</u> | <u>1,824,566</u> | <u>3,260,154</u> |
| Cash and Cash Equivalents - Ending | <u><u>1,555,249</u></u> | <u><u>1,981,128</u></u> | <u><u>3,536,377</u></u> |
| Reconciliation of Operating Income to Net Cash | | | |
| Provided (Used) by Operating Activities | | | |
| Operating Income (Loss) | (503,003) | 108,178 | (394,825) |
| Adjustments to Reconcile Operating Income to Net Income to Net Cash | | | |
| Provided by (Used In) Operating Activities: | | | |
| Depreciation Expense | 925,706 | 267,425 | 1,193,131 |
| Other Expense | - | (354,963) | (354,963) |
| (Increase) Decrease in Current Assets | (11,985) | 343,047 | 331,062 |
| Increase (Decrease) in Current Liabilities | 40,506 | 25,830 | 66,336 |
| | <u>451,224</u> | <u>389,517</u> | <u>840,741</u> |
| Net Cash Provided by Operating Activities | <u><u>451,224</u></u> | <u><u>389,517</u></u> | <u><u>840,741</u></u> |
| Noncash Capital and Related Financing Activities | | | |
| Capital Contributions | <u>104,358</u> | <u>140,156</u> | <u>244,514</u> |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

**Statement of Fiduciary Net Position
April 30, 2017**

| | <u>Pension Trust</u> Police Pension | <u>Special Purpose Trust</u> OPEB |
|--|---|--|
| ASSETS | | |
| Cash and Cash Equivalents | \$ 1,144,757 | 376,942 |
| Investments | | |
| U.S. Treasury Obligations | 352,686 | - |
| U.S. Agency Obligations | 1,605,710 | - |
| Corporate Bonds | 103,553 | - |
| Equities | 277,155 | - |
| Mutual Funds | 1,998,215 | - |
| Receivables - Net of Allowance | | |
| Accrued Interest | 10,001 | - |
| Due from Other Funds | 10,554 | - |
| Prepays | <u>2,211</u> | - |
| NET POSITION | | |
| Net Position Restricted for Pensions and Other Post-Employment Benefits | <u>5,504,842</u> | <u>376,942</u> |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2017**

| | Pension Trust <u>Police Pension</u> | Special Purpose Trust <u>OPEB</u> |
|--|---|--|
| Additions | | |
| Contributions - Employer | \$ 324,258 | - |
| Contributions - Plan Members | 182,183 | - |
| Other Post Employment Benefits Contributions | - | 86,373 |
| Total Contributions | <u>506,441</u> | <u>86,373</u> |
| Investment Income | | |
| Interest Earned | 314,525 | 565 |
| Net Change in Fair Value | - | - |
| | <u>314,525</u> | <u>565</u> |
| Less Investment Expenses | (22,237) | - |
| Net Investment Income | <u>292,288</u> | <u>565</u> |
| Total Additions | <u>798,729</u> | <u>86,938</u> |
| Deductions | | |
| Administration | 21,892 | - |
| Benefits and Refunds | 290,993 | 35,154 |
| Total Deductions | <u>312,885</u> | <u>35,154</u> |
| Change in Fiduciary Net Position | 485,844 | 51,784 |
| Net Position Restricted for Pensions and Other Post-Employment Benefits | | |
| Beginning | <u>5,018,998</u> | <u>325,158</u> |
| Ending | <u><u>5,504,842</u></u> | <u><u>376,942</u></u> |

The notes to the financial statements are an integral part of this statement.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Plano (City) was first organized as a City under an act of the General Assembly entitled, "An act to provide for the incorporation of Cities and Villages," approved April 10, 1872, by an annual election held on the 3rd day of December, 1883. The City of Plano was established in 1854.

REPORTING ENTITY

The City's financial reporting entity comprises the primary government, the City of Plano.

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the City. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

The City's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the City's Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the City is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels.

Although it is legally separate from the City, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the City's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

BASIS OF PRESENTATION

Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's police protection, highway and street maintenance and reconstruction, planning and zoning, economic development and general administrative services are classified as governmental activities. The City's sewer and water services are classified as business-type activities.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The City's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The City first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, police protection, highways and streets, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, interest income, etc.). The City allocates indirect costs to the proprietary funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid through the General Fund. This government-wide focus concentrates on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The City electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the City:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the City:

General fund is the general 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 is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City maintains three special revenue funds, two major and one nonmajor. The Motor Fuel Tax Fund, a major fund, is used to account for the motor fuel taxes received from the State of Illinois and the projects performed with those funds. The Illinois Municipal Retirement Fund, also a major fund, is used to account for the City's portion of IMRF pension payments and is funded by property and replacement tax revenue.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The City's debt service fund is treated as a major fund.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the City:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The City maintains two enterprise funds. The Sewer Fund, a major fund, is used to account for the City's sewer enterprise. The fees collected are to be utilized for sewer purposes. The Water Fund, also a major fund, is used to account for the City's water enterprise. The fees collected are to be utilized for water purposes.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support City programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund is used to account for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan. Financing is provided by employee contributions, the City's contribution and investment income. The OPEB Fund accounts for contributions made by the City on behalf of retired employees for their healthcare benefits.

The City's fiduciary funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (beneficiaries) and cannot be used to address activities or obligations of the City, these funds are not incorporated into the government-wide statements.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The City recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary and trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Prepays/ Land Held for Resale

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. Infrastructure, such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs. Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

| | |
|-------------------------|----------------|
| Buildings Improvements | 10 - 150 Years |
| Furniture and Equipment | 2 - 50 Years |
| Infrastructure | 20 - 120 Years |

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Net Position

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

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 improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net positions that do not meet the definition of “restricted” or “net investment in capital assets.”

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted by the City Council on the cash basis of accounting. Debt payments, including principal payments, are budgeted in the proprietary funds. Annual budgets are adopted for the General, Motor Fuel Tax, Illinois Municipal Retirement, Debt Service, Parks, Sewer, Water, Police Pension and the OPEB Trust funds. All annual budgets lapse at fiscal year-end.

In the event the budget needs to be amended, a majority of the voting members must approve the amended budget in a regular council meeting.

The legal level of control (level at which expenditures may not exceed budget) is at the department level. The City Council is not allowed to add, delete, or change the approved budget without creating an amendment to the budget.

All departments of the City submit requests for appropriations so that a budget may be prepared. The budget is prepared by fund, function, and activity for all funds, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the City Council for review. The City Council holds public hearings and may add to, subtract from, or change budgets, but may not change the form of the budget.

Actual amounts reflect revenues and expenditures recorded on the cash basis, which is the City's budgetary basis. Expenditures have been presented at the "function" level, the level of budgetary control.

There were several amendments to the current fiscal year original budget. The final amendments were approved by the City Council on November 29, 2016.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the City's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

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 standard rating services and Illinois Funds.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

The deposits and investments of the Pension Fund are held separately from those of other City funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

City Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the City's deposits for governmental and business-type activities totaled \$6,761,377 and the bank balances totaled \$6,776,538. The City also has \$11,582 invested in the Illinois Funds, which is measured at net asset value per share as determined by the pool.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

City Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the City will not directly invest in securities maturing more than one year, from the date of purchase. Reserve funds may be invested in securities exceeding one or two years if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds. The investment period must be approved by the City Council. The City's investment in the Illinois Funds has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The City's investment in the Illinois Funds was rated AAAM by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy does not address custodial credit risk for deposits. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. The City's investment in the Illinois Funds is not subject to custodial credit risk.

For an investment, this 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 collateral on certificates of deposit as well as all cash receipts and balances. In order to anticipate market changes and provide a level of security for all funds, the collateralization level is to be 102% of market value and accrued interest.

Concentration Risk. This is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states that with the exception of the U.S. Treasury securities, certificates of deposit, and authorized pools, no more than 50% of the City's total investment portfolio will be invested in a single type of security or with a single financial institution. At year-end, the City does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$1,144,757 and the bank balances totaled \$ 1,144,757.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Investments. The Fund has the following investment fair values and maturities:

| Investment Type | Fair Value | Investment Maturities (in Years) | | | |
|-----------------------------|------------------|----------------------------------|------------------|----------------|---------------|
| | | Less Than 1 | 1 to 5 | 6 to 10 | More Than 10 |
| U.S. Treasuries Obligations | \$ 352,686 | - | 290,870 | 61,816 | - |
| U.S. Agencies Obligations | 1,605,710 | 20,103 | 1,373,699 | 196,095 | 15,813 |
| Corporate Bonds | 103,553 | 50,654 | 52,899 | - | - |
| | <u>2,061,949</u> | <u>70,757</u> | <u>1,717,468</u> | <u>257,911</u> | <u>15,813</u> |

The Fund has the following fair value measurements as of April 30, 2017:

| Investments by Fair Value Level | April 30, 2017 | Fair Value Measurements Using | | |
|---------------------------------------|------------------|--|---|---|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Debt Securities | | | | |
| U.S. Treasuries Obligations | \$ 352,686 | 352,686 | - | - |
| U.S. Agencies Obligations | 1,605,710 | - | 1,605,710 | - |
| Corporate Bonds | 103,553 | - | 103,553 | - |
| Equity Securities | | | | |
| Equities | 277,155 | 277,155 | - | - |
| Mutual Funds | 1,998,215 | 1,998,215 | - | - |
| Total Investments by Fair Value Level | <u>4,337,319</u> | <u>2,628,056</u> | <u>1,709,263</u> | <u>-</u> |

Interest Rate Risk. The Fund does not limit interest rate risk through its investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Credit Risk. The Fund’s investment policy is to apply the prudent-person rule. Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed also principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of “investment grade” quality; that is, at the time of purchases, rated no lower than “A.” The Board, at its discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate. At year-end, the Fund’s investments in U.S. Government and Agency obligations, equities, and mutual funds were not rated. The Fund’s investment in corporate bonds were rated A+ to BBB by Standard and Poor’s.

Custodial Credit Risk. In the case of deposits, the Fund’s investment policy does not address custodial credit risk. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. For an investment, the Fund’s investment policy does not address custodial credit risk, as it is not necessary.

Concentration Risk. The Fund’s investment policy limits the amount the Fund may invest in any one asset class. The Board of Trustees review the asset allocation targets at least every three years taking into consideration applicable statutes, actual rate of return of the Fund, the long-term nature of the asset pool, and the cash flow needs of the Fund. In addition to the securities and fair values listed above, the Fund also has \$277,155 invested in equities and has \$1,998,215 invested in mutual funds. At year-end, the Fund does not have any investments over 5 percent of the net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

The Fund’s investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

| <u>Asset Class</u> | <u>Target</u> | <u>Long-Term Expected Real Rate of Return</u> |
|---------------------------|-----------------|---|
| Fixed Income | 11.00% - 98.00% | 0.75% - 1.50% |
| Domestic Equities | 33.75% | 6.50% |
| International Equities | 11.25% | 6.00% |
| Cash and Cash Equivalents | 0.00% - 2.00% | 0.00% - 1.00% |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Concentration Risk – Continued. Illinois Compiled Statutes (ILCS) limits the Fund’s investments in equities, mutual funds and variable annuities to 45%. Securities in any one company should not exceed 5% of the total fund.

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 May 2017 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce 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 the 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, 2017 are listed in the table above.

Rate of Return

For the year ended April 30, 2017, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.89%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2016 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by County Collector and are payable in two installments, on or about May 1 and September 1. The County collects such taxes and remits them periodically.

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

The composition of interfund balances as of the date of this report is as follows:

| Receivable Fund | Payable Fund | Amount |
|-----------------|--------------|------------------|
| Police Pension | General | <u>\$ 10,554</u> |

Interfund balances are advances in anticipation of receipts.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS – Continued

Interfund Transfers

Interfund transfers for the year consisted of the following:

| Transfer In | Transfer Out | Amount |
|--------------|--------------|-------------------|
| Debt Service | General | <u>\$ 514,883</u> |

Transfers are used to move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|---|-----------------------|------------------|----------------|--------------------|
| Nondepreciable Capital Assets | | | | |
| Land | \$ 21,677,549 | 329,972 | - | 22,007,521 |
| Construction in Progress | 302,352 | 229,917 | 86,032 | 446,237 |
| | <u>21,979,901</u> | <u>559,889</u> | <u>86,032</u> | <u>22,453,758</u> |
| Depreciable Capital Assets | | | | |
| Buildings and Improvements | 4,794,629 | - | - | 4,794,629 |
| Fixtures and Equipment | 3,054,821 | 194,209 | 220,396 | 3,028,634 |
| Infrastructure | 78,209,983 | 1,326,610 | 95,388 | 79,441,205 |
| | <u>86,059,433</u> | <u>1,520,819</u> | <u>315,784</u> | <u>87,264,468</u> |
| Less Accumulated Depreciation | | | | |
| Buildings and Improvements | 720,039 | 73,595 | - | 793,634 |
| Fixtures and Equipment | 1,467,867 | 175,682 | 171,166 | 1,472,383 |
| Infrastructure | 17,684,796 | 1,261,962 | 42,289 | 18,904,469 |
| | <u>19,872,702</u> | <u>1,511,239</u> | <u>213,455</u> | <u>21,170,486</u> |
| Total Net Depreciable Capital Assets | <u>66,186,731</u> | <u>9,580</u> | <u>102,329</u> | <u>66,093,982</u> |
| Total Net Capital Assets | <u>88,166,632</u> | <u>569,469</u> | <u>188,361</u> | <u>88,547,740</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Governmental Activities – Continued

Depreciation expense was charged to governmental activities as follows:

| | |
|------------------------|-------------------------|
| General Government | \$ 21,099 |
| Public Safety | 117,947 |
| Highways and Streets | 1,348,590 |
| Culture and Recreation | <u>23,603</u> |
| | <u><u>1,511,239</u></u> |

Business-Type Activities

Business-type capital asset activity for the year was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|--------------------------------------|--------------------------|-------------------------|-----------------------|--------------------------|
| Nondepreciable Capital Assets | | | | |
| Land | \$ 195,326 | - | - | 195,326 |
| Construction in Progress | 374,979 | 116,677 | 303,813 | 187,843 |
| | <u>570,305</u> | <u>116,677</u> | <u>303,813</u> | <u>383,169</u> |
| Depreciable Capital Assets | | | | |
| Buildings and Improvements | 8,234,443 | - | - | 8,234,443 |
| Fixtures and Equipment | 10,000,778 | 491,397 | 40,363 | 10,451,812 |
| Infrastructure | 42,200,048 | 469,762 | 4,872 | 42,664,938 |
| | <u>60,435,269</u> | <u>961,159</u> | <u>45,235</u> | <u>61,351,193</u> |
| Less Accumulated Depreciation | | | | |
| Buildings and Improvements | 1,521,082 | 154,406 | - | 1,675,488 |
| Fixtures and Equipment | 5,861,934 | 661,237 | 40,363 | 6,482,808 |
| Infrastructure | 4,771,627 | 377,488 | 2,375 | 5,146,740 |
| | <u>12,154,643</u> | <u>1,193,131</u> | <u>42,738</u> | <u>13,305,036</u> |
| Total Net Depreciable Capital Assets | <u>48,280,626</u> | <u>(231,972)</u> | <u>2,497</u> | <u>48,046,157</u> |
| Total Net Capital Assets | <u><u>48,850,931</u></u> | <u><u>(115,295)</u></u> | <u><u>306,310</u></u> | <u><u>48,429,326</u></u> |

Depreciation expense was charged to business-type activities as follows:

| | |
|-------|-------------------------|
| Sewer | \$ 925,706 |
| Water | <u>267,425</u> |
| | <u><u>1,193,131</u></u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

General Obligation Alternate Revenue Source Bonds

The City issues bonds for which the City pledges income derived from specific revenue sources to pay debt service. Alternate revenue source bonds further pledge the full faith and credit of the City should the alternate revenue source be insufficient. Alternate revenue source bonds currently outstanding are as follows:

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|---|-------------------------|-----------------------|------------------|------------------------|--------------------|
| General Obligation Refunding (Alternate Revenue Source) Bonds of 2008 - Due in annual installments of \$150,000 to \$205,000, plus interest of 2.92% - 4.03%, through February 1, 2019. | Debt Service | \$ 605,000 | - | 195,000 | 410,000 |
| General Obligation (Alterante Reveue Source) Bonds of 2011 - Due in annual installments of \$145,000 to \$290,000, plus interest of 1.65% - 5.50%, through January 1, 2020. | Debt Service | 3,210,000 | - | 2,545,000 * 150,000 | 515,000 |
| General Obligation (Alterante Reveue Source) Bonds of 2016 - Due in annual installments of \$90,000 to \$285,000, plus interest of 2.09%, through January 1, 2031. | Debt Service | - | 3,080,000 | - | 3,080,000 |
| | | <u>3,815,000</u> | <u>3,080,000</u> | <u>2,890,000</u> | <u>4,005,000</u> |

*Refunded Amount

Defeased Debt

On September 27, 2016, the City issued \$3,080,000 par value General Obligation (Alternative Revenue Source) Bonds of 2016 to refund \$2,545,000 of the General Obligation (Alternate Revenue Source) Bonds of 2011. The City defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government’s basic financial statements. Through this refunding, the City reduced its total debt service by \$180,395 and obtained an economic gain of \$158,193.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds

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

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-----------|-------------|--------------------|
| General Obligation Limited Bonds of 2013 - Due in annual installments of \$39,000 to \$54,000, plus interest of 2.50% - 3.70%, through February 1, 2024. | Debt Service | \$ 389,000 | - | 44,000 | 345,000 |

IEPA Loans Payable

The City has entered into an agreement with the IEPA to provide low interest financing for water and sewer improvements. IEPA revolving loan currently outstanding are as follows:

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-----------|---------------|--------------------|
| IEPA Loan of 2010 - Due in semi-annual installments of \$5,564 non-interest through October 15, 2030. | Water | \$ 161,347 | - | 11,126 | 150,221 |
| IEPA Public Water Supply Loan of 2010 - Due in semi-annual installments of \$11,128 non-interest through October 15, 2030. | Water | 322,690 | - | 22,255 | 300,435 |
| | | <u>484,037</u> | <u>-</u> | <u>33,381</u> | <u>450,656</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts

The City enters into installment contracts to provide funds for the acquisition of capital assets. Installment contracts currently outstanding are as follows:

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|----------------|---------------|--------------------|
| Skid Steer Installment Contract of 2012 - Due in annual installments of \$10,284 including interest at 3.20% through May 22, 2017. | Sewer | \$ 19,621 | - | 9,656 | 9,965 |
| Dump Truck Installment Contract of 2013 - Due in annual installments of \$29,185 including interest at 4.873% through July 28, 2016. | General | 27,793 | - | 27,793 | - |
| Dump Truck Installment Contract of 2014 - Due in annual installments of \$28,859 including interest at 2.70% through October 3, 2019. | General | 107,699 | - | 25,913 | 81,786 |
| Dump Truck Installment Contract of 2017 - Due in annual installments of \$31,458 including interest at 2.65% through January 9, 2021. | General | - | 117,813 | - | 117,813 |
| | | <u>155,113</u> | <u>117,813</u> | <u>63,362</u> | <u>209,564</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

| Type of Debt | Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due within One Year |
|--|-----------------------|------------------|------------------|--------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Compensated Absences | \$ 327,302 | 352,523 | 262,434 | 417,391 | 83,478 |
| Net Pension Liability - IMRF | 1,149,099 | 20,350 | - | 1,169,449 | - |
| Net Pension Liability - Police | 2,559,434 | 477,732 | - | 3,037,166 | - |
| Net Other Post-Employment Benefits Obligation | 10,157 | 15,132 | - | 25,289 | - |
| General Obligation Bonds | 389,000 | - | 44,000 | 345,000 | 45,000 |
| General Obligation Alternate Revenue Source Bonds | 3,815,000 | 3,080,000 | 2,890,000 | 4,005,000 | 455,000 |
| Installment Contracts | 135,492 | 117,813 | 53,706 | 199,599 | 54,923 |
| | <u>8,385,484</u> | <u>4,063,550</u> | <u>3,250,140</u> | <u>9,198,894</u> | <u>638,401</u> |
| Business-Type Activities | | | | | |
| Compensated Absences | 87,115 | 120,016 | 84,375 | 122,756 | 24,551 |
| IEPA Loans Payable | 484,037 | - | 33,381 | 450,656 | 33,382 |
| Installment Contracts | 19,621 | - | 9,656 | 9,965 | 9,965 |
| | <u>590,773</u> | <u>120,016</u> | <u>127,412</u> | <u>583,377</u> | <u>67,898</u> |

For governmental activities, payments on the compensated absences and the net pension liability are being made by the General Fund. The Debt Service Fund makes payments on the general obligation bonds and the general obligation alternate revenue source bonds. The General Fund makes payments on the installment contracts.

For business-type activities, the Sewer and Water Funds make payments on the compensated absences, the IEPA loans payable and the installment contracts.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, “...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality’s 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979.”

| | |
|---|-----------------------|
| Assessed Valuation - 2016 | <u>\$ 166,292,859</u> |
| Legal Debt Limit - 8.625% of Assessed Value | 14,342,759 |
| Amount of Debt Applicable to Limit | <u>345,000</u> |
| Legal Debt Margin | <u>13,997,759</u> |

Debt Service Requirements to Maturity

| Fiscal Year | Governmental Activities | | | | | |
|----------------|-----------------------------|---------------|---|----------------|--------------------------|---------------|
| | General Obligation Bonds | | General Obligation Alternate Revenue Bonds | | Installment Contracts | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2018 | \$ 45,000 | 11,673 | 455,000 | 114,209 | 54,923 | 5,404 |
| 2019 | 46,000 | 10,548 | 430,000 | 82,559 | 56,412 | 3,915 |
| 2020 | 47,000 | 9,398 | 230,000 | 67,566 | 57,631 | 2,443 |
| 2021 | 49,000 | 7,659 | 235,000 | 60,399 | 30,633 | 825 |
| 2022 | 51,000 | 5,846 | 240,000 | 55,490 | - | - |
| 2023 | 53,000 | 3,959 | 250,000 | 50,472 | - | - |
| 2024 | 54,000 | 1,998 | 255,000 | 45,248 | - | - |
| 2025 | - | - | 255,000 | 39,917 | - | - |
| 2026 | - | - | 265,000 | 34,588 | - | - |
| 2027 | - | - | 265,000 | 29,049 | - | - |
| 2028 | - | - | 275,000 | 23,512 | - | - |
| 2029 | - | - | 280,000 | 17,766 | - | - |
| 2030 | - | - | 285,000 | 11,914 | - | - |
| 2031 | - | - | 285,000 | 5,956 | - | - |
| Totals | <u>345,000</u> | <u>51,081</u> | <u>4,005,000</u> | <u>638,645</u> | <u>199,599</u> | <u>12,587</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity – Continued

| Fiscal Year | Business-Type Activities | | | |
|----------------|--------------------------|----------|--------------------------|----------|
| | IEPA Loans Payable | | Installment Contracts | |
| | Principal | Interest | Principal | Interest |
| 2018 | \$ 33,382 | - | 9,965 | 319 |
| 2019 | 33,382 | - | - | - |
| 2020 | 33,382 | - | - | - |
| 2021 | 33,382 | - | - | - |
| 2022 | 33,382 | - | - | - |
| 2023 | 33,382 | - | - | - |
| 2024 | 33,382 | - | - | - |
| 2025 | 33,382 | - | - | - |
| 2026 | 33,382 | - | - | - |
| 2027 | 33,382 | - | - | - |
| 2028 | 33,382 | - | - | - |
| 2029 | 33,382 | - | - | - |
| 2030 | 33,382 | - | - | - |
| 2031 | 16,690 | - | - | - |
| Totals | 450,656 | - | 9,965 | 319 |

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the City considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The City first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Minimum Fund Balance Policy. The City’s policy manual states that the General Fund should maintain a minimum fund balance equal to 5% of budgeted operating expenditures.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

| | <u>Special Revenue</u> | | | | | Totals |
|-------------------------------|------------------------|-------------------|-------------------------------------|-----------------|---------------------------|------------------|
| | General | Motor Fuel Tax | Illinois Municipal Retirement | Debt Service | <u>Nonmajor Parks</u> | |
| Fund Balances | | | | | | |
| Nonspendable | | | | | | |
| Prepays | \$ 91,081 | - | - | - | 2,301 | 93,382 |
| Restricted | | | | | | |
| Audit | 22,084 | - | - | - | - | 22,084 |
| Liability Insurance | 18,357 | - | - | - | - | 18,357 |
| Road Maintenance | - | 972,796 | - | - | - | 972,796 |
| Illinois Municipal Retirement | - | - | 241,822 | - | - | 241,822 |
| Debt Service | - | - | - | 121,230 | - | 121,230 |
| Park Service | - | - | - | - | 699,749 | 699,749 |
| | <u>40,441</u> | <u>972,796</u> | <u>241,822</u> | <u>121,230</u> | <u>699,749</u> | <u>2,076,038</u> |
| Unassigned | <u>1,538,295</u> | - | - | - | - | <u>1,538,295</u> |
| Total Fund Balances | <u>1,669,817</u> | <u>972,796</u> | <u>241,822</u> | <u>121,230</u> | <u>702,050</u> | <u>3,707,715</u> |

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2017:

| | |
|--|-------------------|
| Governmental Activities | |
| Capital Assets - Net of Accumulated Depreciation | \$ 88,547,740 |
| Less Capital Related Debt: | |
| General Obligation Refunding (ARS) Bonds of 2008 | (410,000) |
| General Obligation (ARS) Bonds of 2011 | (515,000) |
| General Obligation (ARS) Bonds of 2016 | (3,080,000) |
| General Obligation Limited Bonds of 2013 | (345,000) |
| Installment Contracts | (199,599) |
| Unamortized Loss on Refunding | <u>355,226</u> |
| Net Investment in Capital Assets | <u>84,353,367</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS – Continued

| | |
|--|-------------------|
| Business-Type Activities | |
| Capital Assets - Net of Accumulated Depreciation | \$ 48,429,326 |
| Less Capital Related Debt: | |
| IEPA Loans Payable of 2010 | (150,221) |
| IEPA Public Water Supply Loans Payable of 2010 | (300,435) |
| Installment Contracts | <u>(9,965)</u> |
| Net Investment in Capital Assets | <u>47,968,705</u> |

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. These risks are provided through private insurance coverage. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Litigation

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's attorney, the resolution of these matters will not have a material, adverse effect on the financial condition of the City.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

SALES TAX REBATES

The City of Plano has entered into various tax rebate agreements with local corporations under municipal code. Under these agreements, the City rebates a portion of sales taxes. For the fiscal year ended April 30, 2017, the City has accrued \$46,659 of expenses to be rebated under these agreements, with a total balance payable of \$62,892 at year end.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

SPECIAL SERVICE AREA

In March 2004, September 2004, March 2005, May 2006, and May 2009, the City created Special Service Areas for the Lakewood Springs Subdivision. The special service areas were created to pay for various improvements including road, curbs and gutter, street lights, storm sewers, sanitary sewers, drainage and detention areas, water mains grading, engineering, soil tests, site clearing and tree removal, erosion control measures, and all other improvements permitted to be financed through a Special Service Area. Bonds for the special service areas were issued to pay for these improvements. Amounts remaining outstanding at April 30, 2017 are \$7,427,506, \$6,988,494, \$7,705,915, \$6,506,085, and \$9,137,000, respectively. The City is in no manner obligated to repay the special assessment debt. Property owners within the area will be assessed a tax to repay the debt. Kendall County will function as an agent for the property owners by collecting and forwarding assessments to special assessment debt holders. If appropriate, the County may begin foreclosures on properties having delinquent payments.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, and the Police Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and may be obtained by writing to the City at 17 East Main Street, Plano, Illinois 60545. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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).

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements
April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. IMRF provides two tiers of pension benefits. 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 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 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
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2016, the measurement date, the following employees were covered by the benefit terms:

| | |
|--|------------------|
| Inactive Plan Members Currently Receiving Benefits | 22 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 9 |
| Active Plan Members | <u>29</u> |
| Total | <u><u>60</u></u> |

Contributions. As set by statute, the City's Regular Plan Members are required to contribute 4.5% 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 rate for calendar year 2016 was 12.31% of covered payroll.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Net Pension Liability. The City’s net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2016, using the following actuarial methods and assumptions:

| | |
|----------------------------|---------------------|
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Market |
| Actuarial Assumptions | |
| Interest Rate | 7.50% |
| Salary Increases | 3.75% to 14.50% |
| Cost of Living Adjustments | 2.75% |
| Inflation | 2.75% |

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). 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 tables was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

The discount rate used to measure the total pension liability was 7.50% and the prior valuation discount rate used was 7.47%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity

The following presents the plan’s net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan’s net pension liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

| | 1% Decrease (6.50%) | Current Discount Rate (7.50%) | 1% Increase (8.50%) |
|-----------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability | \$ 2,234,655 | 1,169,449 | 288,589 |

Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at December 31, 2015 | \$ 7,292,120 | 6,143,021 | 1,149,099 |
| Changes for the Year: | | | |
| Service Cost | 184,015 | - | 184,015 |
| Interest on the Total Pension Liability | 545,243 | - | 545,243 |
| Difference Between Expected and Actual Experience of the Total Pension Liability | 63,019 | - | 63,019 |
| Changes of Assumptions | (29,676) | - | (29,676) |
| Contributions - Employer | - | 199,355 | (199,355) |
| Contributions - Employees | - | 75,282 | (75,282) |
| Net Investment Income | - | 422,198 | (422,198) |
| Benefit Payments, including Refunds of Employee Contributions | (170,056) | (170,056) | - |
| Other (Net Transfer) | - | 45,416 | (45,416) |
| Net Changes | 592,545 | 572,195 | 20,350 |
| Balances at December 31, 2016 | 7,884,665 | 6,715,216 | 1,169,449 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2017, the City recognized pension expense of \$177,137. At April 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Totals |
|---|--------------------------------------|-------------------------------------|-----------|
| Difference Between Expected and Actual Experience | \$ 48,085 | (158,477) | (110,392) |
| Change in Assumptions | 4,908 | (22,643) | (17,735) |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 295,161 | - | 295,161 |
| Total Expenses to be Recognized in Future Periods | 348,154 | (181,120) | 167,034 |
| Pension Contributions Made Subsequent to the Measurement Date | 55,149 | - | 55,149 |
| Total Deferred Amounts Related to IMRF | 403,303 | (181,120) | 222,183 |

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

| Fiscal Year | Net Deferred Outflows of Resources |
|----------------|--|
| 2018 | \$ 34,926 |
| 2019 | 34,926 |
| 2020 | 86,614 |
| 2021 | 10,568 |
| 2022 | - |
| Thereafter | - |
| Total | 167,034 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the City Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2017, the measurement date, membership consisted of the following:

| | |
|--|-----------|
| Inactive Plan Members Currently Receiving Benefits | 3 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 16 |
| Active Plan Members | <u>20</u> |
| Total | <u>39</u> |

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ 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 annual benefit shall be increased by 2.5 percent of such 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 eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer 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.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements
April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to 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 officer 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. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension 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 contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2017, the City's contribution was 22.25% of covered payroll.

Concentrations. At year-end, the Police Pension Plan does not have any investments over 5 percent of the net position (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2017, using the following actuarial methods and assumptions:

| | |
|----------------------------|---------------------|
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Market |
| Actuarial Assumptions | |
| Interest Rate | 6.75% |
| Salary Increases | 1.12% - 4.86% |
| Cost of Living Adjustments | 2.00% |
| Inflation | 2.00% |

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table (male) with blue collar adjustment projected by Scale BB to 2015.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate as well as what the City’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

| | 1% Decrease (5.75%) | Current Discount Rate (6.75%) | 1% Increase (7.75%) |
|-----------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability | \$ 4,372,864 | 3,037,166 | 1,717,543 |

Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at April 30, 2016 | \$ 7,578,432 | 5,018,998 | 2,559,434 |
| Changes for the Year: | | | |
| Service Cost | 347,465 | - | 347,465 |
| Interest on the Total Pension Liability | 502,543 | - | 502,543 |
| Difference Between Expected and Actual Experience of the Total Pension Liability | 404,561 | - | 404,561 |
| Changes of Assumptions | - | - | - |
| Contributions - Employer | - | 324,258 | (324,258) |
| Contributions - Employees | - | 182,183 | (182,183) |
| Net Investment Income | - | 292,288 | (292,288) |
| Benefit Payments, including Refunds of Employee Contributions | (290,993) | (290,993) | - |
| Other (Net Transfer) | - | (21,892) | 21,892 |
| Net Changes | 963,576 | 485,844 | 477,732 |
| Balances at April 30, 2017 | 8,542,008 | 5,504,842 | 3,037,166 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

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

For the year ended April 30, 2017, the City recognized pension expense of \$928,907. At April 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Totals |
|---|--------------------------------------|-------------------------------------|------------------|
| Difference Between Expected and Actual Experience | \$ 914,837 | - | 914,837 |
| Change in Assumptions | 564,212 | - | 564,212 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 414,232 | - | 414,232 |
| Total Deferred Amounts Related to Police Pension | <u>1,893,281</u> | - | <u>1,893,281</u> |

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

| Fiscal Year | Net Deferred Outflows of Resources |
|----------------|--|
| 2018 | \$ 403,447 |
| 2019 | 202,995 |
| 2020 | 202,995 |
| 2021 | 202,995 |
| 2022 | 80,922 |
| Thereafter | <u>799,927</u> |
| Total | <u>1,893,281</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions, Provisions, and Funding Policies

In addition to providing the pension benefits described, the City offers post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The City established the OPEB Trust Fund (a fiduciary fund) to accumulate the funds for future retiree health plan benefits. The contributions made to the fund are based on actuarial projects.

The City offers post-employment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the City’s retirement plans. Elected officials are not eligible for benefits.

All health care benefits are provided through the City’s health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the City’s plan becomes secondary.

The City pays up to 50% of the insurance premium per month covering the lifetime of the eligible employee, while terminated employees eligible for health insurance pay 100% of premium. For the fiscal year ending April 30, 2017, the retirees contributed \$44,630 to the plan. Active employees do not contribute to the post-employment health care plan until retirement.

At April 30, 2017, membership consisted of:

| | |
|---|-----------|
| Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them. | 7 |
| Active Employees | <u>54</u> |
| Total | <u>61</u> |
| Participating Employers | 1 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2017**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

The net OPEB obligation (NOPEBO) as of April 30, 2017, was calculated as follows:

| | | |
|------------------------------|----|----------------------|
| Annual Required Contribution | \$ | 96,907 |
| Interest on the Net OPEB | | 711 |
| Adjustment to the ARC | | <u>371</u> |
| Annual OPEB Cost | | 97,989 |
| Actual Contribution | | <u>82,857</u> |
| Change in the Net OPEB | | 15,132 |
| Net OPEB - Beginning | | <u>10,157</u> |
| Net OPEB - Ending | | <u><u>25,289</u></u> |

Trend Information

The City's annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation/(asset) are as follows:

| Fiscal Year | Annual OPEB Cost | Actual Contributions | Percentage of OPEB Cost Contributed | Net OPEB Obligation/(Asset) |
|-------------|------------------|----------------------|-------------------------------------|-----------------------------|
| 2015 | \$ 83,937 | \$ 71,700 | 85.42% | \$ (2,688) |
| 2016 | 90,281 | 77,436 | 85.77% | 10,157 |
| 2017 | 97,989 | 82,857 | 84.56% | 25,289 |

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Funded Status and Funding Progress

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

The funded status of the plan as of April 30, 2015, the date of the latest valuation, was as follows:

| | |
|---|--------------|
| Actuarial Accrued Liability (AAL) | \$ 966,883 |
| Actuarial Value of Plan Assets | \$ 276,969 |
| Unfunded Actuarial Accrued Liability (UAAL) | \$ 689,914 |
| Funded Ratio (Actuarial Value of Plan Assets/AAL) | 28.60% |
| Covered Payroll (Active Plan Members) | \$ 2,232,441 |
| UAAL as a Percentage of Covered Payroll | 30.90% |

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2015 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 7.00% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 9.00%, with an ultimate rate of 5.00%. Both rates include a 2.50% inflation assumption. The actuarial value of assets was not determined as the City has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2017, was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
Other Post-Employment Benefit Plan

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
Police Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
Police Pension Fund

- Schedule of Investment Returns
Police Pension Fund

- Budgetary Comparison Schedule
General Fund
Motor Fuel Tax – Special Revenue Fund
Illinois Municipal Retirement – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

CITY OF PLANO, ILLINOIS

Other Post-Employment Benefits Plan

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2017**

Funding Progress

| Actuarial Valuation Date | (1) Actuarial Value of Plan Assets | (2) Actuarial Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|--------------------------|---------------------------------------|--|----------------------------------|---|-------------------------------|--|
| Apr. 30 | | | | | | |
| 2012 | \$ 160,764 | \$ 657,282 | 24.46% | \$ 496,518 | \$ 2,628,271 | 18.89% |
| 2013 | N/A | N/A | N/A | N/A | N/A | N/A |
| 2014 | 201,341 | 722,437 | 27.87% | 521,096 | 2,720,261 | 19.16% |
| 2015 | 276,969 | 966,883 | 28.65% | 689,914 | 2,232,441 | 30.90% |
| 2016 | N/A | N/A | N/A | N/A | N/A | N/A |
| 2017 | N/A | N/A | N/A | N/A | N/A | N/A |

Employer Contributions

| Fiscal Year | Employer Contributions | Annual Required Contributions | Percent Contributed |
|-------------|------------------------|-------------------------------|---------------------|
| 2012 | \$ 11,691 | \$ 67,164 | 17.41% |
| 2013 | 11,658 | 67,164 | 17.36% |
| 2014 | 191,384 | 67,164 | 284.95% |
| 2015 | 71,400 | 83,858 | 85.14% |
| 2016 | 77,436 | 90,567 | 85.50% |
| 2017 | 82,857 | 96,907 | 85.50% |

The City is required to have an actuarial valuation performed triennially.

N/A - Not Available

CITY OF PLANO, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2017

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered-Employee Payroll | Contributions as a Percentage of Covered-Employee Payroll |
|-------------|-------------------------------------|--|-----------------------------------|--------------------------|---|
| 2016 | \$ 181,432 | \$ 181,432 | \$ - | \$ 1,572,207 | 11.54% |
| 2017 | 199,355 | 199,355 | - | 1,619,460 | 12.31% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 27 Years |
| Asset Valuation Method | 5-Year Smoothed Market |
| Inflation | 2.75% |
| Salary Increases | 3.75% - 14.50% |
| Investment Rate of Return | 7.50% |
| Retirement Age | See the Notes to the Financial Statements |
| Mortality | RP-2000 Combined Healthy Mortality Table |

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

CITY OF PLANO, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2017

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered-Employee Payroll | Contributions as a Percentage of Covered-Employee Payroll |
|-------------|-------------------------------------|--|-----------------------------------|--------------------------|---|
| 2015 | \$ 229,370 | \$ 288,698 | \$ 59,328 | \$ 1,317,076 | 21.92% |
| 2016 | 228,397 | 284,041 | 55,644 | 1,414,456 | 20.08% |
| 2017 | 323,750 | 324,258 | 508 | 1,457,140 | 22.25% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 24 Years |
| Asset Valuation Method | 5-Year Smoothed Market |
| Inflation | 2.0% |
| Salary Increases | 1.12% - 4.86% |
| Investment Rate of Return | 6.75% |
| Retirement Age | See the Notes to the Financial Statements |
| Mortality | RP 2000 Combined Healthy Mortality Table |

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

CITY OF PLANO, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2017**

| | 2015 | 2016 |
|--|--------------|-----------|
| Total Pension Liability | | |
| Service Cost | \$ 186,074 | 184,015 |
| Interest | 526,884 | 545,243 |
| Changes in Benefit Terms | - | - |
| Differences Between Expected and Actual Experience | (299,689) | 63,019 |
| Change of Assumptions | 9,282 | (29,676) |
| Benefit Payments, Including Refunds of Member Contributions | (162,602) | (170,056) |
| Net Change in Total Pension Liability | 259,949 | 592,545 |
| Total Pension Liability - Beginning | 7,032,171 | 7,292,120 |
| Total Pension Liability - Ending | 7,292,120 | 7,884,665 |
| Plan Fiduciary Net Position | | |
| Contributions - Employer | \$ 181,432 | 199,355 |
| Contributions - Members | 70,750 | 75,282 |
| Net Investment Income | 31,626 | 422,198 |
| Benefit Payments, Including Refunds of Member Contributions | (162,602) | (170,056) |
| Other (Net Transfer) | (258,561) | 45,416 |
| Net Change in Plan Fiduciary Net Position | (137,355) | 572,195 |
| Plan Net Position - Beginning | 6,280,376 | 6,143,021 |
| Plan Net Position - Ending | 6,143,021 | 6,715,216 |
| Employer's Net Pension Obligation | \$ 1,149,099 | 1,169,449 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 84.24% | 85.17% |
| Covered-Employee Payroll | \$ 1,572,207 | 1,619,460 |
| Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll | 73.09% | 72.21% |

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

CITY OF PLANO, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2017**

| | 2015 | 2016 | 2017 |
|---|--------------|-----------|-----------|
| Total Pension Liability | | | |
| Service Cost | \$ 306,616 | 349,301 | 347,465 |
| Interest | 395,932 | 432,776 | 502,543 |
| Differences Between Expected and Actual Experience | (91,733) | 269,747 | 404,561 |
| Change of Assumptions | 345,952 | 295,802 | - |
| Benefit Payments, Including Refunds of Member Contributions | (89,626) | (333,591) | (290,993) |
| Net Change in Total Pension Liability | 867,141 | 1,014,035 | 963,576 |
| Total Pension Liability - Beginning | 5,697,256 | 6,564,397 | 7,578,432 |
| Total Pension Liability - Ending | 6,564,397 | 7,578,432 | 8,542,008 |
| Plan Fiduciary Net Position | | | |
| Contributions - Employer | \$ 288,698 | 284,041 | 324,258 |
| Contributions - Members | 137,936 | 225,511 | 182,183 |
| Net Investment Income | 205,508 | (22,923) | 292,288 |
| Benefit Payments, Including Refunds of Member Contributions | (89,626) | (333,591) | (290,993) |
| Administrative Expense | (18,784) | (26,138) | (21,892) |
| Net Change in Plan Fiduciary Net Position | 523,732 | 126,900 | 485,844 |
| Plan Net Position - Beginning | 4,368,366 | 4,892,098 | 5,018,998 |
| Plan Net Position - Ending | 4,892,098 | 5,018,998 | 5,504,842 |
| Employers' Net Pension Liability | \$ 1,672,299 | 2,559,434 | 3,037,166 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 74.52% | 66.23% | 64.44% |
| Covered-Employee Payroll | \$ 1,317,076 | 1,414,456 | 1,457,140 |
| Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll | 126.97% | 180.95% | 208.43% |

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

CITY OF PLANO, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
April 30, 2017**

| Fiscal Year | Annual Money- Weighted Rate of Return, Net of Investment Expense |
|----------------|--|
| 2015 | 5.53% |
| 2016 | 4.61% |
| 2017 | 4.89% |

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

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | \$ 1,914,328 | 1,874,328 | 1,856,554 |
| Intergovernmental - Taxes | 3,300,430 | 3,270,430 | 3,152,263 |
| Intergovernmental - Grants | 53,683 | 99,694 | 174,846 |
| Charges for Services | 1,119,427 | 1,127,187 | 1,138,371 |
| Licenses and Permits | 52,450 | 92,450 | 102,605 |
| Fines and Forfeitures | 102,250 | 117,580 | 92,085 |
| Investment Income | 1,450 | 1,450 | 1,671 |
| Miscellaneous Income | 44,389 | 45,889 | 35,702 |
| Total Revenues | 6,588,407 | 6,629,008 | 6,554,097 |
| Expenditures | | | |
| Current | | | |
| General Government | 2,424,735 | 2,384,841 | 2,057,536 |
| Public Safety | 2,064,465 | 2,124,526 | 1,974,746 |
| Highways and Streets | 1,258,830 | 1,239,339 | 988,010 |
| Health and Welfare | 887,587 | 886,087 | 911,867 |
| Culture and Recreation | 18,900 | 18,900 | 28,800 |
| Capital Outlay | 35,660 | 40,660 | 372,291 |
| Debt Service | | | |
| Principal Retirement | 53,706 | 53,706 | 53,706 |
| Interest and Fiscal Charges | 4,304 | 4,304 | 4,304 |
| Total Expenditures | 6,748,187 | 6,752,363 | 6,391,260 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (159,780) | (123,355) | 162,837 |
| Other Financing Sources (Uses) | | | |
| Disposal of Capital Assets | 2,000 | 8,000 | 17,223 |
| Debt Issuance | - | - | 117,813 |
| Transfers Out | (514,885) | (514,885) | (514,883) |
| | (512,885) | (506,885) | (379,847) |
| Net Change in Fund Balance | (672,665) | (630,240) | (217,010) |
| Fund Balance - Beginning | | | 1,886,827 |
| Fund Balance - Ending | | | 1,669,817 |

CITY OF PLANO, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--------------------------------|------------------|------------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Intergovernmental | | | |
| Motor Fuel Tax Allotment | \$ 281,172 | 281,172 | 296,683 |
| Investment Income | 330 | 1,330 | 1,111 |
| Total Revenues | <u>281,502</u> | <u>282,502</u> | <u>297,794</u> |
| Expenditures | | | |
| Highways and Streets | | | |
| Contractual Services | | | |
| Operations Supplies - Salt | 200,000 | 14,827 | - |
| Operations | | | |
| Non-Capitalized Capital Outlay | | | |
| Route 34 Widening | 45,500 | 45,500 | 7,093 |
| N Lew Street | | | |
| Engineering | 40,000 | 40,000 | - |
| Construction | 500,000 | 500,000 | - |
| Main St Project | | | |
| Engineering | 205,000 | 225,000 | - |
| Construction | - | 162,000 | - |
| | <u>990,500</u> | <u>987,327</u> | <u>7,093</u> |
| Capital Outlay | | | |
| Capital Expenditures | - | - | 124,200 |
| Total Expenditures | <u>990,500</u> | <u>987,327</u> | <u>131,293</u> |
| Net Change in Fund Balance | <u>(708,998)</u> | <u>(704,825)</u> | 166,501 |
| Fund Balance - Beginning | | | <u>806,295</u> |
| Fund Balance - Ending | | | <u><u>972,796</u></u> |

CITY OF PLANO, ILLINOIS

Illinois Municipal Retirement - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|----------------------------|-----------------|-----------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 446,000 | 446,000 | 443,129 |
| Intergovernmental | | | |
| Replacement Taxes | 13,500 | 13,500 | 15,504 |
| Investment Income | 420 | 420 | 432 |
| Total Revenues | <u>459,920</u> | <u>459,920</u> | <u>459,065</u> |
| Expenditures | | | |
| General Government | | | |
| IMRF Participants | 211,000 | 211,000 | 196,193 |
| Social Security | 273,000 | 273,000 | 253,741 |
| Total Expenditures | <u>484,000</u> | <u>484,000</u> | <u>449,934</u> |
| Net Change in Fund Balance | <u>(24,080)</u> | <u>(24,080)</u> | 9,131 |
| Fund Balance - Beginning | | | <u>232,691</u> |
| Fund Balance - Ending | | | <u><u>241,822</u></u> |

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Enterprise Funds
- Budgetary Comparison Schedule – Pension Trust Fund
- Budgetary Comparison Schedule – Special Purpose Trust Fund

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are created to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the motor fuel taxes received from the State of Illinois and the projects performed with those funds.

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund (IMRF) is used to account for the City's portion of IMRF pension payments and is funded by property and replacement tax revenue.

Parks Fund

The Parks Fund is used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

INDIVIDUAL FUND SCHEDULES

ENTERPRISE FUNDS

Enterprise Funds are created to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Sewer Fund

The Sewer Fund is used to account for the City's sewer enterprise. The fees collected are to be utilized for sewer purposes.

Water Fund

The Water Fund is used to account for the City's water enterprise. The fees collected are to be utilized for water purposes.

TRUST FUNDS

PENSION TRUST FUND

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement and disability annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

SPECIAL PURPOSE TRUST FUND

Other Post-Employment Benefits (OPEB) Fund

The OPEB Fund is used to account for the contributions made by the City on behalf of the retired employees for their healthcare benefits.

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Taxes | | | |
| Property Taxes | | | |
| City | \$ 913,578 | 913,578 | 926,234 |
| Other | 323,750 | 323,750 | 321,675 |
| Telecommunications Tax | 200,000 | 200,000 | 174,447 |
| Gas Utility Tax | 160,000 | 120,000 | 104,242 |
| Electric Utility Tax | 317,000 | 317,000 | 329,956 |
| Total Taxes | 1,914,328 | 1,874,328 | 1,856,554 |
| Intergovernmental - Taxes | | | |
| Sales Taxes | 1,740,000 | 1,710,000 | 1,674,681 |
| Replacement Taxes | 44,000 | 44,000 | 49,102 |
| Illinois Income Taxes | 1,139,880 | 1,139,880 | 1,023,589 |
| Illinois Use Taxes | 250,000 | 250,000 | 267,670 |
| Road and Bridge Taxes | 50,000 | 50,000 | 49,576 |
| Hotel Taxes | 550 | 550 | 440 |
| Video Gaming Taxes | 76,000 | 76,000 | 87,205 |
| Total Intergovernmental - Taxes | 3,300,430 | 3,270,430 | 3,152,263 |
| Intergovernmental - Grants | | | |
| DCCA Grant - COPS | 7,000 | 7,000 | 7,763 |
| Intergovernmental Agreements | 41,383 | 51,614 | 51,614 |
| Civil Defense Sirens | 1,000 | 1,000 | 1,000 |
| Other Grants | 4,300 | 40,080 | 114,469 |
| Total Intergovernmental - Grants | 53,683 | 99,694 | 174,846 |
| Charges for Services | | | |
| Cable Television | 96,000 | 96,000 | 110,942 |
| Disposal Fees | 874,587 | 874,587 | 893,055 |
| Disposal Stickers | 2,000 | 2,000 | 2,070 |
| Tipping Fees | 128,240 | 86,000 | 67,409 |
| Development Fee | 600 | 600 | - |
| Filing and Plat Fees | 2,000 | 2,000 | 3,240 |
| Impact Fees | 4,000 | 54,000 | 48,000 |
| Accident and Record Reports | 500 | 500 | 1,675 |
| Live Scan Fees | - | - | 480 |
| Rents and Leases | 11,500 | 11,500 | 11,500 |
| Total Charges for Services | 1,119,427 | 1,127,187 | 1,138,371 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Licenses and Permits | | | |
| Permits and Inspections | \$ 20,000 | 60,000 | 65,063 |
| Pull Tabs - Annual State License Fees | 1,000 | 1,000 | 1,852 |
| Disposal Licenses | 750 | 750 | 600 |
| Liquor Licenses | 22,000 | 22,000 | 25,275 |
| Tobacco Licenses | 700 | 700 | 700 |
| Business Licenses | 5,000 | 5,000 | 5,920 |
| Vending Machine Licenses | 3,000 | 3,000 | 3,195 |
| Total Licenses and Permits | 52,450 | 92,450 | 102,605 |
| Fines and Forfeitures | | | |
| Fines | | | |
| Animal | 50 | 80 | 60 |
| Parking | 1,100 | 6,000 | 4,140 |
| DUI | 4,000 | 4,000 | 3,472 |
| Code Violations | 53,000 | 61,500 | 37,106 |
| Traffic | 23,000 | 23,000 | 19,226 |
| Mowing | 6,100 | 7,000 | 10,678 |
| Penalties | 15,000 | 16,000 | 17,403 |
| Total Fines and Forfeitures | 102,250 | 117,580 | 92,085 |
| Investment Income | | | |
| Interest | 1,200 | 1,200 | 1,374 |
| Interest - Road and Bridge | 250 | 250 | 297 |
| Total Investment Income | 1,450 | 1,450 | 1,671 |
| Miscellaneous Income | | | |
| Telephone Franchise and Refunds | 24,500 | 24,500 | 19,674 |
| State Income Training - Law Enforcement | 2,389 | 2,389 | - |
| D.A.R.E. Program | 3,500 | 3,500 | 4,690 |
| Community Meals for Seniors | 8,000 | 8,000 | 6,510 |
| Miscellaneous | 6,000 | 7,500 | 4,828 |
| Total Miscellaneous Income | 44,389 | 45,889 | 35,702 |
| Total Revenues | 6,588,407 | 6,629,008 | 6,554,097 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|------------|---------|---------|
| | Original | Final | |
| General Government | | | |
| Administration | | | |
| Personal Services | | | |
| Wages | \$ 352,716 | 378,716 | 369,884 |
| Professional Services | | | |
| Legal | 2,500 | 2,500 | 1,368 |
| City Attorney | 3,000 | 3,000 | 1,446 |
| Consulting | 10,000 | 5,000 | 2,229 |
| Codification | 3,000 | 3,000 | 7,906 |
| Audit | 13,619 | 13,619 | 13,619 |
| Community Relations | 1,800 | 1,800 | 88 |
| Contractual Services | | | |
| Officials' Bonds, Fiduciary Insurance and Notary | 50 | 50 | - |
| Drug Testing | 975 | 975 | 783 |
| Maintenance Services and Repair | | | |
| Computer Software | 7,500 | 7,514 | 7,514 |
| Hardware and Network | 8,000 | 8,000 | 6,765 |
| Office Equipment | 10,000 | 10,000 | 7,345 |
| Police Pension Contribution | 323,750 | 323,750 | 324,258 |
| Property Tax Rebate | 700 | 700 | 671 |
| Aurora Area Convention Center | 495 | 495 | 350 |
| Utility Tax Refund | 500 | 500 | 710 |
| Sales Tax Rebate | 82,000 | 82,000 | 46,659 |
| Credit Card Processing | 3,500 | 5,000 | 5,169 |
| Payroll Processing | 7,300 | 7,300 | 6,861 |
| Consortium | 32,000 | 32,000 | 28,904 |
| Bad Debt Expenditure | 2,200 | 2,200 | 662 |
| Communication | | | |
| Advertising, Bids and Publications | 2,000 | 5,000 | 6,871 |
| Postage and Freight | 4,000 | 4,000 | 3,389 |
| Telephone - Land Lines | 2,100 | 2,100 | 2,024 |
| Telephone - Cellular | 1,200 | 850 | 776 |
| Internet | 2,500 | 2,500 | 1,862 |
| Website | 3,648 | 3,648 | 3,649 |
| Professional Development | | | |
| Seminars and Courses | 16,315 | 13,315 | 11,468 |
| Dues and Subscriptions | 3,155 | 3,155 | 3,530 |
| Travel, Food and Lodging | 17,040 | 17,040 | 17,072 |
| Tuition, Books and Fees | 2,000 | 2,000 | 162 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|------------------------------------|------------------|------------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Administration - Continued | | | |
| Operations | | | |
| Office Equipment | \$ 7,500 | 7,500 | 1,881 |
| Office Supplies | 7,500 | 10,500 | 10,560 |
| Miscellaneous Supplies | 500 | 500 | 296 |
| Superfest Carnival Tickets | - | 250 | 250 |
| Kendall Area Transit | 17,000 | 17,000 | 17,000 |
| Community Meals for Seniors | 8,000 | 8,000 | 7,119 |
| Miscellaneous Expenditures | 1,200 | 1,200 | 1,165 |
| Contingencies | 130,000 | 130,000 | - |
| Total Administration | <u>1,091,263</u> | <u>1,116,677</u> | <u>922,265</u> |
| Administrative Adjudication | | | |
| Personal Services | | | |
| Wages | 3,857 | 2,357 | 2,603 |
| Professional Services | | | |
| Legal | 7,800 | 8,800 | 8,100 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Computer Software | 4,200 | 4,200 | 4,550 |
| Professional Development | | | |
| Seminars and Courses | 50 | 50 | - |
| Dues and Subscriptions | 150 | 150 | - |
| Operations | | | |
| Office Equipment | 250 | 300 | 282 |
| Office Supplies | 200 | 200 | - |
| Miscellaneous Expenditures | 500 | 500 | - |
| Contingencies | 1,000 | 1,000 | - |
| Total Administrative Adjudication | <u>18,007</u> | <u>17,557</u> | <u>15,535</u> |
| Economic Development | | | |
| Professional Services | | | |
| Economic Development Services | 17,500 | 17,500 | 2,500 |
| Special Events | 1,500 | 1,500 | 215 |
| Contractual Services | | | |
| Façade Program | 5,000 | 5,000 | - |
| Communication | | | |
| Advertising, Bids and Publications | 2,000 | 2,000 | 800 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|----------------------------------|----------|---------|---------|
| | Original | Final | |
| General Government - Continued | | | |
| Economic Development - Continued | | | |
| Professional Development | | | |
| Seminars and Courses | \$ 2,500 | 2,500 | 1,585 |
| Dues and Subscriptions | 300 | 300 | 100 |
| Travel, Food and Lodging | 2,500 | 2,500 | 1,343 |
| Total Economic Development | 31,300 | 31,300 | 6,543 |
| Building and Grounds | | | |
| Personal Services | | | |
| Wages | 94,887 | 94,887 | 91,304 |
| Contractual Services | | | |
| Custodial Service and Supplies | 16,200 | 22,700 | 24,614 |
| Maintenance Services and Repair | | | |
| Buildings | 35,600 | 35,600 | 23,952 |
| Operating Equipment | 4,000 | 5,000 | 3,119 |
| Property Taxes | - | 622 | 622 |
| Gas (Heating and Operations) | 2,000 | 2,000 | - |
| Electricity | 4,000 | 4,000 | 3,099 |
| Communication | | | |
| Telephone - Land Line | 450 | 450 | 484 |
| Operations | | | |
| Operation Supplies | 8,000 | 8,000 | 3,946 |
| Non-Capitalized Capital Outlay | | | |
| Building Improvement | 15,000 | 500 | 250 |
| Land Acquisition | - | 42,000 | - |
| New Operating Equipment | 7,600 | - | - |
| Total Building and Grounds | 187,737 | 215,759 | 151,390 |
| Building, Planning and Zoning | | | |
| Personal Services | | | |
| Wages | 165,405 | 165,405 | 166,819 |
| Professional Services | | | |
| Boards and Commissioners | 3,780 | 3,780 | - |
| Legal | 1,500 | 1,500 | - |
| Secretarial and Administrative | 1,500 | 1,500 | 711 |
| Miscellaneous | 35,000 | 35,000 | 32,350 |
| Consulting - Reimbursable | | | |
| City | 1,500 | 1,500 | 1,388 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|-----------|-----------|-----------|
| | Original | Final | |
| General Government - Continued | | | |
| Building, Planning and Zoning - Continued | | | |
| Contractual Services | | | |
| Uniforms and Personal Protection Equipment | \$ 400 | 400 | - |
| Code Enforcement | 1,400 | 1,400 | 50 |
| Maintenance and Restoration | | | |
| Grounds | 24,480 | 5,000 | 1,695 |
| Communication | | | |
| Advertising, Bids and Publications | 500 | 800 | 1,245 |
| Telephone - Land Lines | 400 | 500 | 477 |
| Telephone - Cellular | 900 | 1,100 | 974 |
| Professional Development | | | |
| Seminars and Courses | 1,690 | 1,690 | - |
| Dues and Subscriptions | 1,000 | 1,000 | 775 |
| Tuition, Books and Fees | 500 | 500 | 126 |
| Operations | | | |
| Equipment | 1,000 | 1,000 | 130 |
| Gasoline, Oil and Filters | 6,000 | 6,000 | 5,381 |
| Office Supplies | 1,700 | 1,700 | 1,022 |
| Miscellaneous Expenditures | 500 | 500 | - |
| Total Building, Planning and Zoning | 249,155 | 230,275 | 213,143 |
| Insurance | | | |
| Personal Services | | | |
| Workers' Compensation Benefits | 63,647 | 63,647 | 67,995 |
| Unemployment Benefits | 14,400 | 14,400 | 7,641 |
| Employees' Insurance | 624,000 | 550,000 | 542,793 |
| Other Post Employment Benefits | 70,826 | 70,826 | 70,826 |
| Contractual Services | | | |
| Auto and General Liability Insurance | 74,400 | 74,400 | 59,405 |
| Total Insurance | 847,273 | 773,273 | 748,660 |
| Total General Government | 2,424,735 | 2,384,841 | 2,057,536 |
| Public Safety | | | |
| Police Department | | | |
| Personal Services | | | |
| Wages | 1,758,847 | 1,802,508 | 1,680,737 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|-----------|--------|--------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Professional Services | | | |
| Legal | \$ 10,000 | 5,000 | 168 |
| Investigations | 5,000 | 5,000 | 5,821 |
| Contractual Services | | | |
| Officials' Bonds and Insurance | 500 | 500 | 177 |
| Medical Expenditures | 500 | 500 | 285 |
| Uniform and Personnel Protection Equipment | 11,000 | 20,000 | 28,498 |
| Ken Com Operations | 55,868 | 55,868 | 55,868 |
| Maintenance Service and Repair | | | |
| Operating Equipment | 25,505 | 25,505 | 29,144 |
| Office Equipment | 20,000 | 20,000 | 17,009 |
| Vehicles | 20,000 | 20,000 | 14,560 |
| Mobile Command Unit | 500 | 500 | 500 |
| Communication | | | |
| Postage and Freight | 1,000 | 1,000 | 631 |
| Telephone - Land Lines | 11,000 | 11,000 | 11,652 |
| Telephone - Cellular | 3,300 | 3,300 | 2,724 |
| Internet | 2,000 | 2,000 | 1,878 |
| Line Service - Leads and Network | 5,000 | 5,500 | 5,469 |
| Professional Development | | | |
| Seminars and Courses | 2,500 | 2,500 | 4,215 |
| Dues and Subscriptions | 3,000 | 3,000 | 6,177 |
| Travel, Food and Lodging | 2,000 | 2,000 | 1,257 |
| Tuition, Books and Fees | 5,000 | 5,000 | 1,327 |
| Meetings | 1,600 | 1,600 | 625 |
| Police Academy | 4,778 | 16,178 | 9,082 |
| Operations | | | |
| Equipment | 40,000 | 40,000 | 33,842 |
| Office Equipment | 2,000 | 2,000 | 1,475 |
| D.A.R.E. Program | 3,067 | 4,067 | 5,232 |
| Liaison | 500 | 500 | - |
| Special Response Team (SRT) | 2,000 | 2,000 | 2,000 |
| Major Crime Task Force | 1,000 | 1,000 | 1,000 |
| School Crossing Guards | 500 | 500 | 40 |
| Burlington Northern Range Dues | 1,000 | 500 | 500 |
| Tobacco Compliance | 250 | 250 | - |
| Liquor Compliance | 250 | 250 | - |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|------------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Operations - Continued | | | |
| Gasoline, Oil and Filters | \$ 30,000 | 30,000 | 25,790 |
| Operation Supplies | 6,000 | 6,000 | 4,866 |
| Office Supplies | 4,500 | 4,500 | 4,440 |
| Custodial Supplies | 1,500 | 1,000 | 799 |
| Sex Offender Reg Fee Remittance | - | 1,500 | 195 |
| Miscellaneous Expenditures | 1,500 | 500 | - |
| Police Building | | | |
| Construction | - | - | 2,898 |
| Total Police Department | 2,042,965 | 2,103,026 | 1,960,881 |
| Police Commission | | | |
| Professional Services | | | |
| Police Commissioners | 6,000 | 6,000 | 6,000 |
| Legal | 500 | 500 | - |
| Contractual Services | | | |
| Maintenance Service and Repair | | | |
| Office Equipment | 100 | 100 | - |
| Testing Services | 12,000 | 12,000 | 5,894 |
| Communication | | | |
| Advertising, Bids and Publications | 800 | 800 | - |
| Postage and Freight | 25 | 25 | - |
| Telephone - Cellular | 100 | 100 | 57 |
| Internet | 1,200 | 1,200 | 1,428 |
| Professional Development | | | |
| Dues and Subscriptions | 375 | 375 | 375 |
| Tuition, Books and Fees | 300 | 300 | 81 |
| Operations | | | |
| Office Supplies | 50 | 50 | 30 |
| Miscellaneous Expenditures | 50 | 50 | - |
| Total Police Commission | 21,500 | 21,500 | 13,865 |
| Total Public Safety | 2,064,465 | 2,124,526 | 1,974,746 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|-----------|---------|---------|
| | Original | Final | |
| Highways and Streets | | | |
| Storm Sewers | | | |
| Personal Services | | | |
| Wages | \$ 26,552 | 26,552 | 24,459 |
| Contractual Services | | | |
| Storm Sewer Mains | 20,000 | 22,000 | 2,815 |
| GIS Hosting and Support Fee | 5,000 | 5,000 | - |
| Maintenance Services and Repair | 15,000 | 16,000 | 11,058 |
| Communication | | | |
| JULIE Facsimile | 700 | 700 | 833 |
| Operations | | | |
| Maintenance and Repair Supplies | 15,000 | 16,000 | 7,619 |
| Operation Supplies | 500 | 500 | - |
| Office Supplies | 600 | 600 | - |
| Total Storm Sewers | 83,352 | 87,352 | 46,784 |
| Streets | | | |
| Personal Services | | | |
| Wages | 266,193 | 266,193 | 256,157 |
| Contractual Services | | | |
| Uniform and Personnel Protection Equipment | 12,500 | 12,500 | 13,594 |
| Operations Supplies - Salt | - | 61,000 | 62,954 |
| Contractual Maintenance | 25,000 | 25,000 | 14,289 |
| Contractual Services - Continued | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | 3,000 | 3,000 | 77 |
| Civil Defense Siren | 2,000 | 2,000 | 1,033 |
| Streets | 378,000 | 378,000 | 200,313 |
| Vehicles | 26,000 | 28,000 | 30,810 |
| Communication | | | |
| Telephone - Land Lines | 900 | 900 | 883 |
| Telephone - Cellular | 1,800 | 1,800 | 1,554 |
| Internet | 1,700 | 2,000 | 1,704 |
| Professional Development | | | |
| Seminars and Courses | 4,175 | 4,175 | 2,840 |
| Dues and Subscriptions | 200 | 200 | 65 |
| Travel, Food and Lodging | 300 | 550 | 554 |
| Tuition, Books and Fees | 300 | 300 | - |
| Meetings | 200 | 200 | - |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---|------------------|----------------|----------------|
| | Original | Final | |
| Highways and Streets - Continued | | | |
| Streets - Continued | | | |
| Operations | | | |
| Operating Equipment | \$ 5,000 | 5,000 | 1,931 |
| Maintenance and Repair Supplies | 1,000 | 1,000 | 1,888 |
| Vehicle Maintenance Supplies | 20,000 | 20,000 | 15,764 |
| Gasoline, Oil and Filters | 30,000 | 30,000 | 12,185 |
| Operating Supplies | 16,000 | 16,000 | 15,803 |
| Office Supplies | 750 | 750 | 311 |
| Miscellaneous | - | - | 37 |
| Non-Capitalized Capital Outlay | | | |
| New Vehicles | 31,445 | 31,445 | - |
| Sidewalks | 62,000 | 57,000 | 56,212 |
| New Equipment | 20,000 | 20,000 | - |
| Hugh Street Parking Lot | 101,515 | 14,619 | 128 |
| Total Streets | <u>1,009,978</u> | <u>981,632</u> | <u>691,086</u> |
| Street Lighting and Railroad Crossing | | | |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Street Lights | 13,000 | 13,000 | 122,320 |
| Stop Lights | 4,500 | 4,500 | 1,232 |
| Railroad Crossing | 12,000 | 12,000 | 6,680 |
| Electricity | 63,000 | 63,000 | 60,247 |
| Operations | | | |
| Signs | 16,000 | 16,000 | 12,914 |
| Maintenance and Repair Supplies | | | |
| Street Lights | 20,000 | 20,000 | 13,616 |
| Stop Lights | 2,000 | 2,000 | 1,083 |
| Railroad Crossing | - | - | 672 |
| Operating Supplies | 25,000 | 25,000 | 25,123 |
| Total Street Lighting and Railroad Crossing | <u>155,500</u> | <u>155,500</u> | <u>243,887</u> |
| John Street Parking Lot | | | |
| Professional Services | | | |
| Construction | - | 3,120 | 3,120 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--------------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Highways and Streets - Continued | | | |
| Bridges | | | |
| Professional Services | | | |
| Engineering | \$ 10,000 | 11,735 | 3,133 |
| Total Highways and Streets | 1,258,830 | 1,239,339 | 988,010 |
| Health and Welfare | | | |
| Contractual Services | | | |
| Disposal Stickers | 2,000 | 500 | - |
| Disposal Services | 874,587 | 874,587 | 901,725 |
| Insect Abatement | 11,000 | 11,000 | 10,142 |
| Total Health and Welfare | 887,587 | 886,087 | 911,867 |
| Culture and Recreation | | | |
| Parkway Trees and Planting | | | |
| Contractual Services | | | |
| Emerald Ash Bore Disease | 18,900 | 18,900 | 28,800 |
| Capital Outlay | | | |
| Public Safety | | | |
| Police Department | | | |
| Capital Expenditures | 35,660 | 40,660 | 40,780 |
| Highways and Streets | | | |
| Streets | | | |
| Capital Expenditures | - | - | 331,511 |
| Total Capital Outlay | 35,660 | 40,660 | 372,291 |
| Debt Service | | | |
| Principal Retirement - Leases | 53,706 | 53,706 | 53,706 |
| Interest and Fiscal Charges - Leases | 4,304 | 4,304 | 4,304 |
| Total Debt Service | 58,010 | 58,010 | 58,010 |
| Total Expenditures | 6,748,187 | 6,752,363 | 6,391,260 |

CITY OF PLANO, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|------------------|------------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 56,773 | 56,773 | 56,409 |
| Investment Income | 500 | 500 | 489 |
| Miscellaneous | - | 1,769 | 1,769 |
| Total Revenues | <u>57,273</u> | <u>59,042</u> | <u>58,667</u> |
| Expenditures | | | |
| Debt Service | | | |
| Principal Retirement - Bonds | 389,000 | 389,000 | 389,000 |
| Interest and Fiscal Charges - Bonds | 183,157 | 121,189 | 121,189 |
| Total Expenditures | <u>572,157</u> | <u>510,189</u> | <u>510,189</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(514,884)</u> | <u>(451,147)</u> | <u>(451,522)</u> |
| Other Financing Sources (Uses) | | | |
| Debt Issuance | - | - | 3,080,000 |
| Payment to Escrow Agent | - | - | (3,080,000) |
| Transfers In | 514,884 | 514,884 | 514,883 |
| | <u>514,884</u> | <u>514,884</u> | <u>514,883</u> |
| Net Change in Fund Balance | <u>-</u> | <u>63,737</u> | 63,361 |
| Fund Balance - Beginning | | | <u>57,869</u> |
| Fund Balance - Ending | | | <u><u>121,230</u></u> |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|----------------------------|------------------|------------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 91,500 | 91,500 | 90,918 |
| Intergovernmental | | | |
| Grants | - | 101,000 | 45,350 |
| Investment Income | 1,000 | 800 | 1,028 |
| Miscellaneous | | | |
| Contributions | 500 | 1,800 | 1,700 |
| Miscellaneous | 200 | 200 | - |
| Total Revenues | <u>93,200</u> | <u>195,300</u> | <u>138,996</u> |
| Expenditures | | | |
| General Government | 114,744 | 114,744 | 37,097 |
| Culture and Recreation | 640,350 | 641,350 | 39,111 |
| Capital Outlay | - | - | 105,717 |
| Total Expenditures | <u>755,094</u> | <u>756,094</u> | <u>181,925</u> |
| Net Change in Fund Balance | <u>(661,894)</u> | <u>(560,794)</u> | (42,929) |
| Fund Balance - Beginning | | | <u>744,979</u> |
| Fund Balance - Ending | | | <u><u>702,050</u></u> |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---------------------------------|-----------|---------|--------|
| | Original | Final | |
| General Government | | | |
| Administration | | | |
| Personal Services | | | |
| Wages | \$ 23,346 | 23,346 | 22,738 |
| Contractual Services | | | |
| Audit | 1,216 | 1,216 | 1,216 |
| Maintenance Services and Repair | | | |
| Computer Software | 100 | 100 | 100 |
| Operating Equipment | 1,000 | 1,000 | - |
| Payroll Processing | 175 | 175 | 153 |
| Operations | | | |
| Office Equipment | 600 | 600 | - |
| Non-Capitalized Capital Outlay | 60,000 | 60,000 | - |
| Contingencies | 15,000 | 15,000 | - |
| Total Administration | 101,437 | 101,437 | 24,207 |
| Insurance | | | |
| Personal Services | | | |
| Employees' Insurance | 8,000 | 8,000 | 7,790 |
| Other Post Employment Benefits | 1,727 | 1,727 | 1,727 |
| Contractual Services | | | |
| Insurance Policies | 3,580 | 3,580 | 3,373 |
| Total Insurance | 13,307 | 13,307 | 12,890 |
| Total General Government | 114,744 | 114,744 | 37,097 |
| Culture and Recreation | | | |
| City Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 2,000 | 2,000 | 40 |
| Maintenance Service and Repair | | | |
| Buildings | 500 | 1,500 | 592 |
| Operating Equipment | 2,000 | 1,000 | 302 |
| Operations | | | |
| Equipment | 6,000 | 6,000 | - |
| Gasoline, Oil and Filters | 8,000 | 8,000 | 8,000 |
| Non-Capitalized Capital Outlay | 1,600 | 1,600 | 1,077 |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|------------------------------------|----------|---------|--------|
| | Original | Final | |
| Culture and Recreation - Continued | | | |
| City Park - Continued | | | |
| Operations - Continued | | | |
| Operation Supplies | \$ 3,000 | 3,000 | 2,585 |
| Total City Park | 23,100 | 23,100 | 12,596 |
| Lathrop Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 1,000 | 1,000 | 25 |
| Maintenance Services and Repair | | | |
| Operating Equipment | 3,000 | 3,500 | 2,668 |
| Electricity | 500 | 500 | 561 |
| Operations | | | |
| Operation Supplies | 500 | 500 | - |
| Non-Capitalized Capital Outlay | 85,000 | 267,000 | 4,655 |
| Total Lathrop Park | 90,000 | 272,500 | 7,909 |
| Memorial Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 1,000 | 1,000 | 1,047 |
| Maintenance Services and Repair | | | |
| Operating Equipment | 250 | 250 | - |
| Operations | | | |
| Operation Supplies | 1,000 | 1,000 | 836 |
| Non-Capitalized Capital Outlay | 500 | 500 | - |
| Total Memorial Park | 2,750 | 2,750 | 1,883 |
| Steward Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 4,000 | 4,000 | - |
| Larry Trimberger (WWI) Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 5,000 | 5,000 | - |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---|----------|--------|--------|
| | Original | Final | |
| Culture and Recreation - Continued | | | |
| Larry Trimberger (WWI) Park - Continued | | | |
| Contractual Services - Continued | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | \$ 2,500 | 2,500 | - |
| Total Larry Trimberger (WWI) Park | 7,500 | 7,500 | - |
| Trees and Planting | | | |
| Contractual Services | | | |
| Maintenance and Restoration | 7,000 | 7,000 | - |
| Harry Neubert Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 3,000 | 3,000 | 20 |
| Maintenance Services and Repair | | | |
| Operating Equipment | 2,000 | 2,000 | - |
| Total Harry Neubert Park | 5,000 | 5,000 | 20 |
| T. Gorman Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 10,000 | 10,000 | 5,009 |
| Maintenance Services and Repair | | | |
| Operating Equipment | 1,000 | 1,000 | 761 |
| Total T. Gorman Park | 11,000 | 11,000 | 5,770 |
| D. Hemmingsen Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 2,000 | 2,000 | 2,016 |
| Ray Niles Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 4,000 | 4,000 | 3,732 |
| Park North of PD | | | |
| Operations | | | |
| Non-Capitalized Capital Outlay | 80,000 | - | - |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017

| | Budget | | Actual |
|------------------------------------|----------|---------|---------|
| | Original | Final | |
| Culture and Recreation - Continued | | | |
| Foli Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | \$ 500 | 500 | - |
| Operations | | | |
| Operation Supplies | 1,500 | 1,500 | - |
| Non-Capitalized Capital Outlay | 202,000 | 202,000 | 23 |
| Total Foli Park | 204,000 | 204,000 | 23 |
| Kristen Street Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 8,000 | 8,000 | 3,992 |
| Operations | | | |
| Non-Capitalized Capital Outlay | 2,000 | 2,000 | - |
| Total Kristen Street Park | 10,000 | 10,000 | 3,992 |
| Church Hill Farm | | | |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Grounds | 1,000 | 1,500 | 543 |
| Operating Equipment | 2,000 | 2,000 | - |
| Operations | | | |
| Non-Capitalized Capital Outlay | 3,000 | 3,000 | - |
| Total Church Hill Farm | 6,000 | 6,500 | 543 |
| DePaul | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 2,000 | 2,000 | - |
| Operations | | | |
| Non-Capitalized Capital Outlay | 182,000 | 80,000 | 627 |
| Total DePaul | 184,000 | 82,000 | 627 |
| Total Culture and Recreation | 640,350 | 641,350 | 39,111 |
| Capital Outlay | | | |
| Culture and Recreation | | | |
| City Park | - | - | 105,717 |
| Total Expenditures | 755,094 | 756,094 | 181,925 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|--------------------|--------------------|--------------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Connection Fees | \$ - | 5,000 | 5,040 |
| User Fees | 1,383,000 | 1,383,000 | 1,477,652 |
| New Development - Meters | 1,200 | 8,625 | 8,850 |
| Discharge Fee/Permits | 110,500 | 75,000 | 55,377 |
| Penalties | 43,000 | 43,000 | 44,002 |
| Miscellaneous Income | 1,500 | 13,587 | 13,702 |
| Total Operating Revenues | <u>1,539,200</u> | <u>1,528,212</u> | <u>1,604,623</u> |
| Operating Expenses | | | |
| Operations | 2,702,037 | 2,683,114 | 1,181,920 |
| Depreciation | - | - | 925,706 |
| Total Operating Expenses | <u>2,702,037</u> | <u>2,683,114</u> | <u>2,107,626</u> |
| Operating Income (Loss) | <u>(1,162,837)</u> | <u>(1,154,902)</u> | <u>(503,003)</u> |
| Nonoperating Revenues (Expenses) | | | |
| Interest Expense | - | - | (628) |
| Investment Income | 2,000 | 2,000 | 1,695 |
| | <u>2,000</u> | <u>2,000</u> | <u>1,067</u> |
| Income (Loss) Before Capital Contributions | (1,160,837) | (1,152,902) | (501,936) |
| Capital Contributions | - | - | 104,358 |
| Change in Net Position | <u>(1,160,837)</u> | <u>(1,152,902)</u> | <u>(397,578)</u> |
| Net Position - Beginning | | | <u>30,740,000</u> |
| Net Position - Ending | | | <u><u>30,342,422</u></u> |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|------------------------------------|------------|---------|---------|
| | Original | Final | |
| Operations | | | |
| Administration | | | |
| Personal Services | | | |
| Wages | \$ 179,805 | 209,695 | 187,542 |
| Professional Services | | | |
| Consulting | 25,000 | 35,000 | 12,623 |
| Auditing | 4,378 | 4,378 | 4,378 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Computer Software | 2,000 | 1,875 | 1,884 |
| GIS Hosting and Support Fee | 5,000 | 2,500 | 1,750 |
| Office Equipment | 500 | 500 | 305 |
| Credit Card Processing | 4,000 | 4,600 | 5,326 |
| Payroll Processing | 360 | 360 | 314 |
| Meter Reading | 6,500 | 6,500 | 6,027 |
| Bad Debt Expense | 5,500 | 5,500 | 1,119 |
| Communication | | | |
| Advertising, Bids and Publications | 500 | 500 | - |
| Postage and Freight | 4,000 | 4,000 | 3,567 |
| Telephone - Land Lines | 2,000 | 2,000 | 1,449 |
| Telephone - Cellular | 1,200 | 1,200 | 1,484 |
| Internet | 1,500 | 1,900 | 1,451 |
| Web Site & Internet | 3,759 | 3,759 | 3,759 |
| JULIE Facsimile | 800 | 800 | 833 |
| Professional Development | | | |
| Seminars and Courses | 3,000 | 3,000 | 1,360 |
| Dues and Subscriptions | 2,000 | 2,000 | 1,593 |
| Travel, Food and Lodging | 1,000 | 1,000 | 448 |
| Tuition, Books and Fees | 300 | 300 | - |
| Operations | | | |
| Office Supplies | 2,500 | 2,500 | 1,421 |
| Total Administration | 255,602 | 293,867 | 238,633 |
| Insurance | | | |
| Personal Services | | | |
| Workers' Compensation Benefits | 5,569 | 5,569 | 5,332 |
| Unemployment Benefits | 1,800 | 1,800 | 819 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|-----------|-----------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Insurance - Continued | | | |
| Contractual Services | | | |
| Employees' Insurance | \$ 96,000 | 96,000 | 93,480 |
| Insurance Policies | 29,549 | 29,549 | 28,230 |
| Other Post Employment Benefits | 6,910 | 6,910 | 6,910 |
| Total Insurance | 139,828 | 139,828 | 134,771 |
| Capital Projects | | | |
| Sewer Meters - New Development | 1,000 | 6,344 | 6,344 |
| Sewer Mains | 265,800 | 265,800 | - |
| Waste Water Treatment Plant | | | |
| Engineering | 5,000 | 659 | - |
| Construction | 92,165 | 92,165 | - |
| Facility Plan Update | | | |
| Engineering | 80,647 | 80,647 | - |
| Construction | 672,353 | 672,353 | - |
| North Meadow Sanitary Sewer | | | |
| Engineering | 18,000 | 10,000 | - |
| Construction | 150,000 | 131,000 | - |
| Total Capital Projects | 1,284,965 | 1,258,968 | 6,344 |
| Waste Water Treatment Plant | | | |
| Personnel Services | | | |
| Wages | 138,335 | 140,225 | 148,196 |
| Professional Services | | | |
| Engineering | - | - | 586 |
| Miscellaneous | 12,000 | 12,000 | 12,054 |
| Contractual Services | | | |
| Uniforms and Personal Protection Equipment | 5,000 | 5,000 | 2,731 |
| Maintenance Service and Repair | | | |
| Buildings | 41,000 | 41,000 | 40,115 |
| Grounds | 7,000 | 7,509 | 5,891 |
| Operating Equipment | 82,500 | 82,500 | 51,973 |
| Vehicles | 1,500 | 1,500 | 135 |
| Disposal Services - Sludge | 32,000 | 32,000 | 30,744 |
| Testing Services | 6,000 | 6,000 | 3,922 |
| Rentals | 1,500 | 1,500 | 220 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|----------------|----------------|----------------|
| | Original | Final | |
| Operations - Continued | | | |
| Waste Water Treatment Plant - Continued | | | |
| Contractual Services - Continued | | | |
| Natural Gas | \$ 7,000 | 7,000 | 5,519 |
| Electricity | 130,000 | 130,000 | 141,821 |
| Environmental Protection Agency (EPA) Fees | 17,500 | 17,500 | 17,500 |
| Operations | | | |
| Equipment | 35,000 | 35,000 | 16,823 |
| Maintenance and Repair Supplies | 13,000 | 13,000 | 13,929 |
| Vehicle Maintenance Supplies | 1,000 | 1,000 | 217 |
| Gasoline, Oil and Filters | 8,000 | 8,000 | 5,587 |
| Operating Supplies | 62,500 | 62,500 | 41,525 |
| Miscellaneous Supplies | 2,000 | 2,000 | 1,070 |
| Miscellaneous Expense | 1,000 | 1,000 | 34,762 |
| Contingencies | 20,000 | 20,000 | - |
| Capital Outlay | | | |
| Operating Equipment | 22,500 | 21,910 | 11,626 |
| Total Waste Water Treatment Plant | <u>646,335</u> | <u>648,144</u> | <u>586,946</u> |
| Sewer Line Operations | | | |
| Personal Services | | | |
| Wages | 28,495 | 28,495 | 28,362 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | 8,000 | 8,000 | 4,796 |
| Cleaning and Televising | 7,000 | 7,000 | 3,420 |
| Sewer Lines | 50,000 | 50,000 | 10,571 |
| Water Meters | 54,000 | 54,000 | 20,136 |
| Operations | | | |
| Maintenance and Repair Supplies | 35,000 | 35,000 | 18,625 |
| Capital Outlay | | | |
| John St Building Improvement | 20,000 | - | - |
| Operating Equipment | 17,800 | 17,800 | 12,107 |
| Land Acquisition | 13,000 | - | - |
| Total Sewer Line Operations | <u>233,295</u> | <u>200,295</u> | <u>98,017</u> |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---------------------------------|----------|--------|--------|
| | Original | Final | |
| Operations - Continued | | | |
| Walmart Lift Station | | | |
| Personal Services | | | |
| Wages | \$ 5,938 | 5,938 | 4,717 |
| Contractual Services | | | |
| Maintenance Services and Repair | 6,000 | 6,000 | 4,658 |
| Electricity | 1,500 | 1,500 | 852 |
| Communication | | | |
| Telephone - Land Lines | 400 | 400 | 414 |
| Operations | | | |
| Equipment | 5,500 | 5,500 | - |
| Maintenance and Repair Supplies | 10,500 | 10,500 | 6,696 |
| Total Walmart Lift Station | 29,838 | 29,838 | 17,337 |
| Fork Lift Station | | | |
| Personal Services | | | |
| Wages | 5,938 | 5,938 | 4,717 |
| Contractual Services | | | |
| Maintenance Services and Repair | 12,000 | 12,000 | 8,790 |
| Electricity | 7,000 | 7,000 | 6,873 |
| Communication | | | |
| Telephone - Land Lines | 400 | 400 | 154 |
| Operations | | | |
| Equipment | - | - | 4,281 |
| Maintenance and Repair Supplies | 15,500 | 15,500 | 9,867 |
| Total Fork Lift Station | 40,838 | 40,838 | 34,682 |
| Klatt Street Lift Station | | | |
| Personal Services | | | |
| Wages | 5,938 | 5,938 | 4,717 |
| Contractual Services | | | |
| Maintenance Services and Repair | 12,000 | 12,000 | 7,906 |
| Gas | 500 | 500 | 329 |
| Electricity | 3,000 | 3,000 | 2,658 |
| Communication | | | |
| Telephone - Land Lines | 400 | 400 | 388 |
| Operations | | | |
| Maintenance and Repair Supplies | 10,000 | 10,000 | 12,502 |
| Total Klatt Street Lift Station | 31,838 | 31,838 | 28,500 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Operations - Continued | | | |
| Other Wages - Meters | | | |
| Wages | \$ 39,498 | 39,498 | 36,690 |
| Total Operations | 2,702,037 | 2,683,114 | 1,181,920 |
| Depreciation | - | - | 925,706 |
| Total Operating Expenses | 2,702,037 | 2,683,114 | 2,107,626 |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|------------------|------------------|-------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Connection Fees | \$ 5,000 | 10,040 | 10,115 |
| User Fees | 1,066,000 | 1,066,000 | 1,083,536 |
| Developer Fees - New Meters | 500 | 8,625 | 8,850 |
| Rental Income - Water Tower | 37,997 | 37,997 | 38,711 |
| Penalties | 34,000 | 34,000 | 35,847 |
| Miscellaneous Income | 1,000 | 1,000 | 965 |
| Total Operating Revenues | <u>1,144,497</u> | <u>1,157,662</u> | <u>1,178,024</u> |
| Operating Expenses | | | |
| Operations | 1,112,353 | 1,157,797 | 802,421 |
| Depreciation | - | - | 267,425 |
| Total Operating Expenses | <u>1,112,353</u> | <u>1,157,797</u> | <u>1,069,846</u> |
| Operating Income (Loss) | <u>32,144</u> | <u>(135)</u> | <u>108,178</u> |
| Nonoperating Revenues (Expenses) | | | |
| Disposal of Capital Assets | - | - | (2,497) |
| Investment Income | 2,000 | 5,500 | 6,961 |
| Other Expense | - | - | (354,963) |
| Principal Retirement | (33,400) | (33,400) | - |
| | <u>(31,400)</u> | <u>(27,900)</u> | <u>(350,499)</u> |
| Income (Loss) Before Capital Contributions | 744 | (28,035) | (242,321) |
| Capital Contributions | - | - | 140,156 |
| Change in Net Position | <u>744</u> | <u>(28,035)</u> | <u>(102,165)</u> |
| Net Position - Beginning | | | <u>21,853,555</u> |
| Net Position - Ending | | | <u>21,751,390</u> |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|------------------------------------|------------|---------|---------|
| | Original | Final | |
| Operations | | | |
| Administration | | | |
| Personal Services | | | |
| Wages | \$ 146,561 | 175,561 | 182,828 |
| Professional Services | | | |
| Consulting | 15,000 | 15,000 | 1,820 |
| Auditing | 4,621 | 4,621 | 4,621 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Computer Software | 2,000 | 2,000 | 1,875 |
| GIS Hosting and Support Fee | 5,000 | 5,000 | - |
| Office Equipment | 2,000 | 2,000 | 830 |
| Credit Card Processing | 3,500 | 4,400 | 5,169 |
| Payroll Processing | 465 | 465 | 471 |
| Meter Reading | 7,000 | 7,000 | 6,027 |
| Bad Debt Expense | 5,200 | 5,200 | 763 |
| Communication | | | |
| Advertising, Bids and Publications | 1,500 | 2,500 | 2,150 |
| Postage and Freight | 4,000 | 4,000 | 3,455 |
| Web Site & Internet | 3,648 | 3,648 | 3,648 |
| JULIE Facsimile | 800 | 800 | 833 |
| Professional Development | | | |
| Seminars and Courses | 3,400 | 3,400 | 2,132 |
| Dues and Subscriptions | 2,000 | 2,000 | 1,580 |
| Travel, Food and Lodging | 3,500 | 3,500 | 2,082 |
| Tuition, Books and Fees | 1,000 | 1,000 | - |
| Meetings | 100 | 100 | - |
| Operations | | | |
| Office Equipment | 5,000 | 5,000 | 3,119 |
| Office Supplies | 2,500 | 2,500 | 913 |
| Total Administration | 218,795 | 249,695 | 224,316 |
| Insurance | | | |
| Personal Services | | | |
| Workers' Compensation Benefits | 10,343 | 10,343 | 10,524 |
| Unemployment Benefits | 1,800 | 1,800 | 819 |
| Employees' Insurance | 72,000 | 72,000 | 70,110 |
| Insurance Policies | 27,264 | 27,264 | 19,503 |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|----------|---------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Insurance - Continued | | | |
| Contractual Services | | | |
| Other Post Employment Benefits | \$ 6,910 | 6,910 | 6,910 |
| Total Insurance | 118,317 | 118,317 | 107,866 |
| New Development | | | |
| Water Meters | 1,500 | 6,344 | 6,344 |
| Brownsfield Development | | | |
| Engineering | 10,000 | 10,000 | 7,012 |
| SCADA System | | | |
| Construction | 19,000 | 19,000 | 12,900 |
| Water Mains | | | |
| Construction | 100,000 | 120,000 | 90 |
| Other Wages - Meters | | | |
| Personnel Services | | | |
| Wages | 41,904 | 41,904 | 38,842 |
| Transportation and Heavy Equipment | | | |
| Contractual Services | | | |
| Maintenance Service and Repair | | | |
| Operating Equipment | 7,000 | 7,000 | 5,081 |
| Vehicles | 8,000 | 8,000 | 637 |
| Operations | | | |
| Maintenance and Repair Supplies | 1,500 | 1,500 | 20 |
| Vehicle Maintenance Supplies | 3,000 | 3,000 | 1,491 |
| Gasoline, Oil and Filters | 9,000 | 9,000 | 7,381 |
| Miscellaneous Expense | - | - | 26,704 |
| New Vehicles | 17,800 | 12,800 | 1 |
| New Equipment | - | - | 3,054 |
| Total Transportation and Heavy Equipment | 46,300 | 41,300 | 44,369 |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|---------------------------------|----------|---------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Power and Pumping | | | |
| Personal Services | | | |
| Wages | \$ 4,764 | 4,764 | 4,337 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Buildings | 10,000 | 10,000 | 5,740 |
| Operating Equipment | 67,000 | 86,000 | 33,968 |
| Natural Gas | 9,000 | 9,000 | 5,743 |
| Electricity | 45,000 | 45,000 | 39,766 |
| Water Towers | 25,000 | 25,000 | 11,300 |
| Communication | | | |
| Telephone - Land Lines | 1,700 | 2,400 | 2,075 |
| Telephone - Cellular | 2,700 | 2,700 | 2,463 |
| Internet | 1,700 | 1,700 | 1,564 |
| Operations | | | |
| Operating Supplies | 8,000 | 8,000 | 5,890 |
| New Wells | 49,000 | 49,000 | - |
| John St Building Improvement | 25,000 | - | - |
| Total Power and Pumping | 248,864 | 243,564 | 112,846 |
| Treatment | | | |
| Personal Services | | | |
| Wages | 9,529 | 9,529 | 8,592 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | 10,500 | 10,500 | 10,588 |
| Testing Services | 25,000 | 25,000 | 19,331 |
| Operations | | | |
| Operating Supplies | 28,000 | 28,000 | 17,088 |
| Total Treatment | 73,029 | 73,029 | 55,599 |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|-----------|-----------|-----------|
| | Original | Final | |
| Operations - Continued | | | |
| Distribution | | | |
| Personal Services | | | |
| Wages | \$ 96,144 | 96,144 | 93,507 |
| Contractual Services | | | |
| Uniforms and Personal Protection Equipment | 4,500 | 4,500 | 5,530 |
| Maintenance Services and Repair | | | |
| Distribution System | 26,000 | 26,000 | 15,330 |
| Water Meters | 45,000 | 45,000 | 26,571 |
| Operations | | | |
| Maintenance and Repair Supplies | 55,000 | 55,000 | 46,419 |
| Operating Supplies | 8,000 | 8,000 | 4,880 |
| Total Distribution | 234,644 | 234,644 | 192,237 |
| Total Operations | 1,112,353 | 1,157,797 | 802,421 |
| Depreciation | - | - | 267,425 |
| Total Operating Expenses | 1,112,353 | 1,157,797 | 1,069,846 |

CITY OF PLANO, ILLINOIS

Police Pension - Pension Trust Fund

**Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|----------------|----------------|------------------|
| | Original | Final | |
| Additions | | | |
| Contributions - Employer | \$ 390,950 | 326,750 | 324,258 |
| Contributions - Plan Members | 311,000 | 286,000 | 182,183 |
| Total Contributions | <u>701,950</u> | <u>612,750</u> | <u>506,441</u> |
| Investment Income | | | |
| Interest Earned | 100,000 | 100,000 | 314,525 |
| Net Change in Fair Value | - | - | - |
| | <u>100,000</u> | <u>100,000</u> | <u>314,525</u> |
| Less Investment Expenses | (26,000) | (26,000) | (22,237) |
| Net Investment Income | <u>74,000</u> | <u>74,000</u> | <u>292,288</u> |
| Total Additions | <u>775,950</u> | <u>686,750</u> | <u>798,729</u> |
| Deductions | | | |
| Administration | 38,475 | 38,475 | 21,892 |
| Benefits and Refunds | 450,231 | 450,231 | 290,993 |
| Total Deductions | <u>488,706</u> | <u>488,706</u> | <u>312,885</u> |
| Change in Fiduciary Net Position | <u>287,244</u> | <u>198,044</u> | 485,844 |
| Net Pension Restricted for Pensions | | | |
| Beginning | | | <u>5,018,998</u> |
| Ending | | | <u>5,504,842</u> |

CITY OF PLANO, ILLINOIS

OPEB - Special Purpose Trust Fund

**Schedule of Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

| | Budget | | Actual |
|--|---------------|---------------|---------------|
| | Original | Final | |
| Additions | | | |
| Other Post Employment Benefit Contributions | \$ 86,373 | 86,373 | 86,373 |
| Investment Income | | | |
| Interest Earned | 425 | 425 | 565 |
| Net Change in Fair Value | - | - | - |
| | 425 | 425 | 565 |
| Less Investment Expenses | | | |
| Net Investment Income | - | - | - |
| | 425 | 425 | 565 |
| Total Additions | 86,798 | 86,798 | 86,938 |
| Deductions | | | |
| Administration | 500 | 500 | - |
| Benefits and Refunds | 40,668 | 42,168 | 35,154 |
| Total Deductions | 41,168 | 42,668 | 35,154 |
| Change in Net Position | 45,630 | 44,130 | 51,784 |
| Net Position Held in Trust for Other Post-Employment Benefits | | | |
| Beginning | | | 325,158 |
| Ending | | | 376,942 |

SUPPLEMENTAL SCHEDULES

CITY OF PLANO, ILLINOIS

**Schedule of Property Tax Assessed Valuations, Rates, Extensions, and Collections
Last Ten Tax Levy Years
April 30, 2017**

See Following Page

CITY OF PLANO, ILLINOIS

Schedule of Property Tax Assessed Valuations, Rates, Extensions, and Collections

Last Ten Tax Levy Years

April 30, 2017

| | 2007 | 2008 | 2009 | 2010 |
|--------------------------------------|---------------------|------------------|------------------|------------------|
| Assessed Valuation | \$ 194,231,056 | 251,201,617 | 247,941,439 | 221,784,163 |
| Tax Rates by Fund/Purpose | | | | |
| General (1) | 0.3608 | 0.3819 | 0.4134 | 0.4809 |
| Parks | 0.0592 | 0.0592 | 0.0463 | 0.0509 |
| Illinois Municipal Retirement | 0.1108 | 0.1332 | 0.1315 | 0.1528 |
| Debt Service | 0.0234 | 0.0219 | 0.0213 | 0.0251 |
| Chlorination | 0.0171 | 0.0153 | 0.0151 | 0.0164 |
| Sewerage | 0.0589 | 0.0534 | 0.0526 | 0.0578 |
| Total Tax Rates | 0.6302 | 0.6649 | 0.6802 | 0.7839 |
| Tax Extension by Fund/Purpose | | | | |
| General (1) | \$ 884,501 | 959,338 | 1,025,014 | 1,066,848 |
| Parks | 145,129 | 148,460 | 114,871 | 112,955 |
| Illinois Municipal Retirement | 271,626 | 334,601 | 326,043 | 338,820 |
| Debt Service | 57,365 | 55,013 | 52,738 | 55,557 |
| Chlorination | 41,921 | 38,434 | 37,489 | 36,350 |
| Sewerage | 144,393 | 134,142 | 130,441 | 128,125 |
| Total Tax Extensions | 1,544,935 | 1,669,988 | 1,686,596 | 1,738,655 |
| Collections | \$ 1,535,807 | 1,663,284 | 1,681,999 | 1,742,197 |
| Percent Collected | 99.41% | 99.60% | 99.73% | 100.20% |

(1) The amount collected to pay the Police Pension contribution is included here.

| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 190,804,028 | 150,126,177 | 127,148,514 | 129,456,722 | 140,845,413 | 166,292,859 |
| 0.6303 | 0.8171 | 0.9687 | 1.1521 | 1.0678 | 0.9045 |
| 0.0590 | 0.0750 | 0.0750 | 0.0750 | 0.0650 | 0.0550 |
| 0.2089 | 0.2798 | 0.3508 | 0.1530 | 0.1406 | 0.1191 |
| 0.0280 | 0.0374 | 0.0443 | 0.0439 | 0.0403 | 0.0341 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 0.9262 | 1.2093 | 1.4388 | 1.4240 | 1.3137 | 1.1127 |
| 1,202,656 | 1,226,666 | 1,231,713 | 1,491,316 | 1,504,004 | 1,504,185 |
| 112,555 | 112,595 | 95,361 | 97,093 | 91,507 | 91,511 |
| 398,495 | 420,008 | 446,012 | 198,004 | 198,000 | 198,005 |
| 53,464 | 56,207 | 56,301 | 56,857 | 56,775 | 56,673 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 1,767,170 | 1,815,476 | 1,829,387 | 1,843,270 | 1,850,286 | 1,850,374 |
| 1,766,221 | 1,805,082 | 1,825,087 | 1,770,790 | 1,838,364 | - |
| 99.95% | 99.43% | 99.76% | 96.07% | 99.36% | - |

CITY OF PLANO, ILLINOIS

Schedule of Legal Debt Margin

April 30, 2017

| | |
|---|-----------------------|
| Equalized Assessed Value - 2016 Tax Levy Year | <u>\$ 166,292,859</u> |
| Legal Debt Limit | |
| 8.625% of Equalized Assessed Value | 14,342,759 |
| Amount of Debt Applicable to Limit | <u>345,000</u> |
| Legal Debt Margin | <u>13,997,759</u> |

Illinois Compiled Statutes (65 ILCS5/) provide "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

CITY OF PLANO, ILLINOIS

**Schedule of Expenditures for Tort Immunity Purposes
April 30, 2017**

Public Act 91-0628, as passed by the Illinois General assembly, requires a list of tort immunity purpose expenditures when property taxes are levied for these purposes. The City levies property taxes for tort immunity and liability insurance purposes and, in fiscal year 2017, paid for the following:

| | |
|---|-----------------------|
| Expenditures for Tort Immunity Purposes | |
| Auto and General Liability | \$ 59,405 |
| Workers' Compensation | 67,995 |
| Unemployment | <u>7,641</u> |
| Total Expenditures for Tort Immunity Purposes | <u><u>135,041</u></u> |

The City's tax extension for immunity and liability insurance purposes for the tax levy year 2015, as extended by Kendall County for the fiscal year 2017, was \$59,000. Any shortfall to cover expenditures in excess of taxes collected is derived from other General Fund revenues of the City. Any excess of levied tax revenues for tort immunity purposes over expenditures is carried forward to subsequent fiscal years and is subject to a statutory formula.

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding (Alternate Revenue Source) Bonds of 2008
April 30, 2017**

| | |
|-------------------------|-----------------------------|
| Date of Issue | August 1, 2008 |
| Date of Maturity | February 1, 2019 |
| Authorized Issue | \$1,900,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 2.92% to 4.03% |
| Interest Dates | August 1 and February 1 |
| Principal Maturity Date | February 1 |
| Payable at | Bank of New York Mellon, NA |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Principal | Interest | Totals |
|----------------|----------------|---------------|----------------|
| 2018 | \$ 205,000 | 16,421 | 221,421 |
| 2019 | 205,000 | 8,262 | 213,262 |
| | <u>410,000</u> | <u>24,683</u> | <u>434,683</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**General Obligation (Alternate Revenue Source) Bonds of 2011
April 30, 2017**

| | |
|-------------------------|----------------------------------|
| Date of Issue | June 1, 2011 |
| Date of Maturity | January 1, 2020 |
| Authorized Issue | \$4,000,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rates | 1.65% to 5.50% |
| Interest Dates | January 1 and July 1 |
| Principal Maturity Date | January 1 |
| Payable at | Heartland Bank and Trust Company |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Principal | Interest | Totals |
|----------------|----------------|---------------|----------------|
| 2018 | \$ 160,000 | 16,608 | 176,608 |
| 2019 | 175,000 | 11,808 | 186,808 |
| 2020 | 180,000 | 6,120 | 186,120 |
| | <u>515,000</u> | <u>34,536</u> | <u>549,536</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**General Obligation (Alternate Revenue Source) Bonds of 2016
April 30, 2017**

| | |
|-------------------------|----------------------|
| Date of Issue | September 27, 2016 |
| Date of Maturity | January 1, 2031 |
| Authorized Issue | \$3,080,000 |
| Denomination of Bonds | \$5,000 |
| Interest Rate | 2.09% |
| Interest Dates | January 1 and July 1 |
| Principal Maturity Date | January 1 |
| Payable at | Chase Bank |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Principal | Interest | Totals |
|----------------|------------------|----------------|------------------|
| 2018 | \$ 90,000 | 81,180 | 171,180 |
| 2019 | 50,000 | 62,489 | 112,489 |
| 2020 | 50,000 | 61,446 | 111,446 |
| 2021 | 235,000 | 60,399 | 295,399 |
| 2022 | 240,000 | 55,490 | 295,490 |
| 2023 | 250,000 | 50,472 | 300,472 |
| 2024 | 255,000 | 45,248 | 300,248 |
| 2025 | 255,000 | 39,917 | 294,917 |
| 2026 | 265,000 | 34,588 | 299,588 |
| 2027 | 265,000 | 29,049 | 294,049 |
| 2028 | 275,000 | 23,512 | 298,512 |
| 2029 | 280,000 | 17,766 | 297,766 |
| 2030 | 285,000 | 11,914 | 296,914 |
| 2031 | 285,000 | 5,956 | 290,956 |
| | <u>3,080,000</u> | <u>579,426</u> | <u>3,659,426</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

General Obligation Limited Bonds of 2013

April 30, 2017

| | |
|-------------------------|----------------------------------|
| Date of Issue | December 1, 2013 |
| Date of Maturity | February 1, 2024 |
| Authorized Issue | \$471,000 |
| Denomination of Bonds | \$1,000 |
| Interest Rates | 2.50% to 3.70% |
| Interest Dates | August 1 and February 1 |
| Principal Maturity Date | February 1 |
| Payable at | Heartland Bank and Trust Company |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| <u>Fiscal Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Totals</u> |
|------------------------|------------------|-----------------|----------------|
| 2018 | \$ 45,000 | 11,673 | 56,673 |
| 2019 | 46,000 | 10,548 | 56,548 |
| 2020 | 47,000 | 9,398 | 56,398 |
| 2021 | 49,000 | 7,659 | 56,659 |
| 2022 | 51,000 | 5,846 | 56,846 |
| 2023 | 53,000 | 3,959 | 56,959 |
| 2024 | 54,000 | 1,998 | 55,998 |
| | <u>345,000</u> | <u>51,081</u> | <u>396,081</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**IEPA Loan Payable of 2010
April 30, 2017**

| | |
|--------------------------|--|
| Date of Issue | January 15, 2010 |
| Date of Maturity | October 15, 2030 |
| Authorized Issue | \$433,964 |
| Interest Rate | Non-Interest |
| Interest Date | Non-Interest |
| Principal Maturity Dates | October 15 and April 15 |
| Payable at | Illinois Environmental Protection Agency |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Principal | Interest | Totals |
|----------------|-----------|----------|---------|
| 2018 | \$ 11,127 | - | 11,127 |
| 2019 | 11,127 | - | 11,127 |
| 2020 | 11,127 | - | 11,127 |
| 2021 | 11,127 | - | 11,127 |
| 2022 | 11,127 | - | 11,127 |
| 2023 | 11,127 | - | 11,127 |
| 2024 | 11,127 | - | 11,127 |
| 2025 | 11,127 | - | 11,127 |
| 2026 | 11,127 | - | 11,127 |
| 2027 | 11,127 | - | 11,127 |
| 2028 | 11,127 | - | 11,127 |
| 2029 | 11,127 | - | 11,127 |
| 2030 | 11,127 | - | 11,127 |
| 2031 | 5,570 | - | 5,570 |
| | 150,221 | - | 150,221 |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**IEPA Public Water Supply Loan Payable of 2010
April 30, 2017**

| | |
|--------------------------|--|
| Date of Issue | January 15, 2010 |
| Date of Maturity | October 15, 2030 |
| Authorized Issue | \$433,963 |
| Interest Rate | Non-Interest |
| Interest Date | Non-Interest |
| Principal Maturity Dates | October 15 and April 15 |
| Payable at | Illinois Environmental Protection Agency |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Principal | Interest | Totals |
|----------------|----------------|----------|----------------|
| 2018 | \$ 22,255 | - | 22,255 |
| 2019 | 22,255 | - | 22,255 |
| 2020 | 22,255 | - | 22,255 |
| 2021 | 22,255 | - | 22,255 |
| 2022 | 22,255 | - | 22,255 |
| 2023 | 22,255 | - | 22,255 |
| 2024 | 22,255 | - | 22,255 |
| 2025 | 22,255 | - | 22,255 |
| 2026 | 22,255 | - | 22,255 |
| 2027 | 22,255 | - | 22,255 |
| 2028 | 22,255 | - | 22,255 |
| 2029 | 22,255 | - | 22,255 |
| 2030 | 22,255 | - | 22,255 |
| 2031 | 11,120 | - | 11,120 |
| | <u>300,435</u> | - | <u>300,435</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

Skid Steer Installment Contract of 2012

April 30, 2017

| | |
|-------------------------|--|
| Date of Issue | October 11, 2012 |
| Date of Maturity | May 22, 2017 |
| Authorized Issue | \$46,830 |
| Interest Rate | 3.20% |
| Interest Date | May 22nd |
| Principal Maturity Date | May 22nd |
| Payable at | Caterpillar Financial Services Corporation |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| <u>Fiscal Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Totals</u> |
|------------------------|------------------|-----------------|---------------|
| 2018 | <u>\$ 9,965</u> | <u>319</u> | <u>10,284</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**Dump Truck Installment Contract of 2014
April 30, 2017**

| | |
|-------------------------|------------------------------|
| Date of Issue | October 3, 2014 |
| Date of Maturity | October 3, 2019 |
| Authorized Issue | \$133,201 |
| Interest Rate | 2.70% |
| Interest Date | October 3rd |
| Principal Maturity Date | October 3rd |
| Payable at | First National Bank of Omaha |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| <u>Fiscal Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Totals</u> |
|------------------------|------------------|-----------------|---------------|
| 2018 | \$ 26,630 | 2,239 | 28,869 |
| 2019 | 27,359 | 1,510 | 28,869 |
| 2020 | 27,797 | 819 | 28,616 |
| | <u>81,786</u> | <u>4,568</u> | <u>86,354</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**Dump Truck Installment Contract of 2017
April 30, 2017**

| | |
|-------------------------|------------------------------|
| Date of Issue | January 9, 2017 |
| Date of Maturity | January 9, 2021 |
| Authorized Issue | \$117,813 |
| Interest Rate | 2.65% |
| Interest Date | October 3rd |
| Principal Maturity Date | October 3rd |
| Payable at | First National Bank of Omaha |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| <u>Fiscal Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Totals</u> |
|------------------------|------------------|-----------------|----------------|
| 2018 | \$ 28,293 | 3,165 | 31,458 |
| 2019 | 29,053 | 2,405 | 31,458 |
| 2020 | 29,834 | 1,624 | 31,458 |
| 2021 | 30,633 | 825 | 31,458 |
| | <u>117,813</u> | <u>8,019</u> | <u>125,832</u> |