

# CITY OF PLANO, ILLINOIS

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## ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
APRIL 30, 2019

**CITY OF PLANO, ILLINOIS**

**TABLE OF CONTENTS**

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---

**PAGE**

**INTRODUCTORY SECTION**

List of Principal Officials 1

**FINANCIAL SECTION**

**INDEPENDENT AUDITORS' REPORT** 2 - 3

**MANAGEMENT'S DISCUSSION AND ANALYSIS** 4 - 18

**BASIC FINANCIAL STATEMENTS**

Government-Wide Financial Statements

Statement of Net Position 19 - 20

Statement of Activities 21 - 22

Fund Financial Statements

Balance Sheet – Governmental Funds 23 - 24

Reconciliation of Total Governmental Fund Balance to the  
Statement of Net Position – Governmental Activities 25

Statement of Revenues, Expenditures and Changes in  
Fund Balances – Governmental Funds 26 - 27

Reconciliation of the Statement of Revenues, Expenditures and Changes in  
Fund Balances to the Statement of Activities – Governmental Activities 28

Statement of Net Position – Proprietary Funds 29 - 30

Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds 31

Statement of Cash Flows – Proprietary 32

Statement of Fiduciary Net Position 33

Statement of Changes in Fiduciary Net Position 34

Notes to Financial Statements 35 - 75

**CITY OF PLANO, ILLINOIS**

**TABLE OF CONTENTS**

**PAGE**

**FINANCIAL SECTION - Continued**

**REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	76
Police Pension Fund	77
Schedule of Changes in the Employer's Net Pension Liability	
Illinois Municipal Retirement Fund	78 - 79
Police Pension Fund	80 - 81
Schedule of Investment Returns	
Police Pension Fund	82
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree Benefits Plan	83
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
General Fund	84
Motor Fuel Tax – Special Revenue Fund	85
Illinois Municipal Retirement – Special Revenue Fund	86

**OTHER SUPPLEMENTARY INFORMATION**

Schedule of Revenues – Budget and Actual – General Fund	87 - 88
Schedule of Expenditures – Budget and Actual – General Fund	89 - 98
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Debt Service Fund	99
Parks – Special Revenue Fund	100
Schedule of Expenditures – Budget and Actual – Parks – Special Revenue Fund	101 - 104
Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual	
Sewer – Enterprise Fund	105
Schedule of Operating Expenses – Budget and Actual – Sewer – Enterprise Fund	106 - 109
Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual	
Water – Enterprise Fund	110
Schedule of Operating Expenses – Budget and Actual – Water – Enterprise Fund	111 - 114
Schedule of Changes in Fiduciary Net Position – Budget and Actual	
Police Pension – Pension Trust Fund	115
Schedule of Changes in Net Position – Budget and Actual	
OPEB – Special Purpose Trust Fund	116
Consolidated Year-End Financial Report	117

**CITY OF PLANO, ILLINOIS**

**TABLE OF CONTENTS**

---

---

**PAGE**

**SUPPLEMENTAL SCHEDULES**

Schedule of Property Tax Assessed, Rates, Extensions, and Collections	
Last Ten Tax Levy Years	118 - 119
Schedule of Legal Debt Margin	120
Schedule of Expenditures for Tort Immunity Purposes	121
Long-Term Debt Requirements	
General Obligation (Alternate Revenue Source) Bonds of 2011	122
General Obligation (Alternate Revenue Source) Bonds of 2016	123
General Obligation Limited Bonds of 2013	124
IEPA Loan Payable of 2010	125
IEPA Public Water Supply Loan Payable of 2010	126
Dump Truck Installment Contract of 2014	127
Dump Truck Installment Contract of 2017	128

## **INTRODUCTORY SECTION**

This section includes:

- List of Principal Officials

**CITY OF PLANO, ILLINOIS**

**List of Principal Officials  
April 30, 2019**

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**LEGISLATIVE**

City Mayor: Robert A. Hausler

**ALDERMEN**

Stephen DeBolt

Ben Eaton

Tommy Johns

C. R. Jones

Scott Mulliner

Barb Nadeau

Mike Rennels

Jamal Williams

**ADMINISTRATIVE**

City Treasurer: Janet E. Goehst

City Clerk: Kathleen Miller

Police Chief: Jonathan Whowell

Director of Public Works: Nate Bullard

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 9, 2019

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, 2019, 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 the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, 2019, 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 a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *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 basic 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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*

LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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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, 2019. Please read this in conjunction with the City's financial statements, which begin on pg. 19 and the Independent Auditor's Report for the Fiscal Year Ended April 30, 2019.

**FINANCIAL HIGHLIGHTS**

- Due to Governmental Accounting Standards Board Statements 74 & 75 the City had to restate its beginning balance to \$100.75 million from \$101.28 million in fiscal year 2018.
- Net Pension/OPEB Liabilities increased \$1.66 million. This is the result of a decrease in the assumed investment rate of return (7.50% to 7.25%) as well as a decrease in the pension/OPEB plan net investment income.
- At the close of business on 4/30/19, the City's assets exceeded its liabilities by \$154.55 million.
- During the year, the City had governmental revenues of \$8.26 million. These revenues were generated from governmental programs as well as through taxes. The City's expenses exceeded the governmental revenues by \$1.94 million, Please note, these governmental expenses include unbudgeted items that include depreciation, the net effect of deferred inflow/outflows and other full accrual type entries.
- In the City's business-type activities, expenses were \$3.30 million and revenues were \$2.83 million. Please note, these expenses do include \$1.29 million in depreciation.
- The total costs of all City programs were \$13.51 million, an increase of \$0.34 million over last year's total of \$13.17 million.
- The City paid off a \$1.90 million Bond issuance from 2008 in December 2018.
- The City finished upgrades to two of its parks totaling \$0.74 million. \$0.2 million was provided from an Open Space Land Acquisition and Development grant to help offset the costs for one of the upgrades.
- A major upgrade to the City's Waste Water Treatment Plant was completed totaling \$1.61 million.

**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 19 - 22), 2) fund financial statements (on pages 23 - 28), and 3) notes to the financial statements (on pages 35 - 75).

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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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: 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.

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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The governmental fund presentation is presented on a 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 are 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 employees. Non-major fund information can be found immediately following the required supplementary information.

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

**CITY-WIDE STATEMENTS & ANALYSIS**

**Statement of Net Position**

The largest portion of the City of Plano's net position (\$153.69 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, 2019 and 2018  
(In millions)

	Governmental		Business-Type		Total Primary Government	
	<u>Activities</u>		<u>Activities</u>		<u>Government</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Current assets/Outflows	\$ 5.46	\$ 5.80	\$ 3.74	\$ 4.63	\$ 9.20	\$ 10.43
Capital Assets, net	<u>104.05</u>	<u>105.31</u>	<u>53.19</u>	<u>52.75</u>	<u>157.24</u>	<u>158.06</u>
Total Assets	109.51	111.11	56.93	57.38	166.44	168.49
Deferred Outflows	<u>1.22</u>	<u>1.77</u>	<u>0.34</u>	<u>-</u>	<u>1.56</u>	<u>1.77</u>
Total Assets/ Def.	<u>110.73</u>	<u>112.88</u>	<u>57.27</u>	<u>57.38</u>	<u>168.00</u>	<u>170.26</u>
Current liab./Deferred	1.06	1.51	0.25	0.21	1.31	1.72
Long-term liabilities	<u>8.86</u>	<u>7.26</u>	<u>1.23</u>	<u>0.46</u>	<u>10.09</u>	<u>7.72</u>
Total Liabilities	9.92	8.77	1.48	0.67	11.40	9.44
Deferred Inflows	<u>2.00</u>	<u>2.83</u>	<u>0.05</u>	<u>-</u>	<u>2.05</u>	<u>2.83</u>
Total Liab./ Deferred	<u>11.92</u>	<u>11.60</u>	<u>1.53</u>	<u>0.67</u>	<u>13.45</u>	<u>12.27</u>
Net Position:						
Invested in capital assets, Net of debt	100.89	101.64	52.80	52.33	153.69	153.97
Restricted	1.48	1.63	-	-	1.48	1.63
Unrestricted	<u>(3.56)</u>	<u>(1.99)</u>	<u>2.94</u>	<u>4.38</u>	<u>(0.62)</u>	<u>2.39</u>
Total Net Position	<u>\$ 98.81</u>	<u>\$101.28</u>	<u>\$ 55.74</u>	<u>\$ 56.71</u>	<u>\$ 154.55</u>	<u>\$ 157.99</u>

For more detailed information, see the Statement of Net Position (pages 19 - 20).

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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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 decreased (\$1.94) million in FY 2019 (\$98.81 million compared to \$100.75 million [restated]). 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) decreased (\$0.75) million (\$100.89 million compared to \$101.64 million).

The net position for business-type activities decreased (\$0.47) million in 2019 (\$55.74 million compared to \$56.21 million [restated]). Invested in Capital Assets, Net of Debt increased \$0.47 million (\$52.80 million compared to \$52.33 million).

Statement of Activities

Total primary governmental activities decreased (\$2.41) million. Governmental activities decreased the City's net position by (\$1.94) million and Business-Type-Activities decreased (\$0.47) million. Key elements of these changes are as follows:

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

**Table 2**  
**Changes in Net Position**  
**For the Fiscal Year Ended April 30, 2019 and 2018**  
**(in millions)**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>		<u>Primary</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>Government</u>	<u>2018</u>
Revenue						
Program Revenues:						
Charges for Services	1.95	1.54	-	-	1.95	1.54
Sewer	-	-	1.62	1.62	1.62	1.62
Water	-	-	1.17	1.14	1.17	1.14
Operating Grants/Contributions	0.38	0.37	-	-	0.38	0.37
Capital Grants/Contributions	0.05	17.83	-	5.35	0.05	23.18
General Revenues						
Property Taxes	1.85	1.85	-	-	1.85	1.85
Other Taxes	3.95	3.79	-	-	3.95	3.79
Other	0.08	0.09	0.04	0.02	0.12	0.11
Total Revenues	<u>8.26</u>	<u>25.47</u>	<u>2.83</u>	<u>8.13</u>	<u>11.09</u>	<u>33.60</u>
Expenses						
General Government	2.78	2.37	-	-	2.78	2.37
Public Safety	3.42	3.39	-	-	3.42	3.39
Highway & Streets	2.79	2.73	-	-	2.79	2.73
Health & Welfare	0.97	0.95	-	-	0.97	0.95
Culture & Recreation	0.12	0.08	-	-	0.12	0.08
Interest on Debt	0.12	0.14	-	-	0.12	0.14
Sewer	-	-	2.26	2.17	2.26	2.17
Water	-	-	1.04	1.34	1.04	1.34
Total Expenses	<u>10.20</u>	<u>9.66</u>	<u>3.30</u>	<u>3.51</u>	<u>13.50</u>	<u>13.17</u>
Changes in Net Position before Transfers	(1.94)	15.81	(0.47)	4.62	(2.41)	20.43
Transfers	-	-	-	-	-	-
Change in Net Position	(1.94)	15.81	(0.47)	4.62	(2.41)	20.43
Net Position at Beg. -Restated	<u>100.75</u>	<u>85.47</u>	<u>56.21</u>	<u>52.09</u>	<u>156.96</u>	<u>137.56</u>
Net Position at End of Year	<u>98.81</u>	<u>101.28</u>	<u>55.74</u>	<u>56.71</u>	<u>154.55</u>	<u>157.99</u>

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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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.

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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Current Year Impacts

Governmental Activities

Revenues:

The total revenues decreased (\$17.21) million.

Charges for Services increased \$0.41 million. This increase is due to Developer Fees increasing \$0.26 million, Impact Fees increasing \$0.06 million, Tipping Fees increasing \$0.02 million and Police Fines increasing \$0.01 million.

Operating Grants/Contributions increased \$0.01 million.

Capital Grants/Contributions decreased (\$17.78) million. In fiscal year 2018 the City recorded \$17.72 million in Developer Contributions from the acceptance of infrastructure.

The General Revenues, which consist of property, income, sales, and other taxes as well as licenses & fees and investment earnings, increased \$0.15 million. Sales Taxes increased \$0.03 million, Utility Taxes increased \$0.02 million, Income Tax increased \$0.06 million, Use Tax increased \$0.05 million and Permits increased \$0.03 million.

Expenses:

Overall Governmental expenses increased \$0.54 million.

The City's General Government expenses increased \$0.41 million. There were slight increases across all departmental areas.

Public Safety increased \$0.03 million.

Highway and Streets increased \$0.06 million.

Health & Welfare increased \$0.02 million.

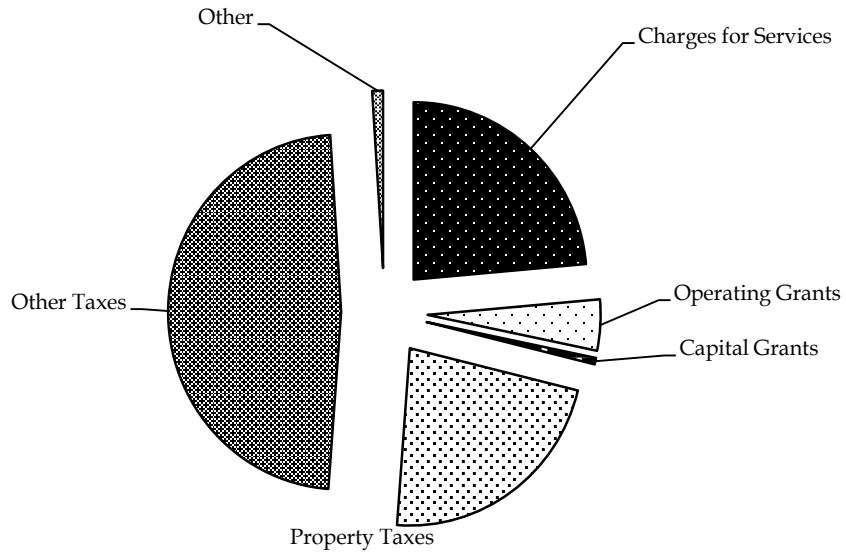
Culture and Recreation increased \$0.04 million.

Interest on Debt decreased \$(0.02) million.

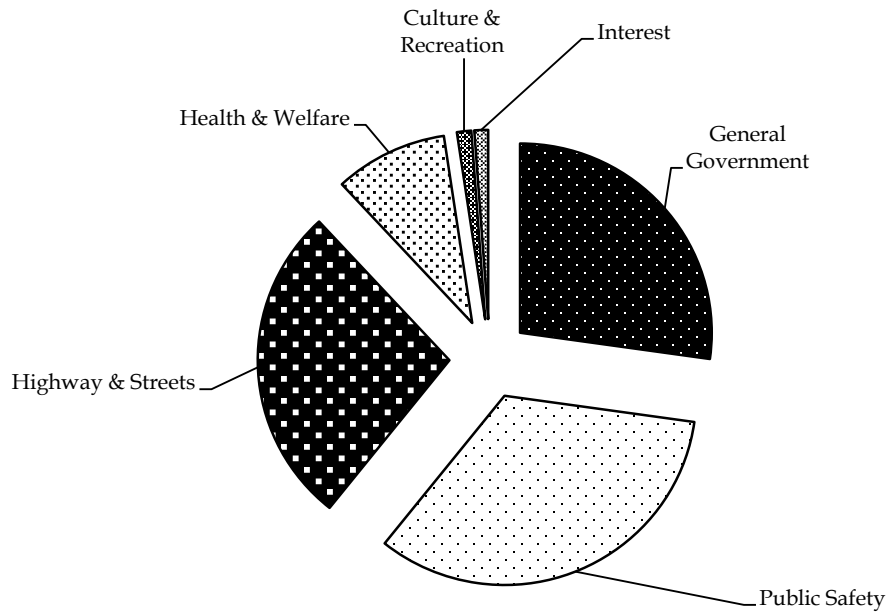
**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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**Revenues by Source-Governmental Activities**



**Expenses- Governmental Activities**



**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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Business-type Activities

Revenues:

Total revenues decreased by (\$5.30) million.

Charges for services increased \$0.03 million.

Capital Grants/Contributions decreased (\$5.35) million. The City recorded \$5.35 million in Developer Contributions from the acceptance of infrastructure in fiscal year 2018.

Expenses:

Total expenses decreased by (\$0.21) million. Water meter purchases decreased (\$0.21) million.

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 23 - 28) 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 \$2.97 million, which is (\$0.17) million less than last year. Approximately 45.8 percent of this total amount (\$1.36 million) constitutes unassigned fund balance, which is available for use at the City's discretion. The remainder of the fund's balance consists of \$0.11 million in non-spendable prepaid items, \$1.49 million is restricted for special revenue funds and debt service.

**City of Plano, Illinois**  
 Management's Discussion & Analysis  
 April 30, 2019

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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. The following table summarizes the amendments:

<b>All Funds</b>						
<b>(in millions)</b>						
<u>Fund</u>	<u>Original</u> <u>Budgeted</u> <u>Revenue</u>	<u>Amended</u> <u>Budgeted</u> <u>Revenue</u>	<u>Actual</u>	<u>Original</u> <u>Budgeted</u> <u>Expenditure</u>	<u>Amended</u> <u>Budgeted</u> <u>Expenditure</u>	<u>Actual</u>
General	\$ 6.80	\$ 7.17	\$ 7.31	\$ 6.62	\$ 6.96	\$ 6.81
MFT	0.29	0.29	0.30	0.82	0.83	0.16
Parks	0.14	0.14	0.14	0.42	0.53	0.37
IMRF	0.46	0.46	0.46	0.48	0.48	0.47
Debt Service	0.06	0.06	0.06	0.57	0.57	0.57
Sewer	1.56	1.58	1.62	2.61	2.62	1.25
Water	1.17	1.20	1.17	1.19	2.39	0.76
	<u>\$ 10.48</u>	<u>\$ 10.90</u>	<u>\$ 11.06</u>	<u>\$ 12.71</u>	<u>\$ 14.38</u>	<u>\$ 10.39</u>

During the year, actual revenues were \$0.16 million over budgeted and expenses came in (\$3.99) million under budget. Following are the key components of the changes for both sides of the chart.

General Fund:

- Revenues were over budget \$0.13 million
  - Utility taxes were up \$0.02 million
  - Income and Use taxes were up \$0.06 million
  - Permits/Inspections were up \$0.02 million
  - Disposal Fees were up \$0.04 million
  
- Expenditures under budget (\$0.15) million
  - Administration (\$0.14) million
    - Contingencies line item was not used (\$0.10) million
    - Office Equipment (\$0.02) million

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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- Public Safety was essentially at budget
- Highway & Streets (\$0.06) million
  - Storm sewer mains (\$0.02) million
  - Street maintenance (\$0.03) million
- Health & Welfare was \$0.02 million

Motor Fuel Tax Fund:

- Expenditures were under budget \$(0.67) million
  - Lew St. project (\$0.36) million
  - Main St. bridge project (\$0.32) million

Parks Fund:

- Expenditures were under budget \$(0.16) million
  - Lathrop park \$(0.07) million
  - Foli Park \$(0.06) million

Sewer Fund:

- Revenue were over budget \$0.04 million
  - Connection fees \$0.02 million
  - Discharge fees \$0.02 million
- Expenditures were under budget (\$1.37) million
  - Sludge thickener expenses were capitalized (\$1.37 million)

Water Fund:

- Revenues were under budget (\$0.04) million
- Expenditures were under budget (\$1.66) million
  - Water treatment plant improvements (\$1.12) million
    - \$0.29 million capitalized & \$0.83 million moved next fiscal year
  - Prairie St. water main (\$0.11) million capitalized
  - SCADA system improvement (\$0.09) million moved to next fiscal year
  - IEPA loan payment (\$0.03) million debt reduction
  - New vehicles (\$0.06) moved to next fiscal year
  - Maintenance & service equipment (\$0.07) million

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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Governmental Activities Change in Capital Assets

(Presented in millions)

	Balance <u>May 1, 2018</u>	Net Additions/ <u>Deletions</u>	Balance <u>April 30, 2019</u>
Non-Depreciable Assets:			
Land/CIP	\$ 27.10	\$ (0.28)	\$ 26.82
Other Capital Assets:			
Infrastructure	93.00	0.13	93.13
Buildings/Improvements	4.80	0.14	4.94
Fixtures/Equipment	3.19	0.40	3.59
Total Other Capital Assets	100.99	0.67	101.66
Accum. Depreciation	22.80	1.65	24.45
Other Capital Assets, net	78.19	(0.98)	77.21
Capital Assets, net	<u>\$ 105.30</u>	<u>\$ (1.25)</u>	<u>\$ 104.05</u>

At the end of fiscal year 2019, the City had combined total capital assets of \$104.05 million invested in a broad range of capital assets including police equipment, buildings, city facilities, streets and infrastructure. This amount represents a net decrease (including additions and deletions) of (\$1.25) million. The reason for this decrease is in large part due to accumulated depreciation. See note 3 to the financial statements for additional information on capital assets on page 50.

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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

	Balance May 1, 2018	Net Additions/ Deletions	Balance April 30, 2019
Non-Depreciable Assets:			
Land/CIP	\$ 0.50	\$ 0.01	\$ 0.51
Other Capital Assets:			
Infrastructure	48.01	0.11	48.12
Buildings/Improvements	8.28	-	8.28
Fixtures/Equipment	10.45	1.49	11.94
Total Other Capital Assets	66.74	1.60	68.34
Accum. Depreciation	14.50	1.17	15.67
Other Capital Assets, net	52.24	0.43	52.67
Capital Assets, net	\$ 52.74	\$ 0.44	\$ 53.18

The business-type activities had combined total capital assets of \$53.18 million invested in land, infrastructure, buildings and equipment. This amount represents a net increase (including additions and deletions) of \$0.44 million. See the note 3 to the financial statements for additional information on capital assets on page 51.

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

	Governmental Activities	
	<u>2019</u>	<u>2018</u>
General Obligation		
Bonds:		
Series 2008	-	0.21
Series 2011	0.18	0.35
Series 2013	0.25	0.30
Series 2016	2.94	2.99
Total G.O. Bonds	<u>\$ 3.37</u>	<u>\$ 3.85</u>

**City of Plano, Illinois**  
Management's Discussion & Analysis  
April 30, 2019

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At the end of the current fiscal year, the City had a total bonded debt of \$3.37 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 52 - 56.

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 \$17.77 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 2020 budget. One of those factors is the economy, and with the stabilizing and slight growth of the economy, the City has seen revenue streams increase. 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, 2019**

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**See Following Page**

**CITY OF PLANO, ILLINOIS**

**Statement of Net Position  
April 30, 2019**

	Governmental Activities	Business-Type Activities	Totals
<b>ASSETS</b>			
Current Assets			
Cash and Investments	\$ 2,523,185	2,923,801	5,446,986
Receivables - Net of Allowances	2,202,999	530,320	2,733,319
Land Held for Resale	-	220,000	220,000
Due from Other Governments	615,503	-	615,503
Prepays	114,943	67,541	182,484
Total Current Assets	5,456,630	3,741,662	9,198,292
Noncurrent Assets			
Capital Assets			
Nondepreciable	26,826,645	514,495	27,341,140
Depreciable	101,682,268	68,354,490	170,036,758
Accumulated Depreciation	(24,456,953)	(15,675,569)	(40,132,522)
Total Capital Assets	104,051,960	53,193,416	157,245,376
Total Assets	109,508,590	56,935,078	166,443,668
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Items - IMRF	657,988	295,618	953,606
Deferred Items - Police Pension	107,378	-	107,378
Deferred Items - RBP	150,361	45,133	195,494
Unamortized Loss on Refunding	304,480	-	304,480
Total Deferred Outflows of Resources	1,220,207	340,751	1,560,958
Total Assets and Deferred Outflows of Resources	110,728,797	57,275,829	168,004,626

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

	Governmental Activities	Business-Type Activities	Totals
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	\$ 443,239	157,082	600,321
Accrued Payroll	138,214	28,326	166,540
Accrued Interest Payable	25,892	-	25,892
Current Portion of Long-Term Debt	449,450	62,857	512,307
Total Current Liabilities	<u>1,056,795</u>	<u>248,265</u>	<u>1,305,060</u>
Noncurrent Liabilities			
Compensated Absences	344,457	88,424	432,881
Net Pension Liability - IMRF	1,118,776	502,639	1,621,415
Net Pension Liability - Police	3,291,449	-	3,291,449
Net OPEB Liability - RBP	977,197	293,321	1,270,518
General Obligation Bonds Payable	3,097,000	-	3,097,000
IEPA Loans Payable	-	350,510	350,510
Installment Contracts Payable	30,633	-	30,633
Total Noncurrent Liabilities	<u>8,859,512</u>	<u>1,234,894</u>	<u>10,094,406</u>
Total Liabilities	<u>9,916,307</u>	<u>1,483,159</u>	<u>11,399,466</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Items - IMRF	105,101	47,220	152,321
Deferred Items - RBP	241	72	313
Property Taxes	1,901,275	-	1,901,275
Total Deferred Inflows of Resources	<u>2,006,617</u>	<u>47,292</u>	<u>2,053,909</u>
Total Liabilities and Deferred Inflows of Resources	<u>11,922,924</u>	<u>1,530,451</u>	<u>13,453,375</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	100,894,176	52,809,524	153,703,700
Restricted			
Audit	20,462	-	20,462
Liability Insurance	277	-	277
Road Maintenance	1,054,747	-	1,054,747
Illinois Municipal Retirement Fund	253,927	-	253,927
Park Service	109,911	-	109,911
Debt Service	32,665	-	32,665
Unrestricted (Deficit)	<u>(3,560,292)</u>	<u>2,935,854</u>	<u>(624,438)</u>
Total Net Position	<u>98,805,873</u>	<u>55,745,378</u>	<u>154,551,251</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, 2019**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
<b>Primary Government</b>				
<b>Governmental Activities</b>				
General Government	\$ 2,778,992	962,044	-	-
Public Safety	3,424,200	29,645	88,208	-
Highways and Streets	2,791,714	-	295,915	4,100
Health and Welfare	973,745	958,763	-	-
Culture and Recreation	123,389	-	-	44,566
Interest on Long-Term Debt	118,387	-	-	-
<b>Total Governmental Activities</b>	<b>10,210,427</b>	<b>1,950,452</b>	<b>384,123</b>	<b>48,666</b>
<b>Business-Type Activities</b>				
Sewer	2,266,004	1,623,127	-	-
Water	1,035,336	1,173,645	-	-
<b>Total Business-Type Activities</b>	<b>3,301,340</b>	<b>2,796,772</b>	<b>-</b>	<b>-</b>
<b>Total Primary Government</b>	<b>13,511,767</b>	<b>4,747,224</b>	<b>384,123</b>	<b>48,666</b>

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

Change in Net Position

Net Position - Beginning as Restated

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
(1,816,948)	-	(1,816,948)
(3,306,347)	-	(3,306,347)
(2,491,699)	-	(2,491,699)
(14,982)	-	(14,982)
(78,823)	-	(78,823)
(118,387)	-	(118,387)
(7,827,186)	-	(7,827,186)
-	(642,877)	(642,877)
-	138,309	138,309
-	(504,568)	(504,568)
(7,827,186)	(504,568)	(8,331,754)
1,847,025	-	1,847,025
615,355	-	615,355
42,698	-	42,698
2,078,765	-	2,078,765
1,053,998	-	1,053,998
152,184	-	152,184
8,987	38,173	47,160
81,871	-	81,871
1,267	(1,267)	-
5,882,150	36,906	5,919,056
(1,945,036)	(467,662)	(2,412,698)
100,750,909	56,213,040	156,963,949
98,805,873	55,745,378	154,551,251

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

**CITY OF PLANO, ILLINOIS**

**Balance Sheet - Governmental Funds  
April 30, 2019**

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	<u>General</u>
<b>ASSETS</b>	
Cash and Investments	\$ 1,130,890
Receivables - Net of Allowances	
Property Taxes	1,305,830
Accounts	211,107
Grants	-
Due from Other Governments	615,503
Prepays	<u>112,525</u>
Total Assets	<u><u>3,375,855</u></u>
<b>LIABILITIES</b>	
Accounts Payable	425,559
Accrued Payroll	137,106
Due to Other Funds	<u>13,018</u>
Total Liabilities	575,683
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	<u>1,305,830</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>1,881,513</u></u>
<b>FUND BALANCES</b>	
Nonspendable	112,525
Restricted	20,739
Unassigned	<u>1,361,078</u>
Total Fund Balances	<u><u>1,494,342</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u><u>3,375,855</u></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>
1,010,687	253,927	58,557	69,124	2,523,185
-	446,017	56,409	93,019	1,901,275
46,051	-	-	-	257,158
-	-	-	44,566	44,566
-	-	-	-	615,503
-	-	-	2,418	114,943
<u>1,056,738</u>	<u>699,944</u>	<u>114,966</u>	<u>209,127</u>	<u>5,456,630</u>
1,991	-	-	2,671	430,221
-	-	-	1,108	138,214
-	-	-	-	13,018
<u>1,991</u>	<u>-</u>	<u>-</u>	<u>3,779</u>	<u>581,453</u>
-	446,017	56,409	93,019	1,901,275
<u>1,991</u>	<u>446,017</u>	<u>56,409</u>	<u>96,798</u>	<u>2,482,728</u>
-	-	-	2,418	114,943
1,054,747	253,927	58,557	109,911	1,497,881
-	-	-	-	1,361,078
<u>1,054,747</u>	<u>253,927</u>	<u>58,557</u>	<u>112,329</u>	<u>2,973,902</u>
<u>1,056,738</u>	<u>699,944</u>	<u>114,966</u>	<u>209,127</u>	<u>5,456,630</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, 2019**

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**Total Governmental Fund Balances** \$ 2,973,902

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. 104,051,960

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

Deferred Items - IMRF	552,887
Deferred Items - Police Pension	107,378
Deferred Items - RBP	150,120

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

Compensated Absences	(459,276)
Net Pension Liability - IMRF	(1,118,776)
Net Pension Liability - Police Pension	(3,291,449)
Net OPEB Liability - RPB	(977,197)
General Obligation/Alternate Revenue Source Bonds Payable	(3,374,000)
Installment Contracts Payable	(88,264)
Unamortized Loss on Refunding	304,480
Accrued Interest Payable	(25,892)

**Net Position of Governmental Activities** 98,805,873

**CITY OF PLANO, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended April 30, 2019**

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**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, 2019

	<u>General</u>
Revenues	
Taxes	\$ 1,869,376
Intergovernmental - Taxes	3,317,440
Intergovernmental - Grants	88,208
Charges for Services	1,673,410
Licenses and Permits	138,815
Fines and Forfeitures	138,227
Investment Income	2,066
Miscellaneous	81,321
Total Revenues	<u>7,308,863</u>
Expenditures	
Current	
General Government	2,256,931
Public Safety	2,267,474
Highways and Streets	1,075,325
Health and Welfare	972,193
Culture and Recreation	2,000
Capital Outlay	177,069
Debt Service	
Principal Retirement	56,412
Interest and Fiscal Charges	3,915
Total Expenditures	<u>6,811,319</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>497,544</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	8,768
Transfers In	-
Transfers Out	<u>(513,862)</u>
	<u>(505,094)</u>
Net Change in Fund Balances	(7,550)
Fund Balances - Beginning as Restated	<u>1,501,892</u>
Fund Balances - Ending	<u><u>1,494,342</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>
-	445,214	56,451	91,339	2,462,380
295,915	10,205	-	-	3,623,560
-	-	-	44,566	132,774
-	-	-	-	1,673,410
-	-	-	-	138,815
-	-	-	-	138,227
4,796	879	831	415	8,987
-	-	-	550	81,871
<u>300,711</u>	<u>456,298</u>	<u>57,282</u>	<u>136,870</u>	<u>8,260,024</u>
-	465,845	-	41,652	2,764,428
-	-	-	-	2,267,474
158,244	-	-	-	1,233,569
-	-	-	-	972,193
-	-	-	64,513	66,513
66,131	-	-	261,846	505,046
-	-	476,000	-	532,412
-	-	94,360	-	98,275
<u>224,375</u>	<u>465,845</u>	<u>570,360</u>	<u>368,011</u>	<u>8,439,910</u>
<u>76,336</u>	<u>(9,547)</u>	<u>(513,078)</u>	<u>(231,141)</u>	<u>(179,886)</u>
-	-	-	-	8,768
-	-	513,862	-	513,862
-	-	-	-	(513,862)
-	-	513,862	-	8,768
76,336	(9,547)	784	(231,141)	(171,118)
978,411	263,474	57,773	343,470	3,145,020
<u>1,054,747</u>	<u>253,927</u>	<u>58,557</u>	<u>112,329</u>	<u>2,973,902</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, 2019**

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**Net Change in Fund Balances - Total Governmental Funds** \$ (171,118)

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	502,180
Capital Contributions	4,100
Transfer to Business-Type Capital Assets - Net	1,267
Depreciation Expense	(1,750,888)
Disposals - Cost	(111,551)
Disposals - Accumulated Depreciation	104,942

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

Change in Deferred Items - IMRF	788,484
Change in Deferred Items - Police Pension	(694,530)
Change in Deferred Items - RBP	150,120

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	(19,201)
(Increase) to Net Pension Liability - IMRF	(779,111)
(Increase) to Net Pension Liability - Police Pension	(316,489)
(Increase) to Net OPEB Liability - RBP	(165,541)
Amortization of Loss on Refunding	(25,373)
Retirement of Debt	532,412

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.

5,261

**Changes in Net Position of Governmental Activities**

(1,945,036)

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, 2019**

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**See Following Page**

**CITY OF PLANO, ILLINOIS**

**Statement of Net Position - Proprietary Funds  
April 30, 2019**

	Business-Type Activities - Enterprise		
	Sewer	Water	Totals
<b>ASSETS</b>			
Current Assets			
Cash and Investments	\$ 829,601	2,094,200	2,923,801
Receivables - Net of Allowances			
Accounts	314,300	216,020	530,320
Land Held for Resale	-	220,000	220,000
Prepays	34,712	32,829	67,541
Total Current Assets	1,178,613	2,563,049	3,741,662
Noncurrent Assets			
Capital Assets			
Nondepreciable	26,196	488,299	514,495
Depreciable	42,887,619	25,466,871	68,354,490
Accumulated Depreciation	(11,950,244)	(3,725,325)	(15,675,569)
Total Noncurrent Assets	30,963,571	22,229,845	53,193,416
Total Assets	32,142,184	24,792,894	56,935,078
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Items - IMRF	171,649	123,969	295,618
Deferred Items - RBP	25,790	19,343	45,133
Total Deferred Outflows of Resources	197,439	143,312	340,751
Total Assets and Deferred Outflows of Resources	32,339,623	24,936,206	57,275,829

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

	Business-Type Activities - Enterprise		
	Sewer	Water	Totals
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	\$ 81,651	75,431	157,082
Accrued Payroll	16,549	11,777	28,326
Compensated Absences Payable	19,724	9,751	29,475
IEPA Loans Payable	-	33,382	33,382
Total Current Liabilities	117,924	130,341	248,265
Noncurrent Liabilities			
Compensated Absences	59,172	29,252	88,424
Net Pension Liability - IMRF	291,855	210,784	502,639
Net OPEB Liability - RBP	167,612	125,709	293,321
IEPA Loans Payable	-	350,510	350,510
Total Noncurrent Liabilities	518,639	716,255	1,234,894
Total Liabilities	636,563	846,596	1,483,159
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Items - IMRF	27,418	19,802	47,220
Deferred Items - RBP	41	31	72
Total Deferred Inflows of Resources	27,459	19,833	47,292
Total Liabilities and Deferred Inflows of Resources	664,022	866,429	1,530,451
<b>NET POSITION</b>			
Net Investment in Capital Assets	30,963,571	21,845,953	52,809,524
Unrestricted	712,030	2,223,824	2,935,854
Total Net Position	31,675,601	24,069,777	55,745,378

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, 2019**

	Business-Type Activities - Enterprise		
	Sewer	Water	Totals
Operating Revenues			
Charges for Services	\$ 1,569,123	1,130,517	2,699,640
Penalties	48,454	39,351	87,805
Miscellaneous Income	4,786	3,777	8,563
Total Operating Revenues	1,622,363	1,173,645	2,796,008
Operating Expenses			
Operations	1,251,389	760,506	2,011,895
Depreciation	1,014,615	274,830	1,289,445
Total Operating Expenses	2,266,004	1,035,336	3,301,340
Operating Income (Loss)	(643,641)	138,309	(505,332)
Nonoperating Revenues (Expenses)			
Disposal of Capital Assets	764	-	764
Investment Income	1,976	36,197	38,173
	2,740	36,197	38,937
Income (Loss) before Transfers	(640,901)	174,506	(466,395)
Transfers Out	-	(1,267)	(1,267)
Change in Net Position	(640,901)	173,239	(467,662)
Net Position - Beginning as Restated	32,316,502	23,896,538	56,213,040
Net Position - Ending	31,675,601	24,069,777	55,745,378

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, 2019**

	Business-Type Activities - Enterprise		
	Sewer	Water	Totals
<b>Cash Flows from Operating Activities</b>			
Receipts from Customers and Users	\$ 1,441,999	839,343	2,281,342
Payments to Employees	(403,704)	(285,381)	(689,085)
Payments to Suppliers	(647,534)	(302,807)	(950,341)
	<u>390,761</u>	<u>251,155</u>	<u>641,916</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Purchase of Capital Assets	(1,343,962)	(393,164)	(1,737,126)
Disposal of Capital Assets	2,605	-	2,605
Retirement of Debt	-	(33,382)	(33,382)
	<u>(1,341,357)</u>	<u>(426,546)</u>	<u>(1,767,903)</u>
<b>Cash Flows from Investing Activities</b>			
Investment Income	1,976	36,197	38,173
	<u>(948,620)</u>	<u>(139,194)</u>	<u>(1,087,814)</u>
Cash and Cash Equivalents - Beginning	1,778,221	2,233,394	4,011,615
Cash and Cash Equivalents - Ending	<u>829,601</u>	<u>2,094,200</u>	<u>2,923,801</u>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities</b>			
Operating Income (Loss)	(643,641)	138,309	(505,332)
Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used In) Operating Activities:			
Depreciation Expense	1,014,615	274,830	1,289,445
(Increase) Decrease in Current Assets	(180,364)	(334,302)	(514,666)
Increase (Decrease) in Current Liabilities	200,151	172,318	372,469
	<u>390,761</u>	<u>251,155</u>	<u>641,916</u>
Net Cash Provided by Operating Activities	<u>390,761</u>	<u>251,155</u>	<u>641,916</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, 2019**

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	<u>Pension Trust</u> Police Pension	<u>Special Purpose Trust</u> OPEB
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 1,367,987	482,323
Investments		
U.S. Treasury Obligations	531,182	-
U.S. Agency Obligations	1,915,605	-
Corporate Bonds	81,904	-
Equities	343,618	-
Mutual Funds	2,375,048	-
Receivables - Net of Allowance		
Accrued Interest	12,171	-
Due from Other Funds	13,018	-
Prepays	<u>2,550</u>	-
Total Assets	6,643,083	482,323
<b>LIABILITIES</b>		
Accounts Payable	<u>928</u>	<u>3,500</u>
<b>NET POSITION</b>		
Net Position Restricted for Pensions and Other Post-Employment Benefits	<u>6,642,155</u>	<u>478,823</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, 2019**

	Pension Trust <u>Police Pension</u>	Special Purpose Trust <u>OPEB</u>
Additions		
Contributions - Employer	\$ 317,157	-
Contributions - Plan Members	158,789	-
Other Post Employment Benefits Contributions	-	119,627
Total Contributions	<u>475,946</u>	<u>119,627</u>
Investment Income		
Interest Earned	198,089	1,193
Net Change in Fair Value	173,693	-
	<u>371,782</u>	<u>1,193</u>
Less Investment Expenses	(27,599)	-
Net Investment Income	<u>344,183</u>	<u>1,193</u>
Total Additions	<u>820,129</u>	<u>120,820</u>
Deductions		
Administration	16,749	3,500
Benefits and Refunds	215,162	51,678
Total Deductions	<u>231,911</u>	<u>55,178</u>
Change in Fiduciary Net Position	588,218	65,642
Net Position Restricted for Pensions and Other Post-Employment Benefits		
Beginning	<u>6,053,937</u>	<u>413,181</u>
Ending	<u><u>6,642,155</u></u>	<u><u>478,823</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, 2019**

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#### **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, 2019**

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#### **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, 2019

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### 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, 2019

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#### 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.

*Special purpose trust funds* are used to account assets held in a trustee capacity for other employee benefit payments. 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, 2019

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### 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, 2019

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### 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, 2019**

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**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**

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. Prepaids/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 acquisition 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, sidewalks and storm sewers 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 acquisition 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, 2019

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### 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/reduction 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, 2019**

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#### **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 27, 2018.

#### **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, 2019

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#### 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.

##### **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 \$5,446,986 and the bank balances totaled \$5,447,799.

## CITY OF PLANO, ILLINOIS

### Notes to the Financial Statements April 30, 2019

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#### 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 is made to coincide as nearly as practicable with the expected use of the funds. The investment period must be approved by the City Council.

*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.

*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.

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 Post-Employment Benefits 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 \$482,323 and the bank balances totaled \$482,323.

## CITY OF PLANO, ILLINOIS

### Notes to the Financial Statements April 30, 2019

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

##### DEPOSITS AND INVESTMENTS – Continued

##### **Other Post-Employment Benefits 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 Fund will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Fund 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 is made to coincide as nearly as practicable with the expected use of the funds. The investment period must be approved by the City Council.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Fund'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.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. The Fund'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.

For an investment, this is the risk that in the event of the failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Fund'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 Fund's investment in a single issuer. The Fund'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 Fund's total investment portfolio will be invested in a single type of security or with a single financial institution. At year-end, the Fund does not have any investments over 5 percent of the total cash and investment portfolio.

##### **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 \$1,367,987 and the bank balances totaled \$1,370,116.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**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. Treasury Obligations	\$ 531,182	206,069	216,792	108,321	-
U.S. Agency Obligations	1,915,605	219,359	1,587,365	98,814	10,067
Corporate Bonds	81,904	-	81,904	-	-
	<u>2,528,691</u>	<u>425,428</u>	<u>1,886,061</u>	<u>207,135</u>	<u>10,067</u>

The Fund has the following fair value measurements as of April 30, 2019:

Investments by Fair Value Level	Totals	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. Treasury Obligations	\$ 531,182	531,182	-	-
U.S. Agency Obligations	1,915,605	-	1,915,605	-
Corporate Bonds	81,904	-	81,904	-
Equity Securities				
Equities	343,618	343,618	-	-
Mutual Funds	2,375,048	2,375,048	-	-
Total Investments by Fair Value Level	<u>5,247,357</u>	<u>3,249,848</u>	<u>1,997,509</u>	<u>-</u>

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

*Interest Rate Risk.* The Fund investment portfolio shall remain sufficiently liquid to enable the Fund to meet all operating requirements which may be reasonable anticipated.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

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**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. Agency obligations were not rated. The Fund’s investment in corporate bonds were rated A2 to A3 by Moody’s.

*Custodial Credit Risk.* In the case of deposits, the Fund will maintain funds in federally insured financial institutions only. The Fund will not maintain funds at any financial institution in excess of federally insured limitations without sufficient collateral. 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 shall diversify investments to avoid incurring unreasonable risks from the practice of concentrating investments in specific security types and/or individual financial institutions. In addition to the securities and fair values listed above, the Fund also has \$343,618 invested in equities and has \$2,375,048 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	98.00%	2.75%
Cash and Cash Equivalents	2.00%	2.00%

Illinois Compiled Statutes (ILCS) limits the Fund’s investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

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**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.* 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 2019 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, 2019 are listed in the table above.

**Rate of Return**

For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 2.36%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**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>\$ 13,018</u>

Interfund balances are advances in anticipation of receipts.

**INTERFUND TRANSFERS**

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Governmental Activities	Water	\$ 1,267
Debt Service	General	<u>513,862</u>
		<u>515,129</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.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Transfers In / (Out)	Ending Balances
<b>Nondepreciable Capital Assets</b>					
Land	\$ 26,416,794	82,313	-	-	26,499,107
Construction in Progress	687,270	97,682	457,414	-	327,538
	<u>27,104,064</u>	<u>179,995</u>	<u>457,414</u>	<u>-</u>	<u>26,826,645</u>
<b>Depreciable Capital Assets</b>					
Buildings and Improvements	4,805,808	140,634	-	-	4,946,442
Fixtures and Equipment	3,188,147	507,254	109,692	12,666	3,598,375
Infrastructure	93,003,499	135,811	1,859	-	93,137,451
	<u>100,997,454</u>	<u>783,699</u>	<u>111,551</u>	<u>12,666</u>	<u>101,682,268</u>
<b>Less Accumulated Depreciation</b>					
Buildings and Improvements	862,104	65,766	-	-	927,870
Fixtures and Equipment	1,635,327	219,565	103,915	11,399	1,762,376
Infrastructure	20,302,177	1,465,557	1,027	-	21,766,707
	<u>22,799,608</u>	<u>1,750,888</u>	<u>104,942</u>	<u>11,399</u>	<u>24,456,953</u>
<b>Total Net Depreciable Capital Assets</b>	<u>78,197,846</u>	<u>(967,189)</u>	<u>6,609</u>	<u>1,267</u>	<u>77,225,315</u>
<b>Total Net Capital Assets</b>	<u>105,301,910</u>	<u>(787,194)</u>	<u>464,023</u>	<u>1,267</u>	<u>104,051,960</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 28,803
Public Safety	109,696
Highways and Streets	1,554,180
Health and Welfare	1,552
Culture and Recreation	56,657
	<u>1,750,888</u>

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**CAPITAL ASSETS – Continued**

**Business-Type Activities**

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

	Beginning Balances	Increases	Decreases	Transfers In / (Out)	Ending Balances
<b>Nondepreciable Capital Assets</b>					
Land	\$ 195,326	-	-	-	195,326
Construction in Progress	308,334	294,593	283,758	-	319,169
	<u>503,660</u>	<u>294,593</u>	<u>283,758</u>	<u>-</u>	<u>514,495</u>
<b>Depreciable Capital Assets</b>					
Buildings and Improvements	8,281,999	-	-	-	8,281,999
Fixtures and Equipment	10,454,821	1,610,424	108,757	(12,666)	11,943,822
Infrastructure	48,012,802	115,867	-	-	48,128,669
	<u>66,749,622</u>	<u>1,726,291</u>	<u>108,757</u>	<u>(12,666)</u>	<u>68,354,490</u>
<b>Less Accumulated Depreciation</b>					
Buildings and Improvements	1,821,935	155,357	-	-	1,977,292
Fixtures and Equipment	7,111,152	708,993	106,916	(11,399)	7,701,830
Infrastructure	5,571,352	425,095	-	-	5,996,447
	<u>14,504,439</u>	<u>1,289,445</u>	<u>106,916</u>	<u>(11,399)</u>	<u>15,675,569</u>
Total Net Depreciable Capital Assets	<u>52,245,183</u>	<u>436,846</u>	<u>1,841</u>	<u>(1,267)</u>	<u>52,678,921</u>
Total Net Capital Assets	<u>52,748,843</u>	<u>731,439</u>	<u>285,599</u>	<u>(1,267)</u>	<u>53,193,416</u>

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

Sewer	\$ 1,014,615
Water	<u>274,830</u>
	<u><u>1,289,445</u></u>

**PROPERTY TAXES**

Property taxes for 2018 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.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT**

**Defeased Debt**

In prior years, the City defeased general obligation revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which 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 City’s basic financial statements. Defeased bonds of \$2,545,000 remain outstanding as of the date of this report.

**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	\$ 205,000	-	205,000	-
General Obligation (Alternate Revenue 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	355,000	-	175,000	180,000
General Obligation (Alternate Revenue 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	2,990,000	-	50,000	2,940,000
		<u>3,550,000</u>	<u>-</u>	<u>430,000</u>	<u>3,120,000</u>

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**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	\$ 300,000	-	46,000	254,000

**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	\$ 139,095	-	11,126	127,969
IEPA Public Water Supply Loan of 2010 - Due in semi-annual installments of \$11,128 non-interest through October 15, 2030.	Water	278,179	-	22,256	255,923
		<u>417,274</u>	<u>-</u>	<u>33,382</u>	<u>383,892</u>

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**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
Dump Truck Installment Contract of 2014 - Due in annual installments of \$28,859 including interest at 2.70% through October 3, 2019.	General	\$ 55,156	-	27,359	27,797
Dump Truck Installment Contract of 2017 - Due in annual installments of \$31,458 including interest at 2.65% through January 9, 2021.	General	89,520	-	29,053	60,467
		<u>144,676</u>	<u>-</u>	<u>56,412</u>	<u>88,264</u>

**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 - 2018	<u>\$ 206,022,088</u>
Legal Debt Limit - 8.625% of Assessed Value	17,769,405
Amount of Debt Applicable to Limit	<u>254,000</u>
Legal Debt Margin	<u>17,515,405</u>

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**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 as Restated	Additions	Deductions	Ending Balances	Amounts Due within One Year
<b>Governmental Activities</b>					
Compensated Absences	\$ 440,075	38,402	19,201	459,276	114,819
Net Pension Liability - IMRF	339,665	779,111	-	1,118,776	-
Net Pension Liability - Police	2,974,960	316,489	-	3,291,449	-
Net OPEB Liability - RBP	811,656	165,541	-	977,197	-
<b>General Obligation Alternate</b>					
Revenue Source Bonds	3,550,000	-	430,000	3,120,000	230,000
General Obligation Bonds	300,000	-	46,000	254,000	47,000
Installment Contracts	144,676	-	56,412	88,264	57,631
	<u>8,561,032</u>	<u>1,299,543</u>	<u>551,613</u>	<u>9,308,962</u>	<u>449,450</u>
<b>Business-Type Activities</b>					
Compensated Absences	101,043	33,712	16,856	117,899	29,475
Net Pension Liability - IMRF	152,603	350,036	-	502,639	-
Net OPEB Liability - RBP	243,631	49,690	-	293,321	-
IEPA Loans Payable	417,274	-	33,382	383,892	33,382
	<u>914,551</u>	<u>433,438</u>	<u>50,238</u>	<u>1,297,751</u>	<u>62,857</u>

For governmental activities, payments on the compensated absences, the net pension liabilities, and the net other post-employment benefit liability are being made by the General Fund. The Debt Service Fund makes payments on the general obligation alternate revenue source bonds and the general obligation 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 net pension liability, the net other post-employment benefit liability, the IEPA loans payable and the installment contracts.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Debt Service Requirements to Maturity**

Fiscal Year	Governmental Activities						Business-Type Activities	
	General Obligation Bonds		General Obligation Alternate Revenue Bonds		Installment Contracts		IEPA Loan Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 47,000	9,398	230,000	67,566	57,631	2,443	33,382	-
2021	49,000	7,659	235,000	60,399	30,633	825	33,382	-
2022	51,000	5,846	240,000	55,490	-	-	33,382	-
2023	53,000	3,959	250,000	50,472	-	-	33,382	-
2024	54,000	1,998	255,000	45,248	-	-	33,382	-
2025	-	-	255,000	39,917	-	-	33,382	-
2026	-	-	265,000	34,588	-	-	33,382	-
2027	-	-	265,000	29,049	-	-	33,382	-
2028	-	-	275,000	23,512	-	-	33,382	-
2029	-	-	280,000	17,766	-	-	33,382	-
2030	-	-	285,000	11,914	-	-	33,382	-
2031	-	-	285,000	5,956	-	-	16,690	-
Totals	254,000	28,860	3,120,000	441,877	88,264	3,268	383,892	-

**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.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the City Council; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**FUND BALANCE CLASSIFICATIONS – Continued**

*Assigned Fund Balance.* Consists of amounts that are constrained by the City Council’s intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the City Council itself or b) a body or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City’s highest level of decision-making authority is the City Council, who is authorized to assign amounts to a specific purpose.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

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

	<u>Special Revenue</u>					Totals
	General	Motor Fuel Tax	Illinois Municipal Retirement	Debt Service	<u>Nonmajor</u> Parks	
Fund Balances						
Nonspendable						
Prepays	\$ 112,525	-	-	-	2,418	114,943
Restricted						
Audit	20,462	-	-	-	-	20,462
Liability Insurance	277	-	-	-	-	277
Road Maintenance	-	1,054,747	-	-	-	1,054,747
Illinois Municipal Retirement	-	-	253,927	-	-	253,927
Debt Service	-	-	-	58,557	-	58,557
Park Service	-	-	-	-	109,911	109,911
	<u>20,739</u>	<u>1,054,747</u>	<u>253,927</u>	<u>58,557</u>	<u>109,911</u>	<u>1,497,881</u>
Unassigned	<u>1,361,078</u>	-	-	-	-	<u>1,361,078</u>
Total Fund Balances	<u>1,494,342</u>	<u>1,054,747</u>	<u>253,927</u>	<u>58,557</u>	<u>112,329</u>	<u>2,973,902</u>

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**NET POSITION CLASSIFICATIONS**

Net investment in capital assets was comprised of the following as of April 30, 2019:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 104,051,960
Plus: Unamortized Loss on Refunding	304,480
Less Capital Related Debt:	
General Obligation (ARS) Bonds of 2011	(180,000)
General Obligation (ARS) Bonds of 2016	(2,940,000)
General Obligation Limited Bonds of 2013	(254,000)
Installment Contracts	<u>(88,264)</u>
Net Investment in Capital Assets	<u><u>100,894,176</u></u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	53,193,416
Less Capital Related Debt:	
IEPA Loans Payable of 2010	(127,969)
IEPA Public Water Supply Loans Payable of 2010	<u>(255,923)</u>
Net Investment in Capital Assets	<u><u>52,809,524</u></u>

**NET POSITION/FUND BALANCE RESTATEMENTS**

Beginning net position was restated due to the implementation of GASB Statement No. 75. In addition, beginning fund balance in several funds was restated due to a change in recognition of receivables and prepaids. The following is a summary of the net position as originally reported and as restated:

Fund Balance / Net Position	As Reported	As Restated	Increase / (Decrease)
Governmental Activities	\$ 101,281,814	100,750,909	(530,905)
General	1,467,437	1,501,892	34,455
Sewer	32,602,022	32,316,502	(285,520)
Water	24,108,484	23,896,538	(211,946)

## **CITY OF PLANO, ILLINOIS**

### **Notes to the Financial Statements April 30, 2019**

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#### **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.

##### **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, 2019 are \$6,891,670, \$6,484,330, \$7,214,129, \$6,090,871, and \$9,114,000, 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.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

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**NOTE 4 – OTHER INFORMATION – Continued**

**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, 2019, the City rebated a total of \$5,724 under these agreements.

**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](http://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.

The aggregate amount of pension expense recognized for the two pension plans is:

IMRF	\$ 185,952
Police Pension	<u>1,328,176</u>
	<u><u>1,514,128</u></u>

**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, 2019

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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, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	26
Inactive Plan Members Entitled to but not yet Receiving Benefits	7
Active Plan Members	<u>28</u>
Total	<u><u>61</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. For the fiscal year-ended April 30, 2019, the City’s contribution was 11.55% of covered payroll.

# CITY OF PLANO, ILLINOIS

## Notes to the Financial Statements April 30, 2019

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### 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, 2018. 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, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.39% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

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

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

# CITY OF PLANO, ILLINOIS

## Notes to the Financial Statements April 30, 2019

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### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

##### Illinois Municipal Retirement Fund (IMRF) – Continued

##### Plan Descriptions – Continued

##### *Actuarial Assumptions – Continued.*

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.75%
Domestic Equities	37.00%	7.15%
International Equities	18.00%	7.25%
Real Estate	9.00%	6.25%
Blended	7.00%	3.20% - 8.50%
Cash and Cash Equivalents	1.00%	2.50%

##### Discount Rate

The discount rate used to measure the total pension liability was 7.25%, and 7.50% in prior valuations. 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.

##### Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net 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 (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 2,818,212	1,621,415	631,731

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	\$ 8,303,539	7,811,271	492,268
Changes for the Year:			
Service Cost	167,408	-	167,408
Interest on the Total Pension Liability	617,193	-	617,193
Difference Between Expected and Actual Experience of the Total Pension Liability	106,389	-	106,389
Changes of Assumptions	264,795	-	264,795
Contributions - Employer	-	193,188	(193,188)
Contributions - Employees	-	73,707	(73,707)
Net Investment Income	-	(366,673)	366,673
Benefit Payments, including Refunds of Employee Contributions	(316,000)	(316,000)	-
Other (Net Transfer)	-	126,416	(126,416)
Net Changes	839,785	(289,362)	1,129,147
Balances at December 31, 2018	9,143,324	7,521,909	1,621,415

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**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, 2019, the City recognized pension expense of \$185,952. At April 30, 2019, 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	\$ 174,532	(17,265)	157,267
Change in Assumptions	195,246	(135,056)	60,190
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	525,834	-	525,834
Total Expenses to be Recognized in Future Periods	895,612	(152,321)	743,291
Pension Contributions Made Subsequent to the Measurement Date	57,994	-	57,994
Total Deferred Amounts Related to IMRF	953,606	(152,321)	801,285

\$57,994 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2020.

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
2020	\$ 237,696
2021	161,650
2022	152,860
2023	191,085
2024	-
Thereafter	-
Total	743,291

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

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**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, 2019, 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	8
Active Plan Members	<u>21</u>
Total	<u><u>32</u></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, 2019

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#### 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 1<sup>st</sup> 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 or 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, 2019, the City's contribution was 19.71% 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, 2019**

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**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, 2019, 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, 2019**

**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 net 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	\$ 5,008,499	3,291,449	1,917,976

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2018	\$ 9,028,897	6,053,937	2,974,960
Changes for the Year:			
Service Cost	439,219	-	439,219
Interest on the Total Pension Liability	602,793	-	602,793
Difference Between Expected and Actual Experience of the Total Pension Liability	77,857	-	77,857
Changes of Assumptions	-	-	-
Contributions - Employer	-	317,157	(317,157)
Contributions - Employees	-	158,789	(158,789)
Net Investment Income	-	344,183	(344,183)
Benefit Payments, including Refunds of Employee Contributions	(215,162)	(215,162)	-
Other (Net Transfer)	-	(16,749)	16,749
Net Changes	904,707	588,218	316,489
Balances at April 30, 2019	9,933,604	6,642,155	3,291,449

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**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, 2019, the City recognized pension expense of \$1,328,176. At April 30, 2019, 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	\$ 72,875	-	72,875
Change in Assumptions	-	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	34,503	-	34,503
Total Deferred Amounts Related to Police Pension	<u>107,378</u>	-	<u>107,378</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
2020	\$ 13,608
2021	13,608
2022	13,608
2023	13,608
2024	4,982
Thereafter	<u>47,964</u>
Total	<u>107,378</u>

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**General Information about the OPEB Plan**

*Plan Description.* The City’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the City. RBP is a single-employer defined benefit OPEB plan administered by the City. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the City Council. Assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* RBP provides healthcare benefits for retirees and their dependents. The benefit terms provide for payment of 50-75% percent of health insurance premiums for retired union employees and their spouses, and 50-75% percent of health insurance premiums for retired non-union employees. Retired non-union employees contribute 100% of the cost for spousal benefits.

*Plan Membership.* As of April 30, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	9
Inactive Plan Members Entitled to but not yet Receiving Benefits	1
Active Plan Members	<u>50</u>
Total	<u><u>60</u></u>

**Net OPEB Liability**

The Village’s net OPEB liability was measured as of April 30, 2019, and was determined by an actuarial valuation as of that date.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Net OPEB Liability – Continued**

*Actuarial Assumptions and Other Inputs.* The net OPEB liability in the April 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.50%
Salary Increases	3.50%
Discount Rate	5.90% for 2019 and 5.88% for 2020 and later
Healthcare Cost Trend Rates	8.50% for 2019, decreasing 0.50% per year to an ultimate rate of 4.00% for 2026 and later years
Retirees' Share of Benefit-Related Costs	<u>Union Employees</u> Retiree and Spousal benefits: 10 - 15 years of service                      75.00% of Cost 15 - 20 years of service                     63.00% of Cost 20+ years of service                        50.00% of Cost  <u>Non-Unions Employees</u> Retiree benefits: 10 - 15 years of service                     75.00% of Cost 15 - 20 years of service                     63.00% of Cost 20+ years of service                        50.00% of Cost Retirees contribute 100% of the cost for Spousal benefits.

The discount rate used to measure the total OPEB liability was 5.88% (5.90% in 2018). 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 actuarially determined contribution rates and the member rate. Based on those assumptions, the Retiree Health Insurance Trust Fund's fiduciary net position was projected not to be available to make all projected future benefit payments of current Retiree Health Insurance Trust Fund members for more than 19 years after April 30, 2019. Therefore, the long-term expected rate of return on Retiree Health Insurance Trust Fund plan investments at 6.00% was blended with the index rate of 3.97% (3.79% in 2018) for tax exempt general obligation municipal bonds rated AA or better published in the bond buyer at April 30, 2019 to arrive at a discount rate of 5.88% (5.90% in 2018) used to determine the total OPEB liability.

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Net OPEB Liability – Continued**

*Actuarial Assumptions and Other Inputs – Continued.* Mortality rates were based on the RP-2014 Blue Collar base rates projected to 2018 using scale MP-2018 for Police. For all others, the RP-2014 base rates projected to 2018 using scale MP-2018 was used. The actuarial assumptions used in the April 30, 2019 valuation were based on the results of an actuarial experience study for the period May 1, 2018-April 30, 2019.

**Change in the Net OPEB Liability**

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balance at April 30, 2018	\$ 1,380,683	325,396	1,055,287
Changes for the Year:			
Service Cost	60,965	-	60,965
Interest on the Total Pension Liability	79,936	-	79,936
Difference Between Expected and Actual Experience	115,246	-	115,246
Changes of Assumptions or Other Inputs	101,796	-	101,796
Benefit Payments	(51,677)	-	(51,677)
Refunds	(3,250)	-	(3,250)
Employer Contributions	-	120,820	(120,820)
Net Investment Income	-	21,892	(21,892)
Benefit Payments, Including Refunds of Member Contributions	-	(51,677)	51,677
Administrative Expense	-	(3,250)	3,250
Net Changes	303,016	87,785	215,231
Balance at April 30, 2019	1,683,699	413,181	1,270,518

**Discount Rate**

The discount rate used to measure the total pension liability was 5.88% and the prior valuation was 5.90%. 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, 2019**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 5.88%, as well as what the total OPEB 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 (4.88%)	Current Discount Rate (5.88%)	1% Increase (6.88%)
Net OPEB Liability	\$ 1,492,140	1,270,518	1,085,199

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

The following presents the total OPEB liability, calculated using a Healthcare Trend Rate of 8.00%, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	(7.00% Decreasing to 3.00%)	Healthcare Cost Trend Rates (8.00% Decreasing to 4.00%)	(9.00% Decreasing to 5.00%)
Net OPEB Liability	\$ 1,059,519	1,270,518	1,530,933

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

For the year ended April 30, 2019, the City recognized OPEB expense of \$140,870. At April 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**CITY OF PLANO, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2019**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB – Continued**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 103,804	-	103,804
Change in Assumptions	91,690	-	91,690
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(313)	(313)
Total Deferred Amounts Related to OPEB	<u>195,494</u>	<u>(313)</u>	<u>195,181</u>

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

Fiscal Year	Net Deferred Outflows of Resources
2020	\$ 21,470
2021	21,470
2022	21,470
2023	21,470
2024	21,547
Thereafter	<u>87,754</u>
Total	<u>195,181</u>

## **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 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
  
- Schedule of Changes in the Employer's Net OPEB Liability
  - Retiree Benefits Plan
  
- 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**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
April 30, 2019**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 181,432	\$ 181,432	\$ -	\$ 1,572,207	11.54%
2017	199,355	199,355	-	1,619,460	12.31%
2018	187,495	187,495	-	1,586,862	11.82%
2019	195,325	195,325	-	1,691,524	11.55%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 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 page 61
Mortality	MP 2014 (base year 2012)

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

**CITY OF PLANO, ILLINOIS**

**Police Pension Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
April 30, 2019**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered 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%
2018	323,817	325,255	1,438	1,358,247	23.95%
2019	316,016	317,157	1,141	1,609,153	19.71%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 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 page 67
Mortality	RP 2000 Combined Healthy Mortality Table

Note: This schedule is intended to show information for ten years. Information for additional years 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, 2019

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	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 186,074
Interest	526,884
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	(299,689)
Change of Assumptions	9,282
Benefit Payments, Including Refunds of Member Contributions	<u>(162,602)</u>
Net Change in Total Pension Liability	259,949
Total Pension Liability - Beginning	<u>7,032,171</u>
Total Pension Liability - Ending	<u><u>7,292,120</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 181,432
Contributions - Members	70,750
Net Investment Income	31,626
Benefit Payments, Including Refunds of Member Contributions	(162,602)
Other (Net Transfer)	<u>(258,561)</u>
Net Change in Plan Fiduciary Net Position	(137,355)
Plan Net Position - Beginning	<u>6,280,376</u>
Plan Net Position - Ending	<u><u>6,143,021</u></u>
Employer's Net Pension Liability	<u><u>\$ 1,149,099</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.24%
Covered Payroll	\$ 1,572,207
Employer's Net Pension Liability as a Percentage of Covered Payroll	73.09%

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

12/31/16	12/31/17	12/31/18
184,015	185,737	167,408
545,243	588,599	617,193
-	-	-
63,019	155,482	106,389
(29,676)	(251,847)	264,795
(170,056)	(259,097)	(316,000)
592,545	418,874	839,785
7,292,120	7,884,665	8,303,539
7,884,665	8,303,539	9,143,324
199,355	186,788	193,188
75,282	71,354	73,707
422,198	1,075,692	(366,673)
(170,056)	(259,097)	(316,000)
45,416	21,318	126,416
572,195	1,096,055	(289,362)
6,143,021	6,715,216	7,811,271
6,715,216	7,811,271	7,521,909
1,169,449	492,268	1,621,415
85.17%	94.07%	82.27%
1,619,460	1,585,633	1,585,633
72.21%	31.05%	102.26%

CITY OF PLANO, ILLINOIS

Police Pension Fund

Required Supplementary Information  
Schedule of Changes in the Employer's Net Pension Liability  
April 30, 2019

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	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 306,616
Interest	395,932
Differences Between Expected and Actual Experience	(91,733)
Change of Assumptions	345,952
Benefit Payments, Including Refunds of Member Contributions	<u>(89,626)</u>
 Net Change in Total Pension Liability	 867,141
Total Pension Liability - Beginning	<u>5,697,256</u>
 Total Pension Liability - Ending	 <u><u>6,564,397</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	\$ 288,698
Contributions - Members	137,936
Net Investment Income	205,508
Benefit Payments, Including Refunds of Member Contributions	(89,626)
Administrative Expense	<u>(18,784)</u>
 Net Change in Plan Fiduciary Net Position	 523,732
Plan Net Position - Beginning	<u>4,368,366</u>
 Plan Net Position - Ending	 <u><u>4,892,098</u></u>
 Employers' Net Pension Liability	 <u><u>\$ 1,672,299</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	  74.52%
 Covered Payroll	 \$ 1,317,076
 Employer's Net Pension Liability as a Percentage of Covered Payroll	  126.97%

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

2016	2017	2018	2019
349,301	347,465	333,622	439,219
432,776	502,543	571,280	602,793
269,747	404,561	(246,474)	77,857
295,802	-	-	-
(333,591)	(290,993)	(171,539)	(215,162)
1,014,035	963,576	486,889	904,707
6,564,397	7,578,432	8,542,008	9,028,897
7,578,432	8,542,008	9,028,897	9,933,604
284,041	324,258	325,255	317,157
225,511	182,183	133,059	158,789
(22,923)	292,288	284,319	344,183
(333,591)	(290,993)	(171,539)	(215,162)
(26,138)	(21,892)	(21,999)	(16,749)
126,900	485,844	549,095	588,218
4,892,098	5,018,998	5,504,842	6,053,937
5,018,998	5,504,842	6,053,937	6,642,155
2,559,434	3,037,166	2,974,960	3,291,449
66.23%	64.44%	67.05%	66.87%
1,414,456	1,457,140	1,358,247	1,609,153
180.95%	208.43%	219.03%	204.55%

**CITY OF PLANO, ILLINOIS**

**Police Pension Fund**

**Required Supplementary Information  
Schedule of Investment Returns  
April 30, 2019**

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Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	5.53%
2016	4.61%
2017	4.89%
2018	2.40%
2019	2.36%

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

**CITY OF PLANO, ILLINOIS**

**Retiree Benefits Plan**

**Required Supplementary Information  
Schedule of Changes in the Employer's Net OPEB Liability  
April 30, 2019**

	<u>2019</u>
Total OPEB Liability	
Service Cost	\$ 60,965
Interest	79,936
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	115,246
Change of Assumptions or Other Inputs	101,796
Benefit Payments	(51,677)
OPEB Plan Administrative Expense	<u>(3,250)</u>
Net Change in Total OPEB Liability	303,016
Total OPEB Liability - Beginning	<u>1,380,683</u>
 Total OPEB Liability - Ending	 <u><u>1,683,699</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	120,820
Net Investment Income	21,892
Benefit Payments	(51,677)
Administrative Expense	<u>(3,250)</u>
Net Change in Plan Fiduciary Net Position	87,785
Plan Fiduciary Net Position - Beginning	<u>325,396</u>
 Plan Fiduciary Net Position - Ending	 <u><u>413,181</u></u>
 Employer's Net OPEB Liability	 1,270,518
 Covered Payroll	 \$ 3,282,377
 Total OPEB Liability as a Percentage of Covered Payroll	 38.71%

Notes:

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

*Changes of Benefit Terms.* There was no change in the retirees' share of health insurance premiums.

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

<u>Fiscal Year</u>	<u>Rates</u>
2020	7.50%
2021	7.00%
2022	6.50%
2023	6.00%
2024	5.50%
2025	5.00%
2026	4.50%
Ultimate	4.00%

In 2019, there was no change in the healthcare trend rates from the prior year.

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, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 1,851,201	1,851,201	1,869,376
Intergovernmental - Taxes	3,228,318	3,273,005	3,317,440
Intergovernmental - Grants	80,480	83,898	88,208
Charges for Services	1,346,638	1,618,465	1,673,410
Licenses and Permits	94,185	112,785	138,815
Fines and Forfeitures	117,250	122,350	138,227
Investment Income	2,100	2,100	2,066
Miscellaneous Income	73,700	101,450	81,321
Total Revenues	<u>6,793,872</u>	<u>7,165,254</u>	<u>7,308,863</u>
Expenditures			
Current			
General Government	2,471,785	2,436,839	2,256,931
Public Safety	2,217,876	2,244,287	2,267,474
Highways and Streets	855,422	1,154,679	1,075,325
Health and Welfare	932,437	932,693	972,193
Culture and Recreation	-	2,500	2,000
Capital Outlay	12,000	54,795	177,069
Debt Service			
Principal Retirement	132,327	134,000	56,412
Interest and Fiscal Charges	-	-	3,915
Total Expenditures	<u>6,621,847</u>	<u>6,959,793</u>	<u>6,811,319</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>172,025</u>	<u>205,461</u>	<u>497,544</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	10,000	10,000	8,768
Transfers Out	(513,862)	(513,862)	(513,862)
	<u>(503,862)</u>	<u>(503,862)</u>	<u>(505,094)</u>
Net Change in Fund Balance	<u>(331,837)</u>	<u>(298,401)</u>	(7,550)
Fund Balance - Beginning as Restated			<u>1,501,892</u>
Fund Balance - Ending			<u>1,494,342</u>

**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, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Tax Allotment	\$ 290,304	292,342	295,915
Investment Income	1,000	4,703	4,796
Total Revenues	<u>291,304</u>	<u>297,045</u>	<u>300,711</u>
Expenditures			
Highways and Streets			
Contractual Services			
Engineering	4,000	4,200	4,200
Construction	59,000	59,000	59,664
Operations Supplies - Salt	80,000	80,000	75,402
Grounds	15,000	15,000	18,946
Miscellaneous	-	-	32
Operations			
Non-Capitalized Capital Outlay			
N Lew Street			
Engineering	30,000	40,000	-
Construction	320,000	320,000	-
Main St Project			
Engineering	87,316	87,316	-
Construction	231,400	231,400	-
Total Highways and Streets	<u>826,716</u>	<u>836,916</u>	<u>158,244</u>
Capital Outlay			
Capital Expenditures	-	-	66,131
Total Expenditures	<u>826,716</u>	<u>836,916</u>	<u>224,375</u>
Net Change in Fund Balance	<u>(535,412)</u>	<u>(539,871)</u>	76,336
Fund Balance - Beginning			<u>978,411</u>
Fund Balance - Ending			<u><u>1,054,747</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, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 446,000	446,000	445,214
Intergovernmental			
Replacement Taxes	13,900	13,900	10,205
Investment Income	500	750	879
Total Revenues	<u>460,400</u>	<u>460,650</u>	<u>456,298</u>
Expenditures			
General Government			
IMRF Participants	211,000	211,000	195,325
Social Security	273,000	273,000	270,520
Total Expenditures	<u>484,000</u>	<u>484,000</u>	<u>465,845</u>
Net Change in Fund Balance	<u>(23,600)</u>	<u>(23,350)</u>	(9,547)
Fund Balance - Beginning			<u>263,474</u>
Fund Balance - Ending			<u><u>253,927</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 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**

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### **GENERAL FUND**

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

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### **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.

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### **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.

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# INDIVIDUAL FUND SCHEDULES

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## 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.

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## 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.

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**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
<b>Taxes</b>			
Property Taxes			
City	\$ 940,185	940,185	938,566
Other	316,016	316,016	315,455
Telecommunications Tax	155,000	150,000	158,141
Gas Utility Tax	110,000	110,000	123,772
Electric Utility Tax	330,000	335,000	333,442
Total Taxes	1,851,201	1,851,201	1,869,376
<b>Intergovernmental - Taxes</b>			
Sales Taxes	1,710,000	1,750,000	1,742,940
Replacement Taxes	44,000	44,000	32,493
Illinois Income Taxes	1,040,005	1,040,005	1,053,998
Illinois Use Taxes	285,513	290,000	335,825
Road and Bridge Taxes	50,000	50,000	51,514
Hotel Taxes	800	1,000	1,024
Video Gaming Taxes	98,000	98,000	99,646
Total Intergovernmental - Taxes	3,228,318	3,273,005	3,317,440
<b>Intergovernmental - Grants</b>			
DCCA Grant - COPS	7,000	7,000	8,258
Intergovernmental Agreements	59,980	63,398	63,398
Civil Defense Sirens	1,000	1,000	-
Other Grants	12,500	12,500	16,552
Total Intergovernmental - Grants	80,480	83,898	88,208
<b>Charges for Services</b>			
Cable Television	108,000	108,000	109,694
Development Fee	2,100	238,932	238,932
Disposal Fees	920,238	920,238	956,619
Disposal Stickers	2,000	2,000	2,144
Tipping Fees	250,000	250,000	244,842
Filing and Plat Fees	2,000	2,000	2,170
Impact Fees	48,800	78,795	93,564
Accident and Record Reports	1,000	1,000	1,085
Live Scan Fees	1,000	1,000	1,360
Rents and Leases	11,500	16,500	23,000
Total Charges for Services	1,346,638	1,618,465	1,673,410

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
<b>Licenses and Permits</b>			
Permits and Inspections	\$ 56,200	74,800	100,702
Pull Tabs - Annual State License Fees	1,000	1,000	1,769
Disposal Licenses	750	750	750
Liquor Licenses	27,000	27,000	25,887
Tobacco Licenses	800	800	650
Business Licenses	5,000	5,000	5,560
Vending Machine Licenses	3,435	3,435	3,497
Total Licenses and Permits	<u>94,185</u>	<u>112,785</u>	<u>138,815</u>
<b>Fines and Forfeitures</b>			
<b>Fines</b>			
Animal	50	50	-
Parking	1,000	1,000	291
DUI	2,000	2,000	3,080
Code Violations	78,200	80,300	92,868
Traffic	19,000	22,000	23,134
Penalties	17,000	17,000	18,854
Total Fines and Forfeitures	<u>117,250</u>	<u>122,350</u>	<u>138,227</u>
<b>Investment Income</b>			
Interest	1,800	1,800	1,763
Interest - Road and Bridge	300	300	303
Total Investment Income	<u>2,100</u>	<u>2,100</u>	<u>2,066</u>
<b>Miscellaneous Income</b>			
Telephone Franchise and Refunds	24,500	24,500	15,293
Summerfest Carnival Tickets	1,000	2,550	2,550
Historical Society Calendar	-	-	25
State Income Training - Law Enforcement	15,200	15,200	1,888
D.A.R.E. Program	5,500	5,500	7,501
LWS1 Street Completion	-	26,200	29,463
Miscellaneous	27,500	27,500	24,601
Total Miscellaneous Income	<u>73,700</u>	<u>101,450</u>	<u>81,321</u>
<b>Total Revenues</b>	<u><u>6,793,872</u></u>	<u><u>7,165,254</u></u>	<u><u>7,308,863</u></u>

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
General Government			
Administration			
Personnel Services			
Wages	\$ 348,411	366,791	363,178
Professional Services			
Legal	1,500	1,500	4,190
City Attorney	1,500	1,500	250
Consulting	5,000	5,000	1,734
Codification	3,000	3,000	1,317
Audit	14,302	14,302	13,961
Community Relations	500	500	128
Contractual Services			
Officials' Bonds, Fiduciary Insurance and Notary	50	50	-
Drug Testing	975	975	887
Maintenance Services and Repair			
Computer Software	6,976	7,126	4,991
Hardware and Network	8,000	8,000	6,612
Office Equipment	11,500	11,500	13,905
Police Pension Contribution	316,016	316,016	317,157
Property Tax Rebate	700	700	-
Aurora Area Convention Center	800	1,000	921
Utility Tax Refund	500	500	241
Sales Tax Rebate	6,000	10,000	5,714
Credit Card Processing	7,000	7,000	7,067
Payroll Processing	7,500	7,500	7,297
Consortium	32,000	32,000	26,632
Bad Debt Expenditure	2,200	2,200	(162)
Communication			
Advertising, Bids and Publications	4,000	4,000	4,953
Postage and Freight	4,000	4,000	3,508
Telephone - Land Lines	5,700	5,700	3,471
Telephone - Cellular	800	800	507
Internet	3,700	3,700	4,988
Website	1,598	1,598	1,850

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
General Government - Continued			
Administration - Continued			
Professional Development			
Seminars and Courses	\$ 10,000	10,000	9,450
Dues and Subscriptions	4,500	4,500	4,177
Travel, Food and Lodging	20,000	20,000	17,603
Tuition, Books and Fees	2,000	2,000	673
Operations			
Office Equipment	19,108	19,108	138
Office Supplies	14,000	14,000	15,255
Miscellaneous Supplies	500	500	629
Special Events	500	1,260	1,260
Superfest Carnival Tickets	1,000	1,360	1,360
Kendall Area Transit	17,000	17,000	17,000
Miscellaneous Expenditures	4,000	4,000	(4,900)
Contingencies	200,000	100,000	-
Total Administration	1,086,836	1,010,686	857,942
Administrative Adjudication			
Personnel Services			
Wages	2,300	2,300	1,481
Professional Services			
Legal	7,800	7,800	4,950
Contractual Services			
Maintenance Services and Repair			
Computer Software	4,200	4,200	4,200
Professional Development			
Seminars and Courses	50	50	-
Dues and Subscriptions	150	150	-
Operations			
Office Equipment	150	350	314
Office Supplies	150	150	-
Miscellaneous Expenditures	150	150	50
Contingencies	1,000	1,000	-
Total Administrative Adjudication	15,950	16,150	10,995

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
Economic Development			
Professional Services			
Economic Development Services	\$ 35,000	37,500	38,884
EDC Membership	2,500	2,500	-
Contractual Services			
Façade Program	12,500	7,500	5,000
Communication			
Advertising, Bids and Publications	1,500	1,500	-
Professional Development			
Seminars and Courses	2,200	3,500	950
Dues and Subscriptions	350	350	185
Travel, Food and Lodging	3,500	5,000	1,649
Total Economic Development	<u>57,550</u>	<u>57,850</u>	<u>46,668</u>
<b>Building and Grounds</b>			
Personnel Services			
Wages	97,508	97,829	100,900
Contractual Services			
Custodial Service and Supplies	25,000	25,000	22,873
Maintenance Services and Repair			
Buildings	36,000	40,000	59,685
Grounds	4,000	4,500	3,135
Gas (Heating and Operations)	1,000	1,000	-
Electricity	4,000	4,000	2,894
Communication			
Telephone - Land Line	700	170	157
Operations			
Equipment	-	-	500
Operation Supplies	8,000	8,500	10,087
Total Building and Grounds	<u>176,208</u>	<u>180,999</u>	<u>200,231</u>
<b>Building, Planning and Zoning</b>			
Personnel Services			
Wages	165,637	181,783	180,846

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
General Government - Continued			
Building, Planning and Zoning - Continued			
Professional Services			
Boards and Commissioners	\$ 3,780	3,780	1,800
Legal	2,000	2,000	-
Secretarial and Administrative	1,500	1,500	544
Consulting - Reimbursable			
City	1,500	1,500	-
Contractual Services			
Uniforms and Personnel Protection Equipment	400	400	158
Code Enforcement	1,400	1,400	3,185
Maintenance and Restoration			
Grounds	25,000	27,460	26,580
Communication			
Advertising, Bids and Publications	1,500	1,500	266
Telephone - Land Lines	500	500	350
Telephone - Cellular	550	550	468
Internet	300	300	336
Professional Development			
Seminars and Courses	1,500	1,500	572
Dues and Subscriptions	1,000	1,000	1,017
Tuition, Books and Fees	500	500	975
Operations			
Maintenance Services and Repair			
Equipment	2,580	2,580	-
Office Equipment	1,000	2,040	2,040
Gasoline, Oil and Filters	6,000	6,000	4,830
Office Supplies	1,500	1,500	374
Miscellaneous Expenditures	500	500	-
Total Building, Planning and Zoning	218,647	238,293	224,341

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
Insurance			
Personnel Services			
Workers' Compensation Benefits	\$ 75,423	75,423	70,053
Unemployment Benefits	12,000	8,000	5,649
Employees' Insurance	686,856	686,856	680,442
Other Post Employment Benefits	76,599	98,095	98,095
Contractual Services			
Auto and General Liability Insurance	65,716	64,487	62,515
Total Insurance	916,594	932,861	916,754
Total General Government	2,471,785	2,436,839	2,256,931
<b>Public Safety</b>			
Police Department			
Personnel Services			
Wages	1,832,774	1,840,475	1,947,647
Professional Services			
Legal	10,000	15,000	1,806
Investigations	6,000	6,000	1,989
Contractual Services			
Officials' Bonds and Insurance	500	500	88
Medical Expenditures	500	500	280
Uniform and Personnel Protection Equipment	30,000	30,000	25,587
Ken Com Operations	71,076	71,076	70,030
Kendall County Diversion Officer	2,076	2,076	-
Maintenance Service and Repair			
Operating Equipment	37,700	37,700	29,997
Office Equipment	20,000	20,000	11,839
Vehicles	18,000	16,000	19,817
Mobile Command Unit	500	500	500
Communication			
Postage and Freight	1,000	1,000	472
Telephone - Land Lines	6,000	8,800	8,313
Telephone - Cellular	3,000	3,000	2,755
Internet	4,000	4,000	3,984
Line Service - Leads and Network	8,000	13,000	15,492

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Professional Development			
Seminars and Courses	\$ 5,000	5,000	2,259
Dues and Subscriptions	5,600	5,600	5,764
Travel, Food and Lodging	4,000	3,500	734
Tuition, Books and Fees	1,000	500	-
Meetings	1,000	500	819
Police Academy	15,200	15,200	10,949
Operations			
Equipment	40,000	40,000	24,867
Office Equipment	2,000	10,000	-
D.A.R.E. Program	5,500	5,500	5,911
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	300	29
Burlington Northern Range Dues	500	500	500
Liquor Compliance	-	350	350
Operations - Continued			
Gasoline, Oil and Filters	35,000	35,000	37,080
Operation Supplies	5,000	5,000	4,256
Office Supplies	4,500	4,500	2,897
Custodial Supplies	1,000	1,000	954
Sex Offender Reg Fee Remittance	1,500	1,500	585
Miscellaneous Expenditures	2,000	1,500	2,031
Total Police Department	<u>2,183,926</u>	<u>2,208,577</u>	<u>2,243,581</u>
Police Commission			
Professional Services			
Police Commissioners	6,000	6,000	6,000
Legal	500	500	-
Contractual Services			
Maintenance Service and Repair			
Office Equipment	100	1,000	-
Testing Services	25,000	25,000	16,018

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Commission - Continued			
Communication			
Advertising, Bids and Publications	\$ 1,500	1,500	-
Postage and Freight	25	25	-
Telephone - Cellular	100	460	489
Internet	-	-	77
Professional Development			
Seminars and Courses	-	500	500
Dues and Subscriptions	375	375	469
Tuition, Books and Fees	250	250	340
Operations			
Office Supplies	50	50	-
Miscellaneous Expenditures	50	50	-
Total Police Commission	33,950	35,710	23,893
Total Public Safety	2,217,876	2,244,287	2,267,474
Highways and Streets			
Storm Sewers			
Personnel Services			
Wages	28,173	28,419	26,055
Contractual Services			
Storm Sewer Mains	10,000	24,000	6,306
GIS Hosting and Support Fee			-
Maintenance Services and Repair	10,720	15,000	14,776
Communication			
JULIE Facsimile	1,100	1,100	-
Operations			
Maintenance and Repair Supplies	2,500	2,500	2,013
Operation Supplies	500	500	100
Total Storm Sewers	52,993	71,519	49,250
Streets			
Personnel Services			
Wages	272,677	289,530	285,005
Contractual Services			
Uniform and Personnel Protection Equipment	13,500	15,000	17,560
Contractual Maintenance	25,000	25,000	28,903

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Streets - Continued			
Contractual Services - Continued			
Maintenance Services and Repair			
Operating Equipment	\$ 2,000	2,000	1,607
Civil Defense Siren	1,033	1,600	1,909
Streets	301,008	527,380	500,858
Vehicles	10,000	25,000	27,391
Communication			
Telephone - Land Lines	1,300	1,300	809
Telephone - Cellular	1,600	1,600	1,690
Internet	1,900	1,900	2,112
Professional Development			
Seminars and Courses	300	300	-
Dues and Subscriptions	200	200	100
Travel, Food and Lodging	600	600	-
Tuition, Books and Fees	300	300	-
Meetings	200	200	-
Operations			
Operating Equipment	6,000	6,000	98
Maintenance and Repair Supplies	2,000	3,500	2,657
Vehicle Maintenance Supplies	15,000	10,000	10,389
Gasoline, Oil and Filters	12,000	19,000	18,105
Operating Supplies	16,000	18,000	13,051
Office Supplies	750	750	1,432
Miscellaneous	12,000	14,000	5,550
Non-Capitalized Capital Outlay			
New Equipment	2,000	2,000	-
Total Streets	697,368	965,160	919,226
Street Lighting and Railroad Crossing			
Contractual Services			
Maintenance Services and Repair			
Street Lights	10,000	10,000	7,427
Stop Lights	8,061	15,000	6,654
Railroad Crossing	10,000	10,000	8,721
Electricity	40,000	40,000	51,086

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Street Lighting and Railroad Crossing - Continued			
Operations			
Signs	\$ 14,000	14,000	5,061
Maintenance and Repair Supplies			
Street Lights	2,000	2,000	2,214
Stop Lights	1,000	1,000	649
Operating Supplies	20,000	26,000	25,037
Total Street Lighting and Railroad Crossing	105,061	118,000	106,849
Total Highways and Streets	855,422	1,154,679	1,075,325
Health and Welfare			
Contractual Services			
Disposal Stickers	2,000	2,000	1,900
Disposal Services	920,237	920,237	959,837
Insect Abatement	10,200	10,456	10,456
Total Health and Welfare	932,437	932,693	972,193
Culture and Recreation			
Parkway Trees and Planting			
Contractual Services			
Maintenance and Restoration			
Grounds	-	2,500	2,000
Capital Outlay			
General Government			
Administration			
Capital Expenditures	-	-	43,369
Buildings and Grounds			
Capital Expenditures	12,000	1,000	2,519
Public Safety			
Police Department			
Capital Expenditures	-	53,795	39,692
Highways and Streets			
Streets			
Capital Expenditures	-	-	91,489
Total Capital Outlay	12,000	54,795	177,069

**CITY OF PLANO, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

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	Budget		Actual
	Original	Final	
Debt Service			
Principal Retirement - Leases	\$ 132,327	134,000	56,412
Interest and Fiscal Charges - Leases	-	-	3,915
Total Debt Service	132,327	134,000	60,327
Total Expenditures	6,621,847	6,959,793	6,811,319

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**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, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 56,548	56,548	56,451
Investment Income	600	600	831
Total Revenues	<u>57,148</u>	<u>57,148</u>	<u>57,282</u>
Expenditures			
Debt Service			
Principal Retirement - Bonds	476,000	476,000	476,000
Interest and Fiscal Charges - Bonds	94,910	94,910	94,360
Total Expenditures	<u>570,910</u>	<u>570,910</u>	<u>570,360</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(513,762)	(513,762)	(513,078)
Other Financing Sources			
Transfers In	<u>513,862</u>	<u>513,862</u>	<u>513,862</u>
Net Change in Fund Balance	<u>100</u>	<u>100</u>	784
Fund Balance - Beginning			<u>57,773</u>
Fund Balance - Ending			<u>58,557</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, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 91,500	91,500	91,339
Intergovernmental			
Grants	45,000	45,000	44,566
Investment Income	750	500	415
Miscellaneous			
Contributions	500	600	550
Miscellaneous	200	200	-
Total Revenues	<u>137,950</u>	<u>137,800</u>	<u>136,870</u>
Expenditures			
Current			
General Government	60,205	60,999	41,652
Culture and Recreation	358,425	465,584	64,513
Capital Outlay	1,600	300	261,846
Total Expenditures	<u>420,230</u>	<u>526,883</u>	<u>368,011</u>
Net Change in Fund Balance	<u>(282,280)</u>	<u>(389,083)</u>	(231,141)
Fund Balance - Beginning			<u>343,470</u>
Fund Balance - Ending			<u><u>112,329</u></u>

**CITY OF PLANO, ILLINOIS**

**Parks - Special Revenue Fund**

**Schedule of Expenditures - Budget and Actual  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
General Government			
Administration			
Personnel Services			
Wages	\$ 24,195	24,465	24,504
Contractual Services			
Audit	1,277	1,277	1,246
Maintenance Services and Repair			
Computer Software	211	211	53
Payroll Processing	175	175	166
Operations			
Office Equipment	3,745	3,745	-
Contingencies	15,000	15,000	-
Total Administration	44,603	44,873	25,969
Insurance			
Personnel Services			
Employees' Insurance	10,069	10,069	9,867
Other Post Employment Benefits	1,868	2,392	2,392
Contractual Services			
Insurance Policies	3,665	3,665	3,424
Total Insurance	15,602	16,126	15,683
Total General Government	60,205	60,999	41,652
Culture and Recreation			
City Park			
Contractual Services			
Maintenance and Restoration			
Grounds	2,500	1,500	1,194
Maintenance Service and Repair			
Buildings	2,700	2,700	2,287
Operating Equipment	2,000	1,200	900
Operations			
Equipment	2,000	2,000	-
Gasoline, Oil and Filters	8,000	8,000	8,000

**CITY OF PLANO, ILLINOIS**

**Parks - Special Revenue Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
City Park - Continued			
Operations - Continued			
Operation Supplies	\$ 3,000	3,500	4,185
Total City Park	20,200	18,900	16,566
Lathrop Park			
Contractual Services			
Maintenance and Restoration			
Grounds	1,000	1,100	1,056
Maintenance Services and Repair			
Operating Equipment	2,000	1,000	26
Electricity	700	700	496
Operations			
Operation Supplies	500	1,000	843
Non-Capitalized Capital Outlay	237,400	231,925	22,732
Total Lathrop Park	241,600	235,725	25,153
Memorial Park			
Contractual Services			
Maintenance and Restoration			
Grounds	1,000	750	413
Maintenance Services and Repair			
Operating Equipment	250	50	-
Operations			
Operation Supplies	1,000	1,000	18
Non-Capitalized Capital Outlay	500	200	-
Total Memorial Park	2,750	2,000	431
Steward Park			
Contractual Services			
Maintenance and Restoration			
Grounds	2,000	2,000	1,500
Larry Trimberger (WWI) Park			
Contractual Services			
Maintenance and Restoration			
Grounds	5,000	1,000	-

**CITY OF PLANO, ILLINOIS**

**Parks - Special Revenue Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Harry Neubert Park			
Contractual Services			
Maintenance and Restoration			
Grounds	\$ 3,000	1,800	2,804
Maintenance Services and Repair			
Operating Equipment	-	-	188
Total Harry Neubert Park	3,000	1,800	2,992
T. Gorman Park			
Contractual Services			
Maintenance and Restoration			
Grounds	5,000	5,000	3,986
Maintenance Services and Repair			
Operating Equipment	3,000	2,000	207
Total T. Gorman Park	8,000	7,000	4,193
D. Hemmingsen Park			
Contractual Services			
Maintenance and Restoration			
Grounds	2,500	2,500	1,916
Ray Niles Park			
Contractual Services			
Maintenance and Restoration			
Grounds	3,500	3,800	3,538
Foli Park			
Contractual Services			
Maintenance and Restoration			
Grounds	500	667	1,260

**CITY OF PLANO, ILLINOIS**

**Parks - Special Revenue Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Foli Park - Continued			
Operations			
Non-Capitalized Capital Outlay	\$ 56,175	182,192	267
Total Foli Park	56,675	182,859	1,527
Kristen Street Park			
Contractual Services			
Maintenance and Restoration			
Grounds	3,500	3,500	3,787
DePaul			
Contractual Services			
Maintenance and Restoration			
Grounds	2,200	2,500	2,910
Operations			
Non-Capitalized Capital Outlay	2,500	2,000	-
Total DePaul	4,700	4,500	2,910
Woodwind III Park			
Contractual Services			
Maintenance Services and Repair			
Grounds	5,000	-	-
Total Culture and Recreation	358,425	465,584	64,513
Capital Outlay			
Culture and Recreation			
City Park	1,600	300	261,846
Total Expenditures	420,230	526,883	368,011

**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, 2019**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Connection Fees	\$ 10,000	10,000	30,000
Impact Fees	5,600	14,679	10,718
User Fees	1,425,000	1,425,000	1,429,978
New Development - Meters	5,400	15,500	10,350
Discharge Fee/Permits	60,000	52,000	75,895
Recapture Fees	6,500	6,500	12,182
Penalties	45,000	45,000	48,454
Miscellaneous Income	500	4,491	4,786
Total Operating Revenues	<u>1,558,000</u>	<u>1,573,170</u>	<u>1,622,363</u>
Operating Expenses			
Operations	2,610,936	2,618,873	1,251,389
Depreciation	-	-	1,014,615
Total Operating Expenses	<u>2,610,936</u>	<u>2,618,873</u>	<u>2,266,004</u>
Operating Income (Loss)	<u>(1,052,936)</u>	<u>(1,045,703)</u>	<u>(643,641)</u>
Nonoperating Revenues			
Disposal of Capital Assets	-	2,605	764
Investment Income	2,000	2,000	1,976
	<u>2,000</u>	<u>4,605</u>	<u>2,740</u>
Change in Net Position	<u>(1,050,936)</u>	<u>(1,041,098)</u>	<u>(640,901)</u>
Net Position - Beginning as Restated			<u>32,316,502</u>
Net Position - Ending			<u><u>31,675,601</u></u>

**CITY OF PLANO, ILLINOIS**

**Sewer - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations			
Administration			
Personnel Services			
Wages	\$ 128,725	163,900	171,161
Professional Services			
Consulting	35,000	55,000	28,066
Auditing	4,597	4,487	4,487
Contractual Services			
Maintenance Services and Repair			
Computer Software	3,500	3,500	1,372
GIS Hosting and Support Fee	5,000	3,865	4,040
Office Equipment	500	1,275	1,201
Credit Card Processing	5,500	5,500	7,188
Payroll Processing	360	360	332
Meter Reading	5,500	5,500	2,781
Bad Debt Expense	5,500	5,500	350
Communication			
Advertising, Bids and Publications	500	500	-
Postage and Freight	4,000	4,000	3,557
Telephone - Land Lines	2,000	2,000	1,115
Telephone - Cellular	1,800	1,800	1,548
Internet	2,200	2,200	2,473
Web Site & Internet	2,000	2,000	1,542
JULIE Facsimile	1,400	1,400	987
Professional Development			
Seminars and Courses	3,000	1,500	2,169
Dues and Subscriptions	2,000	2,000	2,982
Travel, Food and Lodging	1,000	500	120
Tuition, Books and Fees	1,200	500	499
Operations			
Equipment	11,608	13,482	1,900
Office Supplies	2,000	2,500	2,392
Total Administration	228,890	283,269	242,262
Insurance			
Personnel Services			
Workers' Compensation Benefits	6,510	6,510	6,238
Unemployment Benefits	1,926	1,926	638

**CITY OF PLANO, ILLINOIS**

**Sewer - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations - Continued			
Insurance - Continued			
Contractual Services			
Employees' Insurance	\$ 120,825	120,825	121,049
Insurance Policies	31,332	30,746	29,630
Other Post-Employment Benefits	7,473	9,570	9,570
Total Insurance	168,066	169,577	167,125
Capital Projects			
Sewer Mains	1,000	1,000	610
Facility Plan Update			
Engineering	101,000	101,000	11,139
Construction	1,277,000	1,277,000	-
Total Capital Projects	1,379,000	1,379,000	11,749
Waste Water Treatment Plant			
Personnel Services			
Wages	127,601	148,156	156,816
Professional Services			
Engineering	1,000	2,500	9,279
Miscellaneous	15,000	15,000	5,335
Contractual Services			
Uniforms and Personnel Protection Equipment	3,500	3,500	3,379
Maintenance Service and Repair			
Buildings	5,000	5,000	6,052
Grounds	5,000	6,500	6,003
Operating Equipment	55,000	55,000	49,065
Vehicles	1,500	1,500	1,669
Disposal Services - Sludge	32,000	32,000	28,997
Testing Services	6,000	6,000	3,119
Rentals	1,500	1,500	1,843
Natural Gas	6,500	6,500	5,778
Electricity	150,000	110,000	166,720
Environmental Protection Agency (EPA) Fees	17,500	18,000	18,000
Operations			
Equipment	15,000	15,000	14,715
Maintenance and Repair Supplies	13,000	13,000	11,723
Vehicle Maintenance Supplies	1,000	1,000	505

**CITY OF PLANO, ILLINOIS**

**Sewer - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations - Continued			
Waste Water Treatment Plant - Continued			
Operations - Continued			
Gasoline, Oil and Filters	\$ 8,000	8,000	5,825
Operating Supplies	50,000	50,000	46,762
Miscellaneous Expense	-	-	7,357
Contingencies	20,000	20,000	8,785
Total Waste Water Treatment Plant	534,101	518,156	557,727
Sewer Line Operations			
Personnel Services			
Wages	32,161	25,338	27,847
Contractual Services			
Maintenance Services and Repair			
Operating Equipment	5,000	3,000	1,394
Cleaning and Televising	4,000	4,000	2,590
Sewer Lines	50,000	40,000	36,437
Water Meters	65,000	65,000	87,099
Supplies	15,000	15,000	5,708
Total Sewer Line Operations	171,161	152,338	161,075
Walmart Lift Station			
Personnel Services			
Wages	3,297	3,434	3,475
Contractual Services			
Maintenance Services and Repair	5,000	3,500	1,490
Electricity	1,500	1,500	1,222
Communication			
Telephone - Land Lines	600	600	467
Operations			
Equipment	5,500	5,500	3,204
Maintenance and Repair Supplies	10,500	10,500	6,497
Total Walmart Lift Station	26,397	25,034	16,355

**CITY OF PLANO, ILLINOIS**

**Sewer - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations - Continued			
Fork Lift Station			
Personnel Services			
Wages	\$ 3,297	3,434	3,475
Contractual Services			
Maintenance Services and Repair	8,000	8,000	8,819
Electricity	8,000	8,000	9,776
Communication			
Telephone - Land Lines	600	600	-
Operations			
Equipment	7,000	7,000	3,921
Maintenance and Repair Supplies	10,000	10,000	8,088
Total Fork Lift Station	36,897	37,034	34,079
Klatt Street Lift Station			
Personnel Services			
Wages	3,297	3,434	3,474
Contractual Services			
Maintenance Services and Repair	8,500	5,000	8,696
Gas	500	500	321
Electricity	3,000	3,000	2,753
Communication			
Telephone - Land Lines	600	600	585
Operations			
Maintenance and Repair Supplies	10,000	10,000	10,175
Total Klatt Street Lift Station	25,897	22,534	26,004
Other Wages - Meters			
Wages	40,527	31,931	35,013
Total Operations	2,610,936	2,618,873	1,251,389
Depreciation	-	-	1,014,615
Total Operating Expenses	2,610,936	2,618,873	2,266,004

**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, 2019**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Connection Fees	\$ 5,000	8,025	24,000
Impact Fees	5,600	15,844	10,718
User Fees	1,081,000	1,081,000	1,041,585
Developer Fees - New Meters	5,400	15,750	10,800
Rental Income - Water Tower	38,771	38,771	42,718
Recapture Fees	300	300	696
Penalties	36,000	36,000	39,351
Miscellaneous Income	1,000	1,839	3,777
Total Operating Revenues	<u>1,173,071</u>	<u>1,197,529</u>	<u>1,173,645</u>
Operating Expenses			
Operations	1,185,151	2,391,375	760,506
Depreciation	-	-	274,830
Total Operating Expenses	<u>1,185,151</u>	<u>2,391,375</u>	<u>1,035,336</u>
Operating Income (Loss)	<u>(12,080)</u>	<u>(1,193,846)</u>	<u>138,309</u>
Nonoperating Revenues (Expenses)			
Investment Income	10,000	10,000	36,197
Principal Retirement	(33,400)	(33,400)	-
	<u>(23,400)</u>	<u>(23,400)</u>	<u>36,197</u>
Income (Loss) before Transfers	(35,480)	(1,217,246)	174,506
Transfers Out	-	-	(1,267)
Change in Net Position	<u>(35,480)</u>	<u>(1,217,246)</u>	<u>173,239</u>
Net Position - Beginning as Restated			<u>23,896,538</u>
Net Position - Ending			<u>24,069,777</u>

**CITY OF PLANO, ILLINOIS**

**Water - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations			
Administration			
Personnel Services			
Wages	\$ 136,980	149,185	139,422
Professional Services			
Consulting	30,000	30,000	808
Auditing	4,853	4,737	4,737
Contractual Services			
Maintenance Services and Repair			
Computer Software	3,000	3,000	1,767
GIS Hosting and Support Fee	3,500	3,500	175
Office Equipment	2,000	1,310	1,981
Credit Card Processing	6,731	6,731	6,977
Payroll Processing	500	500	497
Meter Reading	5,280	5,280	2,782
Bad Debt Expense	5,200	5,200	609
Communication			
Advertising, Bids and Publications	2,500	2,500	1,470
Postage and Freight	6,000	6,000	6,324
Web Site & Internet	1,551	1,551	1,542
JULIE Facsimile	850	850	987
Professional Development			
Seminars and Courses	4,500	4,500	440
Dues and Subscriptions	2,000	2,000	1,158
Travel, Food and Lodging	3,500	3,500	836
Tuition, Books and Fees	1,000	1,000	499
Meetings	100	100	-
Operations			
Office Equipment	11,608	12,081	500
Office Supplies	2,500	2,500	1,230
Total Administration	234,153	246,025	174,741
Insurance			
Personnel Services			
Workers' Compensation Benefits	12,418	12,418	10,561
Unemployment Benefits	1,926	1,926	638
Employees' Insurance	90,619	90,719	90,787
Insurance Policies	22,137	21,723	23,813

**CITY OF PLANO, ILLINOIS**

**Water - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations - Continued			
Insurance - Continued			
Contractual Services			
Other Post-Employment Benefits	\$ 7,473	9,570	9,570
Total Insurance	134,573	136,356	135,369
New Development			
Water Meters	2,700	2,700	609
Water Capital Projects			
Engineering	-	134,145	-
Construction	-	986,300	-
Total Water Capital Projects	-	1,120,445	-
Brownsfield Development			
Engineering	2,500	2,500	-
SCADA System			
Construction	6,000	92,000	570
Water Mains			
Engineering	-	14,000	-
Construction	85,000	90,430	-
Total Water Mains	85,000	104,430	-
Other Wages - Meters			
Personnel Services			
Wages	43,141	34,608	37,798
Transportation and Heavy Equipment			
Contractual Services			
Maintenance Service and Repair			
Operating Equipment	7,000	7,000	354
Vehicles	8,000	8,000	2,412

**CITY OF PLANO, ILLINOIS**

**Water - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations - Continued			
Transportation and Heavy Equipment - Continued			
Operations			
Maintenance and Repair Supplies	\$ 1,500	1,500	604
Vehicle Maintenance Supplies	3,000	3,000	465
Gasoline, Oil and Filters	9,000	9,000	8,365
Miscellaneous Expense	-	-	(2,392)
New Vehicles	45,000	55,000	-
New Equipment	5,000	5,000	-
Total Transportation and Heavy Equipment	<u>78,500</u>	<u>88,500</u>	<u>9,808</u>
Power and Pumping			
Personnel Services			
Wages	5,648	4,241	4,502
Contractual Services			
Maintenance Services and Repair			
Buildings	20,000	20,000	14,151
Operating Equipment	85,000	85,000	16,211
Natural Gas	7,000	7,000	5,865
Electricity	45,000	45,000	47,794
Water Towers	25,000	25,000	10,259
Communication			
Telephone - Land Lines	2,400	750	711
Telephone - Cellular	2,700	1,550	1,931
Internet	3,000	4,400	4,641
Operations			
Operating Supplies	8,000	8,000	1,721
Total Power and Pumping	<u>203,748</u>	<u>200,941</u>	<u>107,786</u>
Treatment			
Personnel Services			
Wages	11,295	8,484	9,037
Contractual Services			
Maintenance Services and Repair			
Operating Equipment	12,000	12,000	4,829
Testing Services	25,000	25,000	19,783
Operations			
Operating Supplies	28,000	28,000	22,009
Total Treatment	<u>76,295</u>	<u>73,484</u>	<u>55,658</u>

**CITY OF PLANO, ILLINOIS**

**Water - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2019**

	Budget		Actual
	Original	Final	
Operations - Continued			
Distribution			
Personnel Services			
Wages	\$ 110,541	81,386	92,858
Contractual Services			
Uniforms and Personnel Protection Equipment	7,000	7,000	5,733
Maintenance Services and Repair			
Services and Repairs	41,000	41,000	15,946
Water Meters	96,000	96,000	88,274
Water Towers	1,000	1,000	-
Operations			
Maintenance and Repair Supplies	55,000	55,000	27,009
Operating Supplies	8,000	8,000	8,347
Total Distribution	318,541	289,386	238,167
Total Operations	1,185,151	2,391,375	760,506
Depreciation	-	-	274,830
Total Operating Expenses	1,185,151	2,391,375	1,035,336

**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, 2019**

	Budget		Actual
	Original	Final	
<b>Additions</b>			
Contributions - Employer	\$ 318,516	318,516	317,157
Contributions - Plan Members	202,000	202,050	158,789
<b>Total Contributions</b>	<b>520,516</b>	<b>520,566</b>	<b>475,946</b>
<b>Investment Income</b>			
Interest Earned	535,000	400,000	198,089
Net Change in Fair Value	-	-	173,693
	535,000	400,000	371,782
Less Investment Expenses	(24,275)	(27,685)	(27,599)
<b>Net Investment Income</b>	<b>510,725</b>	<b>372,315</b>	<b>344,183</b>
<b>Total Additions</b>	<b>1,031,241</b>	<b>892,881</b>	<b>820,129</b>
<b>Deductions</b>			
Administration	44,236	40,675	16,749
Benefits and Refunds	439,805	439,805	215,162
<b>Total Deductions</b>	<b>484,041</b>	<b>480,480</b>	<b>231,911</b>
<b>Change in Fiduciary Net Position</b>	<b>547,200</b>	<b>412,401</b>	<b>588,218</b>
<b>Net Pension Restricted for Pensions</b>			
Beginning			<u>6,053,937</u>
Ending			<u><u>6,642,155</u></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, 2019**

	Budget		Actual
	Original	Final	
<b>Additions</b>			
Other Post-Employment Benefit Contributions	\$ 93,413	119,627	119,627
<b>Investment Income</b>			
Interest Earned	600	1,100	1,193
Net Change in Fair Value	-	-	-
	600	1,100	1,193
<b>Less Investment Expenses</b>			
Net Investment Income	-	-	-
	600	1,100	1,193
<b>Total Additions</b>	<b>94,013</b>	<b>120,727</b>	<b>120,820</b>
<b>Deductions</b>			
Administration	500	3,250	3,500
Benefits and Refunds	56,092	56,092	51,678
<b>Total Deductions</b>	<b>56,592</b>	<b>59,342</b>	<b>55,178</b>
<b>Change in Net Position</b>	<b>37,421</b>	<b>61,385</b>	<b>65,642</b>
<b>Net Position Held in Trust for Other Post-Employment Benefits</b>			
Beginning			413,181
Ending			478,823

**CITY OF PLANO, ILLINOIS**

**Consolidated Year-End Financial Report  
April 30, 2019**

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CSFA #	Program Name	State	Federal	Other	Totals
422-11-0970	Open Space Land Acquisition and Development	\$ 44,566	-	77,117	121,683
494-00-0967	High-Growth Cities Program	21,198	-	-	21,198
494-00-1488	Motor Fuel Tax Program	203,178	-	-	203,178
	All Other Costs Not Allocated	-	-	13,165,708	13,165,708
	Totals	268,942	-	13,242,825	13,511,767

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## **SUPPLEMENTAL SCHEDULES**

**CITY OF PLANO, ILLINOIS**

**Schedule of Property Tax Assessed Valuations, Rates, Extensions, and Collections  
Last Ten Tax Levy Years  
April 30, 2019**

	2009	2010	2011	2012
Assessed Valuation	\$ 247,941,439	221,784,163	190,804,028	150,126,177
Tax Rates by Fund/Purpose				
General (1)	0.4134	0.4809	0.6303	0.8171
Parks	0.0463	0.0509	0.0590	0.0750
Illinois Municipal Retirement	0.1315	0.1528	0.2089	0.2798
Debt Service	0.0213	0.0251	0.0280	0.0374
Chlorination	0.0151	0.0164	-	-
Sewerage	0.0526	0.0578	-	-
Total Tax Rates	0.6802	0.7839	0.9262	1.2093
Tax Extension by Fund/Purpose				
General (1)	\$ 1,025,014	1,066,848	1,202,656	1,226,666
Parks	114,871	112,955	112,555	112,595
Illinois Municipal Retirement	326,043	338,820	398,495	420,008
Debt Service	52,738	55,557	53,464	56,207
Chlorination	37,489	36,350	-	-
Sewerage	130,441	128,125	-	-
Total Tax Extensions	1,686,596	1,738,655	1,767,170	1,815,476
Collections	\$ 1,681,999	1,742,197	1,766,221	1,805,082
Percent Collected	99.73%	100.20%	99.95%	99.43%

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

2013	2014	2015	2016	2017	2018
127,148,514	129,456,722	140,845,413	166,292,859	190,159,413	206,022,088
0.9687	1.1521	1.0678	0.9045	0.7909	0.7543
0.0750	0.0750	0.0650	0.0550	0.0481	0.0451
0.3508	0.1530	0.1406	0.1191	0.1040	0.0961
0.0443	0.0439	0.0403	0.0341	0.0300	0.0273
-	-	-	-	-	-
-	-	-	-	-	-
1.4388	1.4240	1.3137	1.1127	0.9730	0.9228
1,231,713	1,491,316	1,504,004	1,504,185	1,504,294	1,553,839
95,361	97,093	91,507	91,511	91,505	93,019
446,012	198,004	198,000	198,005	198,013	198,008
56,301	56,857	56,775	56,673	56,553	56,409
-	-	-	-	-	-
-	-	-	-	-	-
1,829,387	1,843,270	1,850,286	1,850,374	1,850,365	1,901,275
1,825,087	1,770,790	1,838,364	1,846,199	1,847,025	-
99.76%	96.07%	99.36%	99.77%	99.82%	0.00%

**CITY OF PLANO, ILLINOIS**

**Schedule of Legal Debt Margin  
April 30, 2019**

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Equalized Assessed Value - 2018 Tax Levy Year	<u>\$ 206,022,088</u>
Legal Debt Limit	
8.625% of Equalized Assessed Value	17,769,405
Amount of Debt Applicable to Limit	<u>254,000</u>
Legal Debt Margin	<u>17,515,405</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, 2019**

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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 2019, paid for the following:

Expenditures for Tort Immunity Purposes	
Auto and General Liability	\$ 62,515
Workers' Compensation	70,053
Unemployment	<u>5,649</u>
Total Expenditures for Tort Immunity Purposes	<u><u>138,217</u></u>

The City's tax extension for immunity and liability insurance purposes for the tax levy year 2017, as extended by Kendall County for the fiscal year 2019, was \$59,025. 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 (Alternate Revenue Source) Bonds of 2011  
April 30, 2019**

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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**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2020	<u>\$ 180,000</u>	<u>6,120</u>	<u>186,120</u>

**CITY OF PLANO, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation (Alternate Revenue Source) Bonds of 2016  
April 30, 2019**

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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
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>2,940,000</u>	<u>435,757</u>	<u>3,375,757</u>

**CITY OF PLANO, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Limited Bonds of 2013**

**April 30, 2019**

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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**

Fiscal Year	Principal	Interest	Totals
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>254,000</u>	<u>28,860</u>	<u>282,860</u>

**CITY OF PLANO, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan Payable of 2010**

**April 30, 2019**

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Date of Issue	January 15, 2010
Date of Maturity	October 15, 2030
Authorized Issue	\$144,660
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**

<u>Fiscal</u> <u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
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	5,572	-	5,572
	<u>127,969</u>	<u>-</u>	<u>127,969</u>

**CITY OF PLANO, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Public Water Supply Loan Payable of 2010  
April 30, 2019**

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Date of Issue	January 15, 2010
Date of Maturity	October 15, 2030
Authorized Issue	\$289,304
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**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
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	11,118	-	11,118
	<hr/>		
	255,923	-	255,923

**CITY OF PLANO, ILLINOIS**

**Long-Term Debt Requirements**

**Dump Truck Installment Contract of 2014  
April 30, 2019**

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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>
2020	\$ 27,797	819	28,616

**CITY OF PLANO, ILLINOIS**

**Long-Term Debt Requirements**

**Dump Truck Installment Contract of 2017  
April 30, 2019**

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Date of Issue	January 9, 2017
Date of Maturity	January 9, 2021
Authorized Issue	\$117,813
Interest Rate	2.65%
Interest Date	January 9th
Principal Maturity Date	January 9th
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>
2020	\$ 29,834	1,624	31,458
2021	30,633	825	31,458
	<u>60,467</u>	<u>2,449</u>	<u>62,916</u>