

CITY OF PLANO, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2021

CITY OF PLANO, ILLINOIS

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INTRODUCTORY SECTION

This section includes:

- List of Principal Officials

CITY OF PLANO, ILLINOIS

**List of Principal Officials
April 30, 2021**

LEGISLATIVE

City Mayor: Michael Rennels

ALDERMEN

Stephen DeBolt

Benjamin Eaton

John Fawver

Thomas Johns

Scott Mulliner

Barbard Nadeau

Mark Swoboda

Jamal Williams

ADMINISTRATIVE

City Treasurer: Zoila Gomez

City Clerk: Kathleen Miller

Police Chief: Jonathan Howell

Director of Building, Planning and Zoning: Thomas Karpus

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

September 30, 2021

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, 2021, 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, 2021, 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, other supplementary information, and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information 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 other supplementary information 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, 2021

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, 2021. Please read this in conjunction with the City's financial statements, which begin on page 19 and the Independent Auditor's Report for the Fiscal Year Ended April 30, 2021.

FINANCIAL HIGHLIGHTS

- At the close of business on April 30, 2021, the City's assets exceeded its liabilities by \$154.86 million.
- During the year, the City had governmental revenues of \$11.71 million. These revenues were generated from governmental programs as well as through taxes. The City's revenues exceeded the governmental expenses by \$2.16 million.
- In the City's business-type activities, revenues were \$3.13 million, and expenses were \$3.71 million.
- The total costs of all City programs were \$13.26 million, an increase of \$0.56 million over last year's total of \$12.70 million.
- The City received \$1.69 million in grants which consisted of \$0.44 million from the Local Coronavirus Urgent Remediation Emergency Support Program, \$0.11 million from Down State Business Stabilization Program, \$0.35 million from Rebuild Illinois, \$0.13 million Main St Construction grant, \$0.45 million Motor Fuel Tax Allotments, \$0.05 million Lew Street & \$0.14 million in other grants.
- The net effect of major asset additions & retirements was \$2.76 million, consisting of \$0.44 million for a Vactor truck, \$1.55 million for the reconstruction of the Main Street bridge, \$0.59 million for Lew Street reconstruction and \$0.14 million for Lakewood treatment plant improvements.
- The City went out for new debt in the amount of \$0.50 million. This debt was for the Vactor truck (\$0.44 million) and two squad cars (\$0.06 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 - 73). This report also contains other supplementary information in addition to these basic financial statements.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

**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.

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.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

Fund Financial Statements – Continued

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-WIDE STATEMENTS & ANALYSIS

Statement of Net Position

The largest portion of the City of Plano's net position (\$154.86 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.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

CITY-WIDE STATEMENTS & ANALYSIS - Continued

Statement of Net Position - Continued

Table 1
Statement of Net Position
on April 30, 2021 and 2020

(In millions)

| | Governmental | | Business-Type | | Total | |
|---|-------------------|-----------------|-------------------|-----------------|------------------|------------------|
| | <u>Activities</u> | | <u>Activities</u> | | <u>Primary</u> | |
| | <u>2021</u> | <u>2020</u> | <u>2021</u> | <u>2020</u> | <u>2021</u> | <u>2020</u> |
| Current and Other Assets | \$ 8.12 | \$ 6.32 | \$ 3.89 | \$ 3.07 | \$ 12.01 | \$ 9.39 |
| Capital Assets, net | <u>102.81</u> | <u>102.63</u> | <u>51.92</u> | <u>52.89</u> | <u>154.73</u> | <u>155.52</u> |
| Total Assets | 110.93 | 108.95 | 55.81 | 55.96 | 166.74 | 164.91 |
| Deferred Outflows | <u>1.57</u> | <u>2.01</u> | <u>2.08</u> | <u>0.13</u> | <u>3.65</u> | <u>2.14</u> |
| Total Assets/ Def. Outflows | <u>112.50</u> | <u>110.96</u> | <u>57.89</u> | <u>56.09</u> | <u>170.39</u> | <u>167.05</u> |
| | | | | | | |
| Current Liabilities | 1.33 | 1.14 | 0.31 | 0.17 | 1.64 | 1.31 |
| Long-term liabilities | <u>6.63</u> | <u>8.70</u> | <u>2.98</u> | <u>0.91</u> | <u>9.61</u> | <u>9.61</u> |
| Total Liabilities | 7.96 | 9.84 | 3.29 | 1.08 | 11.25 | 10.92 |
| Deferred Inflows | <u>3.97</u> | <u>2.71</u> | <u>0.32</u> | <u>0.13</u> | <u>4.29</u> | <u>2.84</u> |
| Total Liab./ Deferred Inflows | <u>11.93</u> | <u>12.55</u> | <u>3.61</u> | <u>1.21</u> | <u>15.54</u> | <u>13.76</u> |
| | | | | | | |
| Net Position: | | | | | | |
| Invested in capital assets, Net of debt | 100.18 | 99.79 | 51.17 | 52.53 | 151.35 | 152.32 |
| Restricted | 1.93 | 1.56 | - | - | 1.93 | 1.56 |
| Unrestricted | <u>(1.54)</u> | <u>(2.94)</u> | <u>3.11</u> | <u>2.35</u> | <u>1.57</u> | <u>(0.59)</u> |
| Total Net Position | <u>\$ 100.57</u> | <u>\$ 98.41</u> | <u>\$ 54.28</u> | <u>\$ 54.88</u> | <u>\$ 154.85</u> | <u>\$ 153.29</u> |

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

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

Normal Impacts

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

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

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

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

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

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

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

Current Year Impacts

Net position of the City's governmental activities increased \$2.16 million in FY 2021 (\$100.57 million compared to \$98.41 million). Invested in Capital Assets, Net of Debt (which represents the amount reported for capital assets, net of accumulated depreciation, less debt issued to obtain those capital assets) increased \$0.39 million (\$100.18 million compared to \$99.79 million).

The net position for business-type activities decreased \$0.59 million in 2021 (\$54.28 million compared to \$54.87 million). Invested in Capital Assets, Net of Debt decreased \$1.36 million (\$51.17 million compared to \$52.53 million).

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

Statement of Activities

Total primary governmental activities increased \$1.56 million. Governmental activities increased the City's net position by \$2.16 million and Business-Type-Activities decreased (\$0.59) million. Key elements of these changes are as follows:

Table 2
Changes in Net Position
For the Fiscal Year Ended April 30, 2021 and 2020
(in millions)

| | <u>Governmental</u> | | <u>Business-Type</u> | | <u>Total</u> | |
|--|---------------------|--------------|----------------------|--------------|---------------|---------------|
| | <u>2021</u> | <u>2020</u> | <u>2021</u> | <u>2020</u> | <u>2021</u> | <u>2020</u> |
| Revenue | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | 2.19 | 1.88 | - | - | 2.19 | 1.88 |
| Sewer | - | - | 1.86 | 1.59 | 1.86 | 1.59 |
| Water | - | - | 0.77 | 1.25 | 0.77 | 1.25 |
| Operating Grants/Contributions | 1.64 | 0.49 | 0.05 | - | 1.69 | 0.49 |
| Capital Grants/Contributions | 1.35 | - | 0.44 | - | 1.79 | - |
| General Revenues | | | | | | |
| Property Taxes | 1.97 | 1.90 | - | - | 1.97 | 1.90 |
| Other Taxes | 4.52 | 4.19 | - | - | 4.52 | 4.19 |
| Other | 0.03 | 0.11 | - | 0.03 | 0.03 | 0.14 |
| Total Revenues | 11.70 | 8.57 | 3.12 | 2.87 | 14.82 | 11.44 |
| Expenses | | | | | | |
| General Government | 2.92 | 3.02 | - | - | 2.92 | 3.02 |
| Public Safety | 2.44 | 2.32 | - | - | 2.44 | 2.32 |
| Highway & Streets | 2.90 | 2.40 | - | - | 2.90 | 2.40 |
| Health & Welfare | 1.08 | 1.03 | - | - | 1.08 | 1.03 |
| Culture & Recreation | 0.12 | 0.10 | - | - | 0.12 | 0.10 |
| Interest on Debt | 0.09 | 0.10 | - | - | 0.09 | 0.10 |
| Sewer | - | - | 2.53 | 2.42 | 2.53 | 2.42 |
| Water | - | - | 1.18 | 1.31 | 1.18 | 1.31 |
| Total Expenses | 9.55 | 8.97 | 3.71 | 3.73 | 13.26 | 12.70 |
| Changes in Net Position before Transfers | 2.15 | (0.40) | (0.59) | (0.86) | 1.56 | (1.26) |
| Transfers | 0.01 | - | (0.01) | - | - | - |
| Change in Net Position | 2.16 | (0.40) | (0.60) | (0.86) | 1.56 | (1.26) |
| Net Position at Beg. Of Year | 98.41 | 98.81 | 54.88 | 55.74 | 153.29 | 154.55 |
| Net Position at End of Year | <u>100.57</u> | <u>98.41</u> | <u>54.28</u> | <u>54.88</u> | <u>154.85</u> | <u>153.29</u> |

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

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, 2021

Current Year Impacts

Governmental Activities

Revenues:

The total revenues increased \$3.13 million.

Charges for Services increased \$0.31 million. Tipping Fees increased \$0.07 million, Disposal Fees increased \$0.05 million, Permits & Inspection increased \$0.09 million and Impact Fees increased \$0.07 million.

Operating Grants/Contributions increased \$1.15 million. Local Coronavirus Urgent Remediation Emergency Support Program \$0.44 million. Down State Business Stabilization Program \$0.11 million. Rebuild Illinois Bond Funds increased \$0.36 million, Main Street Bridge Grant increased \$0.13 million.

Capital Grants/Contributions increased \$1.35 million. This is from developer contributed infrastructure.

General Revenues increased \$0.32 million. Property Tax increased \$0.07 million, Sales Tax increased \$0.28 million.

Expenses:

Overall Governmental expenses increased \$0.58 million.

The City's General Government expenses decreased \$0.10 million. IMRF pension expense decreased \$0.49 million. OPEB pension expense increased \$0.02 million. Operational related expenses increased \$0.40 million

Public Safety increased \$0.12 million. The police pension deferred items created an increase in expense of \$0.08 million. Operational related expenses increased \$0.07 million.

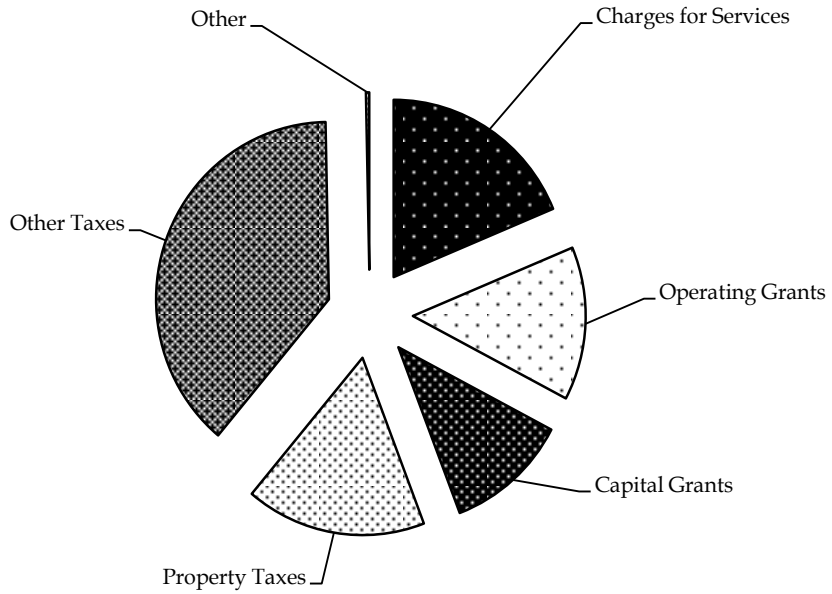
Highway and Streets increased \$0.50 million. Operational expenses were up \$0.52 million.

Health & Welfare increased \$0.05 million.

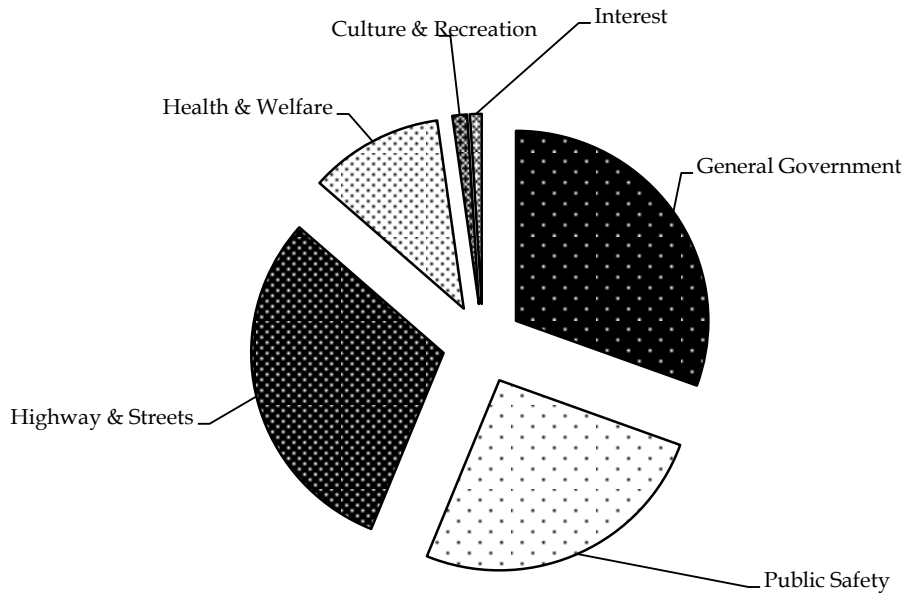
Culture and Recreation increased \$0.02 million.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

Revenues by Source-Governmental Activities



Expenses- Governmental Activities



City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

Business-type Activities

Revenues:

Total revenues increased \$0.27 million. User Fees increased \$0.38 million.

Expenses:

Total expenses decreased by \$0.02 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 \$4.99 million, which is \$1.33 million more than last year. Approximately 58 percent of this total amount (\$2.90 million) constitutes unassigned fund balance, which is available for use at the City's discretion. The remainder of the fund's balance consists of \$0.14 million in non-spendable prepaid items, \$1.95 million is restricted for special revenue funds and debt service.

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.

City of Plano, Illinois
 Management's Discussion & Analysis
 April 30, 2021

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:

| All Funds (in millions) | | | | | | |
|------------------------------------|--|---|-----------------|--|---|-----------------|
| <u>Fund</u> | <u>Original Budgeted Revenue</u> | <u>Amended Budgeted Revenue</u> | <u>Actual</u> | <u>Original Budgeted Expenditure</u> | <u>Amended Budgeted Expenditure</u> | <u>Actual</u> |
| General | \$ 8.05 | \$ 8.05 | \$ 8.76 | \$ 8.39 | \$ 8.24 | \$ 7.60 |
| MFT | 0.46 | 0.75 | 0.98 | 0.55 | 0.75 | 0.55 |
| Parks | 0.09 | 0.10 | 0.10 | 0.12 | 0.11 | 0.09 |
| IMRF | 0.46 | 0.45 | 0.46 | 0.52 | 0.52 | 0.51 |
| Debt Service | 0.06 | 0.06 | 0.06 | 0.35 | 0.35 | 0.35 |
| Sewer | 1.70 | 1.75 | 2.00 | 1.65 | 1.68 | 1.45 |
| Water | 1.24 | 1.24 | 1.73 | 1.20 | 1.12 | 1.45 |
| | <u>\$ 12.06</u> | <u>\$ 12.40</u> | <u>\$ 14.09</u> | <u>\$ 12.78</u> | <u>\$ 12.77</u> | <u>\$ 12.00</u> |

During the year, actual revenues were \$1.69 million more than budgeted and expenses came in \$0.09 million under budget. Following are the key components of the changes for both sides of the chart.

General Fund:

- Revenues were over budget \$0.71 million
 - Taxes \$0.34 million
 - Permits/Inspections \$0.10 million
 - Fees \$0.14 million
 - DSBS Grant \$0.11 million
 - Loan Proceeds \$0.07 million

- Expenditures under budget \$0.65 million
 - Wages \$0.06 million
 - Contractual Services & Expenses \$0.29 million
 - Professional Development \$0.04 million
 - Operations \$0.21 million
 - Capital Outlay \$0.10 million

Motor Fuel Tax Fund:

- Revenues were over budget \$0.23 million
 - Allotments \$0.06 million
 - Rebuild Illinois \$0.12 million
 - Grants \$0.05 million

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

- Expenditures were under budget \$0.20 million
 - Low Street project \$0.09 million
 - Main Street Bridge \$0.07 million

Sewer Fund:

- Revenues were over budget \$0.25 million
 - User Fees \$0.14 million
 - Developer Contributions \$0.10 million

- Expenditures were under budget \$0.21 million
 - Pension Expense \$0.05 million
 - Wages \$0.05 million
 - Contractual Services & Expenses \$0.04 million
 - Operations \$0.08 million

Water Fund:

- Revenues were over budget \$0.49 million
 - User Fees \$0.13 million
 - Developer Contributions \$0.34 million

- Expenditures were under budget \$0.28 million
 - Professional Services \$0.10 million
 - Contractual Services & Expenses \$0.05 million
 - Pension \$0.05 million

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

Governmental Activities Change in Capital Assets

| | (Presented in millions) | | |
|----------------------------|-------------------------------|---------------------------------------|----------------------------------|
| | Balance <u>May 1, 2020</u> | Net Additions/ <u>Deletions</u> | Balance <u>April 30, 2021</u> |
| Non-Depreciable Assets: | | | |
| Land/CIP | \$ 27.03 | \$ (0.51) | \$ 26.52 |
| Other Capital Assets: | | | |
| Infrastructure | 93.10 | 2.19 | 95.29 |
| Buildings/Improvements | 4.95 | - | 4.95 |
| Fixtures/Equipment | 3.70 | 0.07 | 3.77 |
| Total Other Capital Assets | 101.75 | 2.26 | 104.01 |
| Accum. Depreciation | 26.14 | 1.58 | 27.72 |
| Other Capital Assets, net | 75.61 | 0.68 | 76.29 |
| Capital Assets, net | <u>\$ 102.64</u> | <u>\$ 0.17</u> | <u>\$ 102.81</u> |

At the end of fiscal year 2021, the City had combined total capital assets of \$102.81 million invested in a broad range of capital assets including police equipment, buildings, city facilities, streets and infrastructure. This amount represents a net increase (including additions and deletions) of \$0.17 million. The reason for this increase is in large part due to the reconstruction of a bridge and roadway. See note 3 to the financial statements for additional information on capital assets on pages 50.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

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

| | Balance May 1, 2020 | Net Additions/ Deletions | Balance April 30, 2021 |
|----------------------------|------------------------|--------------------------------|---------------------------|
| Non-Depreciable Assets: | | | |
| Land/CIP | \$ 1.14 | \$ (0.92) | \$ 0.22 |
| Other Capital Assets: | | | |
| Infrastructure | 48.07 | 0.61 | 48.68 |
| Buildings/Improvements | 8.22 | - | 8.22 |
| Fixtures/Equipment | 12.28 | 0.46 | 12.74 |
| Total Other Capital Assets | 68.57 | 1.07 | 69.64 |
| Accum. Depreciation | 16.84 | 1.10 | 17.94 |
| Other Capital Assets, net | 51.73 | (0.03) | 51.70 |
| Capital Assets, net | \$ 52.87 | \$ (0.95) | \$ 51.92 |

The business-type activities had combined total capital assets of \$51.92 million invested in land, infrastructure, buildings and equipment. This amount represents a net decrease (including additions and deletions) of \$0.95 million. See note 3 to the financial statements for additional information on capital assets on page 51.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2021

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

| | <u>Governmental</u> <u>Activities</u> | |
|--------------------|--|----------------|
| | <u>2021</u> | <u>2020</u> |
| General Obligation | | |
| Bonds: | | |
| Series 2013 | 0.16 | 0.20 |
| Series 2016 | 2.66 | 2.89 |
| | | |
| Total G.O. Bonds | <u>\$ 2.82</u> | <u>\$ 3.09</u> |

At the end of the current fiscal year, the City had a total bonded debt of \$2.82 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 - 55.

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 \$20.14 million, which is significantly in excess of the City's outstanding general obligation debt.

Economic Factors

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report the virus is still a major economic concern. Despite these uncertainties, Plano has seen considerable growth in new home startups. As well as an increase in several state shared revenues. That being said the City of Plano will still budget conservatively and use City resources wisely to ensure a proper level of City services is maintained.

The City's elected and appointed officials considered many factors when setting the fiscal year 2021 budget. One of those factors is the economy, and the effects it has on revenue streams. The City will still closely monitor its core expenditures to ensure the delivery of its services can be maintained at a level 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, 2021

See Following Page

CITY OF PLANO, ILLINOIS

**Statement of Net Position
April 30, 2021**

| | Governmental Activities | Business-Type Activities | Totals |
|---|----------------------------|-----------------------------|--------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 4,638,512 | 2,947,713 | 7,586,225 |
| Receivables - Net of Allowances | 2,402,484 | 566,480 | 2,968,964 |
| Land Held for Resale | - | 220,000 | 220,000 |
| Due from Other Governments | 748,174 | - | 748,174 |
| Prepays | 135,319 | 87,444 | 222,763 |
| Total Current Assets | <u>7,924,489</u> | <u>3,821,637</u> | <u>11,746,126</u> |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 26,525,613 | 223,508 | 26,749,121 |
| Depreciable | 104,015,636 | 69,637,766 | 173,653,402 |
| Accumulated Depreciation | (27,731,142) | (17,938,412) | (45,669,554) |
| Total Capital Assets | <u>102,810,107</u> | <u>51,922,862</u> | <u>154,732,969</u> |
| Other Assets | | | |
| Net Pension Asset - IMRF | 196,340 | 72,686 | 269,026 |
| Total Noncurrent Assets | <u>103,006,447</u> | <u>51,995,548</u> | <u>155,001,995</u> |
| Total Assets | <u>110,930,936</u> | <u>55,817,185</u> | <u>166,748,121</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred Items - IMRF | 110,564 | 40,894 | 151,458 |
| Deferred Items - Police Pension | 833,044 | - | 833,044 |
| Deferred Items - RBP | 375,799 | 108,488 | 484,287 |
| Deferred Items - ARO | - | 1,929,965 | 1,929,965 |
| Unamortized Loss on Refunding | 253,734 | - | 253,734 |
| Total Deferred Outflows of Resources | <u>1,573,141</u> | <u>2,079,347</u> | <u>3,652,488</u> |
| Total Assets and Deferred Outflows of Resources | <u>112,504,077</u> | <u>57,896,532</u> | <u>170,400,609</u> |

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

| | Governmental Activities | Business-Type Activities | Totals |
|---|----------------------------|-----------------------------|-------------|
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 723,243 | 127,518 | 850,761 |
| Accrued Payroll | 159,521 | 32,647 | 192,168 |
| Accrued Interest Payable | 21,135 | 7,598 | 28,733 |
| Current Portion of Long-Term Debt | 425,381 | 143,839 | 569,220 |
| Total Current Liabilities | 1,329,280 | 311,602 | 1,640,882 |
| Noncurrent Liabilities | | | |
| Compensated Absences | 354,811 | 85,274 | 440,085 |
| Net Pension Liability - Police | 2,650,700 | - | 2,650,700 |
| Net OPEB Liability - RBP | 1,050,698 | 303,325 | 1,354,023 |
| General Obligation Bonds Payable | 2,522,000 | - | 2,522,000 |
| Installment Contracts Payable | 51,280 | 353,393 | 404,673 |
| IEPA Loans Payable | - | 283,746 | 283,746 |
| Asset Retirement Obligation | - | 1,950,000 | 1,950,000 |
| Total Noncurrent Liabilities | 6,629,489 | 2,975,738 | 9,605,227 |
| Total Liabilities | 7,958,769 | 3,287,340 | 11,246,109 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred Items - IMRF | 734,985 | 271,845 | 1,006,830 |
| Deferred Items - Police Pension | 1,008,244 | - | 1,008,244 |
| Deferred Items - RBP | 180,225 | 52,029 | 232,254 |
| Property Taxes | 2,049,309 | - | 2,049,309 |
| Total Deferred Inflows of Resources | 3,972,763 | 323,874 | 4,296,637 |
| Total Liabilities and Deferred Inflows of Resources | 11,931,532 | 3,611,214 | 15,542,746 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 100,183,451 | 51,170,309 | 151,353,760 |
| Restricted | | | |
| Audit | 12,944 | - | 12,944 |
| Liability Insurance | 6,056 | - | 6,056 |
| Road Maintenance | 1,556,972 | - | 1,556,972 |
| Illinois Municipal Retirement | 171,465 | - | 171,465 |
| Debt Service | 20,652 | - | 20,652 |
| Park Service | 163,193 | - | 163,193 |
| Unrestricted (Deficit) | (1,542,188) | 3,115,009 | 1,572,821 |
| Total Net Position | 100,572,545 | 54,285,318 | 154,857,863 |

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, 2021**

| | Expenses | Program Revenues | | |
|---------------------------------------|-------------------|----------------------------|---------------------------------------|-------------------------------------|
| | | Charges for Services | Operating Grants/ Contributions | Capital Grants/ Contributions |
| Primary Government | | | | |
| Governmental Activities | | | | |
| General Government | \$ 2,915,287 | 1,222,729 | 124,005 | 1,347,415 |
| Public Safety | 2,446,015 | 8,072 | 531,222 | - |
| Highways and Streets | 2,897,700 | - | 983,590 | - |
| Health and Welfare | 1,078,144 | 958,763 | - | - |
| Culture and Recreation | 117,767 | 1,497 | - | 2,792 |
| Interest on Long-Term Debt | 93,554 | - | - | - |
| Total Governmental Activities | 9,548,467 | 2,191,061 | 1,638,817 | 1,350,207 |
| Business-Type Activities | | | | |
| Sewer | 2,532,162 | 1,862,013 | 29,953 | 106,171 |
| Water | 1,180,355 | 770,620 | 16,449 | 338,625 |
| Total Business-Type Activities | 3,712,517 | 2,632,633 | 46,402 | 444,796 |
| Total Primary Government | 13,260,984 | 4,823,694 | 1,685,219 | 1,795,003 |

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

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

| Net (Expenses)/Revenues | | |
|----------------------------|-----------------------------|--------------------|
| Primary Government | | |
| Governmental Activities | Business-Type Activities | Totals |
| (221,138) | - | (221,138) |
| (1,906,721) | - | (1,906,721) |
| (1,914,110) | - | (1,914,110) |
| (119,381) | - | (119,381) |
| (113,478) | - | (113,478) |
| (93,554) | - | (93,554) |
| <u>(4,368,382)</u> | - | <u>(4,368,382)</u> |
| - | (534,025) | (534,025) |
| - | (54,661) | (54,661) |
| - | <u>(588,686)</u> | <u>(588,686)</u> |
| <u>(4,368,382)</u> | <u>(588,686)</u> | <u>(4,957,068)</u> |
| 1,974,122 | - | 1,974,122 |
| 568,071 | - | 568,071 |
| 67,149 | - | 67,149 |
| 2,491,943 | - | 2,491,943 |
| 1,244,502 | - | 1,244,502 |
| 149,298 | - | 149,298 |
| 1,952 | 3,075 | 5,027 |
| 27,900 | - | 27,900 |
| 8,486 | (8,486) | - |
| <u>6,533,423</u> | <u>(5,411)</u> | <u>6,528,012</u> |
| 2,165,041 | (594,097) | 1,570,944 |
| <u>98,407,504</u> | <u>54,879,415</u> | <u>153,286,919</u> |
| <u>100,572,545</u> | <u>54,285,318</u> | <u>154,857,863</u> |

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

CITY OF PLANO, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2021

| | <u>General</u> |
|--|-----------------------------|
| ASSETS | |
| Cash and Investments | \$ 2,696,533 |
| Receivables - Net of Allowances | |
| Property Taxes | 1,432,727 |
| Accounts | 232,940 |
| Due from Other Governments | 748,174 |
| Prepays | <u>131,052</u> |
| Total Assets | <u><u>5,241,426</u></u> |
| LIABILITIES | |
| Accounts Payable | 595,661 |
| Accrued Payroll | <u>158,306</u> |
| Total Liabilities | 753,967 |
| DEFERRED INFLOWS OF RESOURCES | |
| Property Taxes | <u>1,432,727</u> |
| Total Liabilities and Deferred Inflows of Resources | <u><u>2,186,694</u></u> |
| FUND BALANCES | |
| Nonspendable | 131,052 |
| Restricted | 19,000 |
| Unassigned | <u>2,904,680</u> |
| Total Fund Balances | <u><u>3,054,732</u></u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u><u>5,241,426</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> |
| 1,562,222 | 171,465 | 41,787 | 166,505 | 4,638,512 |
| - | 468,568 | 56,847 | 91,167 | 2,049,309 |
| 120,235 | - | - | - | 353,175 |
| - | - | - | - | 748,174 |
| - | - | - | 4,267 | 135,319 |
| <u>1,682,457</u> | <u>640,033</u> | <u>98,634</u> | <u>261,939</u> | <u>7,924,489</u> |
| 125,485 | - | - | 2,097 | 723,243 |
| - | - | - | 1,215 | 159,521 |
| 125,485 | - | - | 3,312 | 882,764 |
| - | 468,568 | 56,847 | 91,167 | 2,049,309 |
| 125,485 | 468,568 | 56,847 | 94,479 | 2,932,073 |
| - | - | - | 4,267 | 135,319 |
| 1,556,972 | 171,465 | 41,787 | 163,193 | 1,952,417 |
| - | - | - | - | 2,904,680 |
| 1,556,972 | 171,465 | 41,787 | 167,460 | 4,992,416 |
| <u>1,682,457</u> | <u>640,033</u> | <u>98,634</u> | <u>261,939</u> | <u>7,924,489</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, 2021

| | |
|---|---------------------------|
| Total Governmental Fund Balances | \$ 4,992,416 |
| 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. | 102,810,107 |
| Deferred outflows (inflows) of resources related to the pensions are not reported in the funds. | |
| Deferred Items - IMRF | (624,421) |
| Deferred Items - Police Pension | (175,200) |
| Deferred Items - RBP | 195,574 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | |
| Compensated Absences | (473,082) |
| Net Pension Asset - IMRF | 196,340 |
| Net Pension Liability - Police Pension | (2,650,700) |
| Net OPEB Liability - RPB | (1,050,698) |
| General Obligation/Alternate Revenue Source Bonds Payable | (2,813,000) |
| Installment Contracts Payable | (67,390) |
| Unamortized Loss on Refunding | 253,734 |
| Accrued Interest Payable | (21,135) |
| Net Position of Governmental Activities | <u><u>100,572,545</u></u> |

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

CITY OF PLANO, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2021**

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, 2021

| | <u>General</u> |
|--|-------------------------|
| Revenues | |
| Taxes | \$ 1,950,805 |
| Intergovernmental - Taxes | 3,936,776 |
| Intergovernmental - Grants | 655,227 |
| Charges for Services | 1,826,831 |
| Licenses and Permits | 246,079 |
| Fines and Forfeitures | 116,654 |
| Investment Income | 997 |
| Miscellaneous | 27,600 |
| Total Revenues | <u>8,760,969</u> |
| Expenditures | |
| Current | |
| General Government | 2,654,116 |
| Public Safety | 2,483,003 |
| Highways and Streets | 1,176,268 |
| Health and Welfare | 1,076,592 |
| Culture and Recreation | 8,615 |
| Capital Outlay | 166,693 |
| Debt Service | |
| Principal Retirement | 30,633 |
| Interest and Fiscal Charges | 825 |
| Total Expenditures | <u>7,596,745</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>1,164,224</u> |
| Other Financing Sources (Uses) | |
| Disposal of Capital Assets | 67,390 |
| Transfers In | - |
| Transfers Out | <u>(281,138)</u> |
| | <u>(213,748)</u> |
| Net Change in Fund Balances | 950,476 |
| Fund Balances - Beginning | <u>2,104,256</u> |
| Fund Balances - Ending | <u><u>3,054,732</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> |
| - | 442,355 | 56,784 | 92,249 | 2,542,193 |
| 449,870 | 16,116 | - | - | 4,402,762 |
| 533,720 | - | - | 2,792 | 1,191,739 |
| - | - | - | 1,497 | 1,828,328 |
| - | - | - | - | 246,079 |
| - | - | - | - | 116,654 |
| 650 | 136 | 100 | 69 | 1,952 |
| - | - | - | 300 | 27,900 |
| <u>984,240</u> | <u>458,607</u> | <u>56,884</u> | <u>96,907</u> | <u>10,357,607</u> |
| - | 510,842 | - | 50,944 | 3,215,902 |
| - | - | - | - | 2,483,003 |
| 128,132 | - | - | - | 1,304,400 |
| - | - | - | - | 1,076,592 |
| - | - | - | 36,217 | 44,832 |
| 420,808 | - | - | - | 587,501 |
| - | - | 284,000 | - | 314,633 |
| - | - | 68,545 | - | 69,370 |
| <u>548,940</u> | <u>510,842</u> | <u>352,545</u> | <u>87,161</u> | <u>9,096,233</u> |
| <u>435,300</u> | <u>(52,235)</u> | <u>(295,661)</u> | <u>9,746</u> | <u>1,261,374</u> |
| - | - | - | - | 67,390 |
| - | - | 281,138 | - | 281,138 |
| - | - | - | - | (281,138) |
| - | - | 281,138 | - | 67,390 |
| <u>435,300</u> | <u>(52,235)</u> | <u>(14,523)</u> | <u>9,746</u> | <u>1,328,764</u> |
| <u>1,121,672</u> | <u>223,700</u> | <u>56,310</u> | <u>157,714</u> | <u>3,663,652</u> |
| <u>1,556,972</u> | <u>171,465</u> | <u>41,787</u> | <u>167,460</u> | <u>4,992,416</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, 2021

Net Change in Fund Balances - Total Governmental Funds \$ 1,328,764

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 | 1,974,337 |
| Depreciation Expense | (1,799,555) |
| Disposals - Cost | (235,175) |
| Disposals - Accumulated Depreciation | 223,184 |
| Transfer from Business-Type Activities | 8,486 |

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

| | |
|---|-------------|
| Change in Deferred Items - IMRF | (463,065) |
| Change in Deferred Items - Police Pension | (1,122,209) |
| Change in Deferred Items - RBP | (5,446) |

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.

| | |
|---|-----------|
| Change in Compensated Absences Payable | 16,787 |
| Change in Net Pension Liability - IMRF | 772,759 |
| Change in to Net Pension Liability - Police Pension | 1,258,924 |
| Change in Net OPEB Liability - RBP | (15,809) |
| Amortization of Loss on Refunding | (25,373) |
| Debt Issuance | (67,390) |
| Retirement of Debt | 314,633 |

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.

1,189

Changes in Net Position of Governmental Activities

2,165,041

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, 2021

See Following Page

CITY OF PLANO, ILLINOIS

**Statement of Net Position - Proprietary Funds
April 30, 2021**

| | Business-Type Activities - Enterprise | | |
|---|---------------------------------------|-------------|--------------|
| | Sewer | Water | Totals |
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 1,185,018 | 1,762,695 | 2,947,713 |
| Receivables - Net of Allowances | | | |
| Accounts | 338,566 | 227,914 | 566,480 |
| Land Held for Resale | - | 220,000 | 220,000 |
| Prepays | 49,833 | 37,611 | 87,444 |
| | | | |
| Total Current Assets | 1,573,417 | 2,248,220 | 3,821,637 |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Nondepreciable | 26,196 | 197,312 | 223,508 |
| Depreciable | 43,328,000 | 26,309,766 | 69,637,766 |
| Accumulated Depreciation | (14,000,147) | (3,938,265) | (17,938,412) |
| Total Capital Assets | 29,354,049 | 22,568,813 | 51,922,862 |
| Other Assets | | | |
| Net Pension Asset - IMRF | 40,381 | 32,305 | 72,686 |
| | | | |
| Total Noncurrent Assets | 29,394,430 | 22,601,118 | 51,995,548 |
| | | | |
| Total Assets | 30,967,847 | 24,849,338 | 55,817,185 |
| | | | |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred Items - IMRF | 22,719 | 18,175 | 40,894 |
| Deferred Items - RBP | 61,993 | 46,495 | 108,488 |
| Deferred Items - ARO | - | 1,929,965 | 1,929,965 |
| | | | |
| Total Deferred Outflows of Resources | 84,712 | 1,994,635 | 2,079,347 |
| | | | |
| Total Assets and Deferred Outflows of Resources | 31,052,559 | 26,843,973 | 57,896,532 |
| | | | |

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

| | Business-Type Activities - Enterprise | | |
|---|---------------------------------------|-------------------|-------------------|
| | Sewer | Water | Totals |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 82,220 | 45,298 | 127,518 |
| Accrued Payroll | 19,660 | 12,987 | 32,647 |
| Accrued Interest Payable | 3,799 | 3,799 | 7,598 |
| Compensated Absences Payable | 18,830 | 9,595 | 28,425 |
| Installment Contracts Payable | 41,016 | 41,016 | 82,032 |
| IEPA Loans Payable | - | 33,382 | 33,382 |
| Total Current Liabilities | <u>165,525</u> | <u>146,077</u> | <u>311,602</u> |
| Noncurrent Liabilities | | | |
| Compensated Absences | 56,489 | 28,785 | 85,274 |
| Net OPEB Liability - RBP | 173,328 | 129,997 | 303,325 |
| Installment Contracts Payable | 176,697 | 176,696 | 353,393 |
| IEPA Loans Payable | - | 283,746 | 283,746 |
| Asset Retirement Obligation | - | 1,950,000 | 1,950,000 |
| Total Noncurrent Liabilities | <u>406,514</u> | <u>2,569,224</u> | <u>2,975,738</u> |
| Total Liabilities | <u>572,039</u> | <u>2,715,301</u> | <u>3,287,340</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred Items - IMRF | 151,025 | 120,820 | 271,845 |
| Deferred Items - RBP | 29,731 | 22,298 | 52,029 |
| Total Deferred Inflows of Resources | <u>180,756</u> | <u>143,118</u> | <u>323,874</u> |
| Total Liabilities and Deferred Inflows of Resources | <u>752,795</u> | <u>2,858,419</u> | <u>3,611,214</u> |
| NET POSITION | | | |
| Net Investment in Capital Assets | 29,136,336 | 22,033,973 | 51,170,309 |
| Unrestricted | <u>1,163,428</u> | <u>1,951,581</u> | <u>3,115,009</u> |
| Total Net Position | <u>30,299,764</u> | <u>23,985,554</u> | <u>54,285,318</u> |

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, 2021

| | Business-Type Activities - Enterprise | | |
|---|---------------------------------------|------------|-------------|
| | Sewer | Water | Totals |
| Operating Revenues | | | |
| Charges for Services | \$ 1,798,684 | 1,336,122 | 3,134,806 |
| Penalties | 38,333 | 31,101 | 69,434 |
| Miscellaneous Income | 27,588 | 4,479 | 32,067 |
| Total Operating Revenues | 1,864,605 | 1,371,702 | 3,236,307 |
| Operating Expenses | | | |
| Operations | 1,440,009 | 841,667 | 2,281,676 |
| Depreciation and Amortization | 1,088,354 | 334,889 | 1,423,243 |
| Total Operating Expenses | 2,528,363 | 1,176,556 | 3,704,919 |
| Operating Income (Loss) | (663,758) | 195,146 | (468,612) |
| Nonoperating Revenues (Expenses) | | | |
| Investment Income | 435 | 2,640 | 3,075 |
| Grants | 29,953 | 16,449 | 46,402 |
| Disposal of Capital Assets | (2,592) | (601,082) | (603,674) |
| Interest Expense | (3,799) | (3,799) | (7,598) |
| | 23,997 | (585,792) | (561,795) |
| (Loss) Before Transfers and Contributions | (639,761) | (390,646) | (1,030,407) |
| Transfers Out | (8,486) | - | (8,486) |
| Capital Contributions | 106,171 | 338,625 | 444,796 |
| | 97,685 | 338,625 | 436,310 |
| Change in Net Position | (542,076) | (52,021) | (594,097) |
| Net Position - Beginning | 30,841,840 | 24,037,575 | 54,879,415 |
| Net Position - Ending | 30,299,764 | 23,985,554 | 54,285,318 |

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, 2021**

| | Business-Type Activities - Enterprise | | |
|---|---------------------------------------|------------------|------------------|
| | Sewer | Water | Totals |
| Cash Flows from Operating Activities | | | |
| Receipts from Customers and Users | \$ 1,806,936 | 1,313,582 | 3,120,518 |
| Payments to Employees | (483,637) | (334,955) | (818,592) |
| Payments to Suppliers | (926,314) | (523,786) | (1,450,100) |
| | <u>396,985</u> | <u>454,841</u> | <u>851,826</u> |
| Cash Flows from Noncapital Financing Activities | | | |
| Transfers Out | (8,486) | - | (8,486) |
| Cash Flows from Capital and Related Financing Activities | | | |
| Purchase of Capital Assets | (283,277) | (325,145) | (608,422) |
| Interest Expense | (3,799) | (3,799) | (7,598) |
| Retirement of Debt | - | (33,382) | (33,382) |
| Issuance of Debt | 217,713 | 217,712 | 435,425 |
| | <u>(69,363)</u> | <u>(144,614)</u> | <u>(213,977)</u> |
| Cash Flows from Investing Activities | | | |
| Investment Income | 435 | 2,640 | 3,075 |
| Net Change in Cash and Cash Equivalents | 319,571 | 312,867 | 632,438 |
| Cash and Cash Equivalents - Beginning | 865,447 | 1,449,828 | 2,315,275 |
| Cash and Cash Equivalents - Ending | <u>1,185,018</u> | <u>1,762,695</u> | <u>2,947,713</u> |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities | | | |
| Operating Income (Loss) | (663,758) | 195,146 | (468,612) |
| Adjustments to Reconcile Operating Income to Net Income to Net Cash Provided by (Used In) Operating Activities: | | | |
| Depreciation and Amortization | 1,088,354 | 334,889 | 1,423,243 |
| Other Income | (19,889) | (33,121) | (53,010) |
| (Increase) Decrease in Current Assets | (57,669) | (58,120) | (115,789) |
| Increase (Decrease) in Current Liabilities | 49,947 | 16,047 | 65,994 |
| Net Cash Provided by Operating Activities | <u>396,985</u> | <u>454,841</u> | <u>851,826</u> |
| Noncash Capital and Related Financing Activities | | | |
| Capital Contributions | 106,171 | 338,625 | 444,796 |

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

CITY OF PLANO, ILLINOIS

**Statement of Fiduciary Net Position
April 30, 2021**

| | <u>Pension Trust</u> Police Pension | <u>Special Purpose Trust</u> OPEB |
|--|---|--|
| ASSETS | | |
| Cash and Cash Equivalents | \$ 1,414,768 | 613,634 |
| Investments | | |
| U.S. Treasury Obligations | 644,619 | - |
| U.S. Agency Obligations | 2,563,993 | - |
| Corporate Bonds | 378,527 | - |
| Equities | 439,738 | - |
| Mutual Funds | 3,211,958 | - |
| Receivables - Net of Allowance | | |
| Accrued Interest | 17,154 | - |
| Total Assets | <u>8,670,757</u> | <u>613,634</u> |
| LIABILITIES | | |
| Accounts Payable | <u>2,669</u> | - |
| NET POSITION | | |
| Net Position Restricted for Pensions and Other Post-Employment Benefits | <u>8,668,088</u> | <u>613,634</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, 2021

| | Pension Trust Police Pension | Special Purpose Trust OPEB |
|--|---------------------------------------|-------------------------------------|
| Additions | | |
| Contributions - Employer | \$ 381,334 | - |
| Contributions - Plan Members | 453,790 | - |
| Other Post Employment Benefits Contributions | - | 137,685 |
| Total Contributions | <u>835,124</u> | <u>137,685</u> |
| Investment Income | | |
| Interest Earned | 201,699 | 259 |
| Net Change in Fair Value | 961,672 | - |
| | <u>1,163,371</u> | <u>259</u> |
| Less Investment Expenses | (29,368) | - |
| Net Investment Income | <u>1,134,003</u> | <u>259</u> |
| Total Additions | <u>1,969,127</u> | <u>137,944</u> |
| Deductions | | |
| Administration | 18,150 | 2,000 |
| Benefits and Refunds | 255,384 | 54,409 |
| Total Deductions | <u>273,534</u> | <u>56,409</u> |
| Change in Fiduciary Net Position | 1,695,593 | 81,535 |
| Net Position Restricted for Pensions and Other Post-Employment Benefits | | |
| Beginning | <u>6,972,495</u> | <u>532,099</u> |
| Ending | <u><u>8,668,088</u></u> | <u><u>613,634</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, 2021

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 public safety, highways and streets, health and welfare, culture and recreation, 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, 2021

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, public safety, highways and streets, health and welfare, culture and recreation, 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, 2021

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.

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:

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

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.

Post-Employment Benefits Other Than Pensions (OPEB). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's Retiree Benefit Plan (RBP) and additions to/deductions from the City's RBP fiduciary net position have been determined on the same basis as they are reported by the City's RBP. For this purpose, the City's RBP recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

The City's pension trust and special purpose trust 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, 2021

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, 2021

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, 2021**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Interfund Receivables, Payables and Activity

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

Prepays – Land Held for Resale

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepays are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids 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 and Improvements | 10 - 150 Years |
| Fixtures and Equipment | 2 - 50 Years |
| Infrastructure | 20 - 120 Years |

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

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, 2021

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 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 was one amendment to the current fiscal year original budget. The amendment was approved by the City Council on November 9, 2020.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

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, and commercial paper rated within the three highest classifications by at least two standard rating services.

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 OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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 \$7,586,225 and the bank balances totaled \$7,579,462.

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.

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 \$1,414,768 and the bank balances totaled \$1,394,627.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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 | \$ 644,619 | 30,179 | 420,882 | 193,558 | - |
| U.S. Agency Obligations | 2,563,993 | 15,243 | 1,294,388 | 1,247,712 | 6,650 |
| Corporate Bonds | 378,527 | 15,073 | 271,416 | 92,038 | - |
| | <u>3,587,139</u> | <u>60,495</u> | <u>1,986,686</u> | <u>1,533,308</u> | <u>6,650</u> |

The Fund has the following fair value measurements as of April 30, 2021:

| 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 | \$ 644,619 | 644,619 | - | - |
| U.S. Agency Obligations | 2,563,993 | - | 2,563,993 | - |
| Corporate Bonds | 378,527 | - | 378,527 | - |
| Equity Securities | | | | |
| Equities | 439,738 | 439,738 | - | - |
| Mutual Funds | 3,211,958 | 3,211,958 | - | - |
| Total Investments by Fair Value Level | <u>7,238,835</u> | <u>4,296,315</u> | <u>2,942,520</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, 2021

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 Aa1 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 \$439,738 invested in equities and has \$3,211,958 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:

| Asset Class | Target | Long-Term Expected Real Rate of Return |
|---------------------------|--------|--|
| Fixed Income | 98.00% | 2.25% |
| Cash and Cash Equivalents | 2.00% | 0.25% |

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, 2021

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 2021 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, 2021 are listed in the table above.

Rate of Return

For the year ended April 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.46%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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 \$613,634 and the bank balances totaled \$613,634.

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.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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

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.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

| Transfer In | Transfer Out | Amount |
|-------------------------|--------------|-----------------------|
| Debt Service | General | \$ 281,138 (1) |
| Governmental Activities | Sewer | <u>8,486 (2)</u> |
| | | <u><u>289,624</u></u> |

Transfers are used to (1) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (2) transfer capital assets from the Sewer Fund to governmental activities.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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 |
|--------------------------------------|-----------------------|------------------|----------------|-------------------------|--------------------|
| Nondepreciable Capital Assets | | | | | |
| Land | \$ 26,499,107 | - | - | - | 26,499,107 |
| Construction in Progress | 537,232 | 26,505 | 537,231 | - | 26,506 |
| | <u>27,036,339</u> | <u>26,505</u> | <u>537,231</u> | <u>-</u> | <u>26,525,613</u> |
| Depreciable Capital Assets | | | | | |
| Buildings and Improvements | 4,946,442 | - | - | - | 4,946,442 |
| Fixtures and Equipment | 3,704,269 | 144,156 | 89,220 | 15,586 | 3,774,791 |
| Infrastructure | 93,099,451 | 2,340,907 | 145,955 | - | 95,294,403 |
| | <u>101,750,162</u> | <u>2,485,063</u> | <u>235,175</u> | <u>15,586</u> | <u>104,015,636</u> |
| Less Accumulated Depreciation | | | | | |
| Buildings and Improvements | 994,753 | 66,883 | - | - | 1,061,636 |
| Fixtures and Equipment | 1,934,308 | 257,680 | 78,445 | 7,100 | 2,120,643 |
| Infrastructure | 23,218,610 | 1,474,992 | 144,739 | - | 24,548,863 |
| | <u>26,147,671</u> | <u>1,799,555</u> | <u>223,184</u> | <u>7,100</u> | <u>27,731,142</u> |
| Total Net Depreciable Capital Assets | <u>75,602,491</u> | <u>685,508</u> | <u>11,991</u> | <u>8,486</u> | <u>76,284,494</u> |
| Total Net Capital Assets | <u>102,638,830</u> | <u>712,013</u> | <u>549,222</u> | <u>8,486</u> | <u>102,810,107</u> |

Depreciation expense was charged to governmental activities as follows:

| | |
|------------------------|------------------|
| General Government | \$ 28,970 |
| Public Safety | 111,708 |
| Highways and Streets | 1,584,204 |
| Health and Welfare | 1,552 |
| Culture and Recreation | 73,121 |
| | <u>1,799,555</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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 |
|--------------------------------------|-----------------------|------------------|------------------|-------------------------|--------------------|
| Nondepreciable Capital Assets | | | | | |
| Land | \$ 195,326 | - | - | - | 195,326 |
| Construction in Progress | 953,368 | - | 925,186 | - | 28,182 |
| | <u>1,148,694</u> | <u>-</u> | <u>925,186</u> | <u>-</u> | <u>223,508</u> |
| Depreciable Capital Assets | | | | | |
| Buildings and Improvements | 8,223,154 | - | - | - | 8,223,154 |
| Fixtures and Equipment | 12,283,869 | 498,267 | 27,443 | (15,586) | 12,739,107 |
| Infrastructure | 48,069,669 | 1,480,137 | 874,301 | - | 48,675,505 |
| | <u>68,576,692</u> | <u>1,978,404</u> | <u>901,744</u> | <u>(15,586)</u> | <u>69,637,766</u> |
| Less Accumulated Depreciation | | | | | |
| Buildings and Improvements | 2,117,250 | 154,180 | - | - | 2,271,430 |
| Fixtures and Equipment | 8,312,327 | 808,693 | 24,851 | (7,100) | 9,089,069 |
| Infrastructure | 6,410,797 | 440,335 | 273,219 | - | 6,577,913 |
| | <u>16,840,374</u> | <u>1,403,208</u> | <u>298,070</u> | <u>(7,100)</u> | <u>17,938,412</u> |
| Total Net Depreciable Capital Assets | <u>51,736,318</u> | <u>575,196</u> | <u>603,674</u> | <u>(8,486)</u> | <u>51,699,354</u> |
| Total Net Capital Assets | <u>52,885,012</u> | <u>575,196</u> | <u>1,528,860</u> | <u>(8,486)</u> | <u>51,922,862</u> |

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

| | |
|-------|-------------------------|
| Sewer | \$ 1,088,354 |
| Water | <u>314,854</u> |
| | <u><u>1,403,208</u></u> |

PROPERTY TAXES

Property taxes for 2020 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, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

General Obligation Alternate Revenue Source Bonds

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

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|---|-------------------------|-----------------------|-----------|-------------|--------------------|
| General Obligation (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 | \$ 2,890,000 | - | 235,000 | 2,655,000 |

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 | \$ 207,000 | - | 49,000 | 158,000 |

Installment Contracts

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

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts – Continued

| Issue | Fund Debt Retired by | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|----------------|---------------|--------------------|
| Dump Truck Installment Contract of 2017 - Due in annual installments of \$31,458 including interest at 2.65% through January 9, 2021. | General | \$ 30,633 | - | 30,633 | - |
| Police Interceptors Installment Contract of 2021 - Due in annual installments of \$18,126 including interest at 2.95% through September 28, 2024. | General | - | 67,390 | - | 67,390 |
| Vactor Truck Installment Contract of 2021 - Due in annual installments of \$95,055 including interest at 2.95% through September 28, 2025. | Sewer | - | 217,713 | - | 217,713 |
| | Water | - | 217,712 | - | 217,712 |
| | | <u>30,633</u> | <u>502,815</u> | <u>30,633</u> | <u>502,815</u> |

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 | \$ 116,842 | - | 11,127 | 105,715 |
| IEPA Public Water Supply Loan of 2010 - Due in semi-annual installments of \$11,128 non-interest through October 15, 2030. | Water | 233,668 | - | 22,255 | 211,413 |
| | | <u>350,510</u> | <u>-</u> | <u>33,382</u> | <u>317,128</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Asset Retirement Obligation

The City has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and demolition of the City’s water towers and standpipes at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of the water wells and towers ranges between 64 and 106 years.

Long-Term Liability Activity

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

| Type of Debt | Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due within One Year |
|--------------------------------------|--------------------|------------------|------------------|------------------|-----------------------------|
| Governmental Activities | | | | | |
| Compensated Absences | \$ 489,869 | 16,787 | 33,574 | 473,082 | 118,271 |
| Net Pension Liability/(Asset) - IMRF | 576,419 | - | 772,759 | (196,340) | - |
| Net Pension Liability - Police | 3,909,624 | - | 1,258,924 | 2,650,700 | - |
| Net OPEB Liability - RBP | 1,034,889 | 15,809 | - | 1,050,698 | - |
| General Obligation Alternate | | | | | |
| Revenue Source Bonds | 2,890,000 | - | 235,000 | 2,655,000 | 240,000 |
| General Obligation Bonds | 207,000 | - | 49,000 | 158,000 | 51,000 |
| Installment Contracts | 30,633 | 67,390 | 30,633 | 67,390 | 16,110 |
| | <u>9,138,434</u> | <u>99,986</u> | <u>2,379,890</u> | <u>6,858,530</u> | <u>425,381</u> |
| Business-Type Activities | | | | | |
| Compensated Absences | 117,262 | 3,563 | 7,126 | 113,699 | 28,425 |
| Net Pension Liability/(Asset) - IMRF | 213,196 | - | 285,882 | (72,686) | - |
| Net OPEB Liability - RBP | 287,515 | 15,810 | - | 303,325 | - |
| Installment Contracts | - | 435,425 | - | 435,425 | 82,032 |
| IEPA Loans Payable | 350,510 | - | 33,382 | 317,128 | 33,382 |
| Asset Retirement Obligation | - | 1,950,000 | - | 1,950,000 | - |
| | <u>-</u> | <u>2,404,798</u> | <u>326,390</u> | <u>3,046,891</u> | <u>143,839</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 total OPEB liability, and the installment contracts. The IEPA loans payable and asset retirement obligation are being paid by the Water Fund.

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

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

| | |
|---|-----------------------|
| Assessed Valuation - 2020 | <u>\$ 235,390,316</u> |
| Legal Debt Limit - 8.625% of Assessed Value | 20,302,415 |
| Amount of Debt Applicable to Limit | <u>158,000</u> |
| Legal Debt Margin | <u>20,144,415</u> |

Debt Service Requirements to Maturity

| Fiscal Year | Governmental Activities | | | | | | Business-Type Activities | | | |
|-------------|--|----------|--------------------------|----------|-----------------------|----------|--------------------------|----------|-------------------|----------|
| | General Obligation Alternate Revenue Bonds | | General Obligation Bonds | | Installment Contracts | | Installment Contracts | | IEPA Loan Payable | |
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2022 | \$ 240,000 | 55,490 | 51,000 | 5,846 | 16,110 | 2,016 | 82,032 | 13,023 | 33,382 | - |
| 2023 | 250,000 | 50,472 | 53,000 | 3,959 | 16,592 | 1,534 | 84,486 | 10,569 | 33,382 | - |
| 2024 | 255,000 | 45,248 | 54,000 | 1,998 | 17,090 | 1,036 | 87,012 | 8,043 | 33,382 | - |
| 2025 | 255,000 | 39,917 | - | - | 17,598 | 528 | 89,600 | 5,455 | 33,382 | - |
| 2026 | 265,000 | 34,588 | - | - | - | - | 92,295 | 2,760 | 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 | 2,655,000 | 313,912 | 158,000 | 11,803 | 67,390 | 5,114 | 435,425 | 39,850 | 317,128 | - |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

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.

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

| | <u>Special Revenue</u> | | | | | Totals |
|-------------------------------|-------------------------|-------------------------|-------------------------------------|----------------------|-----------------------|-------------------------|
| | General | Motor Fuel Tax | Illinois Municipal Retirement | Debt Service | Nonmajor Parks | |
| Fund Balances | | | | | | |
| Nonspendable | | | | | | |
| Prepays | \$ 131,052 | - | - | - | 4,267 | 135,319 |
| Restricted | | | | | | |
| Audit | 12,944 | - | - | - | - | 12,944 |
| Unemployment Insurance | 6,056 | - | - | - | - | 6,056 |
| Road Maintenance | - | 1,556,972 | - | - | - | 1,556,972 |
| Illinois Municipal Retirement | - | - | 171,465 | - | - | 171,465 |
| Debt Service | - | - | - | 41,787 | - | 41,787 |
| Park Service | - | - | - | - | 163,193 | 163,193 |
| | <u>19,000</u> | <u>1,556,972</u> | <u>171,465</u> | <u>41,787</u> | <u>163,193</u> | <u>1,952,417</u> |
| Unassigned | <u>2,904,680</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,904,680</u> |
| Total Fund Balances | <u><u>3,054,732</u></u> | <u><u>1,556,972</u></u> | <u><u>171,465</u></u> | <u><u>41,787</u></u> | <u><u>167,460</u></u> | <u><u>4,992,416</u></u> |

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.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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.

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.

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2021:

| | |
|--|---------------------------|
| Governmental Activities | |
| Capital Assets - Net of Accumulated Depreciation | \$ 102,810,107 |
| Plus: Unamortized Loss on Refunding | 253,734 |
| Less Capital Related Debt: | |
| General Obligation (ARS) Bonds of 2016 | (2,655,000) |
| General Obligation Limited Bonds of 2013 | (158,000) |
| Installment Contracts | <u>(67,390)</u> |
| Net Investment in Capital Assets | <u><u>100,183,451</u></u> |
| Business-Type Activities | |
| Capital Assets - Net of Accumulated Depreciation | 51,922,862 |
| Less Capital Related Debt: | |
| Installment Contracts | (435,425) |
| IEPA Loans Payable of 2010 | (105,715) |
| IEPA Public Water Supply Loans Payable of 2010 | <u>(211,413)</u> |
| Net Investment in Capital Assets | <u><u>51,170,309</u></u> |

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

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.

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the City's operations and financial position cannot be determined.

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, 2021 are \$6,291,431, \$5,919,569, \$6,502,205, \$5,489,795, and \$4,657,000, 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, 2021**

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, 2021, the City rebated a total of \$141,864 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. 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-related items recognized for the two pension plans is:

| | Net Pension Liabilities/(Assets) | Deferred Outflows | Deferred Inflows | Pension Expenses/ (Revenues) |
|----------------|-------------------------------------|----------------------|---------------------|------------------------------------|
| IMRF | \$ (269,026) | 151,458 | 1,006,830 | (206,485) |
| Police Pension | 2,650,700 | 833,044 | 1,008,244 | 244,619 |
| | <u>2,381,674</u> | <u>984,502</u> | <u>2,015,074</u> | <u>38,134</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, 2021

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, 2020, 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 | 6 |
| Active Plan Members | <u>29</u> |
| Total | <u>61</u> |

Contributions. As set by statute, the City’s Regular Plan Members are required to contribute 4.50% 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, 2021, the City’s contribution was 12.09% of covered payroll.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

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/(Asset). The City's net pension liability/(asset) was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability/(asset) 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, 2020, using the following actuarial methods and assumptions:

| | |
|----------------------------|---------------------|
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Fair Value |
| Actuarial Assumptions | |
| Interest Rate | 7.25% |
| Salary Increases | 2.85% - 13.75% |
| Cost of Living Adjustments | 2.25% |
| Inflation | 2.25% |

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

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, 2021

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% | 1.30% |
| Domestic Equities | 37.00% | 5.00% |
| International Equities | 18.00% | 6.00% |
| Real Estate | 9.00% | 6.20% |
| Blended | 7.00% | 2.85% - 6.95% |
| Cash and Cash Equivalents | 1.00% | 0.70% |

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same in 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.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the City calculated using the discount rate as well as what the City's net pension liability/(asset) 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/(Asset) | \$ 903,264 | (269,026) | (1,209,485) |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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/(Asset)

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability/ Asset (A) - (B) |
|---|--------------------------------------|---------------------------------------|---|
| Balances at December 31, 2019 | \$ 9,466,964 | 8,677,349 | 789,615 |
| Changes for the Year: | | | |
| Service Cost | 188,122 | - | 188,122 |
| Interest on the Total Pension Liability | 672,984 | - | 672,984 |
| Changes of Benefit Terms | - | - | - |
| Difference Between Expected and Actual Experience of the Total Pension Liability | (251,472) | - | (251,472) |
| Changes of Assumptions | (53,475) | - | (53,475) |
| Contributions - Employer | - | 215,192 | (215,192) |
| Contributions - Employees | - | 79,669 | (79,669) |
| Net Investment Income | - | 1,204,198 | (1,204,198) |
| Benefit Payments, including Refunds of Employee Contributions | (556,971) | (556,971) | - |
| Other (Net Transfer) | - | 115,741 | (115,741) |
| Net Changes | (812) | 1,057,829 | (1,058,641) |
| Balances at December 31, 2020 | 9,466,152 | 9,735,178 | (269,026) |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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, 2021, the City recognized pension revenue of \$206,485. At April 30, 2021, 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 | \$ 22,601 | (281,145) | (258,544) |
| Change in Assumptions | 54,546 | (41,025) | 13,521 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | - | (684,660) | (684,660) |
| Total Expenses to be Recognized in Future Periods | 77,147 | (1,006,830) | (929,683) |
| Pension Contributions Made Subsequent to the Measurement Date | 74,311 | - | 74,311 |
| Total Deferred Amounts Related to IMRF | <u>151,458</u> | <u>(1,006,830)</u> | <u>(855,372)</u> |

\$74,311 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, 2022.

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 (Inflows) of Resources |
|----------------|---|
| 2022 | \$ (257,169) |
| 2023 | (204,651) |
| 2024 | (351,783) |
| 2025 | (116,080) |
| 2026 | - |
| Thereafter | - |
| Total | <u>(929,683)</u> |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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, 2021, 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 | 3 |
| Active Plan Members | <u>23</u> |
| Total | <u><u>29</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.

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 48 consecutive months of service within the last 60 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

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ 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, 2021, the City's contribution was 20.84% 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).

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2021, using the following actuarial methods and assumptions:

| | |
|----------------------------|---------------------|
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Fair Value |
| Actuarial Assumptions | |
| Interest Rate | 6.75% |
| Salary Increases | Graded by Age |
| Cost of Living Adjustments | 2.50% |
| Inflation | 2.50% |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarials Assumptions – Continued

Mortality rates were based on the RP-2014 base rates with blue collar adjustment projected to 2021 with scale MP2020.

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.

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 | \$ 4,610,541 | 2,650,700 | 1,075,755 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at April 30, 2020 | \$ 10,882,119 | 6,972,495 | 3,909,624 |
| Changes for the Year: | | | |
| Service Cost | 481,928 | - | 481,928 |
| Interest on the Total Pension Liability | 725,205 | - | 725,205 |
| Changes of Benefit Terms | - | - | - |
| Difference Between Expected and Actual Experience of the Total Pension Liability | (503,937) | - | (503,937) |
| Changes of Assumptions | 7,007 | - | 7,007 |
| Contributions - Employer | - | 381,334 | (381,334) |
| Contributions - Employees | - | 453,790 | (453,790) |
| Net Investment Income | - | 1,134,003 | (1,134,003) |
| Benefit Payments, including Refunds of Employee Contributions | (255,384) | (255,384) | - |
| Other (Net Transfer) | (18,150) | (18,150) | - |
| Net Changes | 436,669 | 1,695,593 | (1,258,924) |
| Balances at April 30, 2021 | 11,318,788 | 8,668,088 | 2,650,700 |

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

For the year ended April 30, 2021, the City recognized pension expense of \$244,619. At April 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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 – Continued

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Totals |
|---|--------------------------------------|-------------------------------------|------------------|
| Difference Between Expected and Actual Experience | \$ 512,551 | (783,185) | (270,634) |
| Change in Assumptions | 320,493 | - | 320,493 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | - | (225,059) | (225,059) |
| Total Deferred Amounts Related to Police Pension | <u>833,044</u> | <u>(1,008,244)</u> | <u>(175,200)</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/(Inflows) of Resources |
|----------------|--|
| 2022 | \$ (25,128) |
| 2023 | (39,650) |
| 2024 | (48,275) |
| 2025 | (134,505) |
| 2026 | (5,626) |
| Thereafter | <u>77,984</u> |
| Total | <u>(175,200)</u> |

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.

CITY OF PLANO, ILLINOIS

Notes to the Financial Statements April 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

General Information about the OPEB Plan – Continued

Benefits Provided. RBP provides healthcare benefits for retirees and their dependents. The benefit terms provide for payment of 25-50% percent of health insurance premiums for retired union employees and their spouses, and 25-50% 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, 2021, the measurement date, the following employees were covered by the benefit terms:

| | |
|--|------------------|
| Inactive Plan Members Currently Receiving Benefits | 8 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 1 |
| Active Plan Members | <u>53</u> |
| Total | <u><u>62</u></u> |

Net OPEB Liability

The City's net OPEB liability was measured as of April 30, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The net OPEB liability in the April 30, 2021 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 | 5.62% for 2020 and 5.44% for 2021 and later |
| Healthcare Cost Trend Rates | 7.00% for 2021, decreasing 0.50% per year to an ultimate rate of 4.00% for 2027 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. |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Net OPEB Liability – Continued

Actuarial Assumptions and Other Inputs – Continued. The discount rate used to measure the total OPEB liability was 5.44% (5.62% in 2020). 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 17 years after April 30, 2021. 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 2.12% (2.91% in 2020) for tax exempt general obligation municipal bonds rated AA or better published in the bond buyer at April 30, 2021 to arrive at a discount rate of 5.44% (5.62% in 2020) used to determine the total OPEB liability.

Mortality rates were based on the RP-2014 Blue Collar base rates projected to 2021 using scale MP-2020 for Police. For all others, the RP-2014 base rates projected to 2021 using scale MP-2020 was used. No additional provision (besides those already embedded) were included for mortality improvements beyond 2021.

Change in the Net OPEB Liability

| | Total OPEB Liability (A) | Plan Fiduciary Net Position (B) | Net OPEB Liability (A) - (B) |
|--|--------------------------------|---------------------------------------|------------------------------------|
| Balance at April 30, 2020 | \$ 1,854,503 | 532,099 | 1,322,404 |
| Changes for the Year: | | | |
| Service Cost | 64,777 | - | 64,777 |
| Interest on the Total Pension Liability | 102,694 | - | 102,694 |
| Difference Between Expected and Actual Experience | (256,484) | - | (256,484) |
| Changes of Assumptions or Other Inputs | 256,576 | - | 256,576 |
| Refunds | - | - | - |
| Employer Contributions | - | 137,685 | (137,685) |
| Net Investment Income | - | 259 | (259) |
| Benefit Payments, Including Refunds of Member Contributions | (54,409) | (54,409) | - |
| Administrative Expense | - | (2,000) | 2,000 |
| Net Changes | 113,154 | 81,535 | 31,619 |
| Balance at April 30, 2021 | 1,967,657 | 613,634 | 1,354,023 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Discount Rate

The discount rate used to measure the total pension liability was 5.44% and the prior valuation was 5.62%. 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.

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 5.44%, 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 (4.44%) | Current Discount Rate (5.44%) | 1% Increase (6.44%) |
|----------------------|------------------------|-------------------------------------|------------------------|
| Total OPEB Liability | \$ 2,224,154 | 1,967,657 | 1,753,256 |

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 7.00%, 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:

| | (6.00% Decreasing to 3.00%) | Healthcare Cost Trend Rates (7.00% Decreasing to 4.00%) | (8.00% Decreasing to 5.00%) |
|----------------------|-----------------------------------|---|-----------------------------------|
| Total OPEB Liability | \$ 1,717,724 | 1,967,657 | 2,277,981 |

CITY OF PLANO, ILLINOIS

**Notes to the Financial Statements
April 30, 2021**

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

For the year ended April 30, 2021, the City recognized OPEB expense of \$174,139. At April 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Totals |
|---|--------------------------------------|-------------------------------------|----------------|
| Difference Between Expected and Actual Experience | \$ 80,920 | (232,097) | (151,177) |
| Change in Assumptions | 357,188 | - | 357,188 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 46,179 | (157) | 46,022 |
| Total Deferred Amounts Related to OPEB | <u>484,287</u> | <u>(232,254)</u> | <u>252,033</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 |
|----------------|--|
| 2022 | \$ 41,092 |
| 2023 | 41,091 |
| 2024 | 41,170 |
| 2025 | 41,170 |
| 2026 | 41,170 |
| Thereafter | <u>46,340</u> |
| Total | <u><u>252,033</u></u> |

SUBSEQUENT EVENT

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The City has been allocated \$1,441,185 to be received in two installments. On September 8, 2021 the City received their first installment of \$792,895.

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/(Asset)
 - 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, 2021**

| 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% |
| 2020 | 203,247 | 203,247 | - | 1,808,330 | 11.24% |
| 2021 | 217,821 | 217,821 | - | 1,801,058 | 12.09% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 23 Years |
| Asset Valuation Method | 5-Year Smoothed Market |
| Inflation | 2.50% |
| Salary Increases | 3.35% - 14.25% |
| Investment Rate of Return | 7.25% |
| Retirement Age | See the Notes to the Financial Statements page 60 |
| Mortality | IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015) |

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, 2021

| 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% |
| 2020 | 324,585 | 327,053 | 2,468 | 1,765,074 | 18.53% |
| 2021 | 378,648 | 381,334 | 2,686 | 1,830,095 | 20.84% |

Notes to the Required Supplementary Information:

| | |
|-------------------------------|---|
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Level % Pay (Closed) |
| Remaining Amortization Period | 20 Years |
| Asset Valuation Method | 5-Year Smoothed Market |
| Inflation | 2.50% |
| Salary Increases | Graded by Age |
| Investment Rate of Return | 6.75% |
| Retirement Age | See the Notes to the Financial Statements page 66 |
| Mortality | RP2014 Base Rates with Blue Collar Adjustment Projected to 2021 with Scale MP2020 |

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/(Asset)

April 30, 2021

| | <u>12/31/2015</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/(Asset) | <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/(Asset) 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.

| 12/31/2016 | 12/31/2017 | 12/31/2018 | 12/31/2019 | 12/31/2020 |
|------------|------------|------------|------------|------------|
| 184,015 | 185,737 | 167,408 | 189,718 | 188,122 |
| 545,243 | 588,599 | 617,193 | 658,061 | 672,984 |
| - | - | - | - | - |
| 63,019 | 155,482 | 106,389 | (201,179) | (251,472) |
| (29,676) | (251,847) | 264,795 | - | (53,475) |
| (170,056) | (259,097) | (316,000) | (322,960) | (556,971) |
| 592,545 | 418,874 | 839,785 | 323,640 | (812) |
| 7,292,120 | 7,884,665 | 8,303,539 | 9,143,324 | 9,466,964 |
| 7,884,665 | 8,303,539 | 9,143,324 | 9,466,964 | 9,466,152 |
| 199,355 | 186,788 | 193,188 | 189,557 | 215,192 |
| 75,282 | 71,354 | 73,707 | 79,056 | 79,669 |
| 422,198 | 1,075,692 | (366,673) | 1,351,968 | 1,204,198 |
| (170,056) | (259,097) | (316,000) | (322,960) | (556,971) |
| 45,416 | 21,318 | 126,416 | (142,181) | 115,741 |
| 572,195 | 1,096,055 | (289,362) | 1,155,440 | 1,057,829 |
| 6,143,021 | 6,715,216 | 7,811,271 | 7,521,909 | 8,677,349 |
| 6,715,216 | 7,811,271 | 7,521,909 | 8,677,349 | 9,735,178 |
| 1,169,449 | 492,268 | 1,621,415 | 789,615 | (269,026) |
| 85.17% | 94.07% | 82.27% | 91.66% | 102.84% |
| 1,619,460 | 1,585,633 | 1,585,633 | 1,756,794 | 1,768,223 |
| 72.21% | 31.05% | 102.26% | 44.95% | (15.21%) |

CITY OF PLANO, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2021**

| | <u>4/30/2015</u> |
|---|---------------------|
| Total Pension Liability | |
| Service Cost | \$ 306,616 |
| Interest | 395,932 |
| Changes in Benefit Terms | - |
| Differences Between Expected and Actual Experience | (91,733) |
| Change of Assumptions | 345,952 |
| Benefit Payments, Including Refunds of Member Contributions | (89,626) |
| Administrative Expense | - |
| | <u>867,141</u> |
| Net Change in Total Pension Liability | 867,141 |
| Total Pension Liability - Beginning | <u>5,697,256</u> |
| | <u>6,564,397</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 | (18,784) |
| | <u>523,732</u> |
| Net Change in Plan Fiduciary Net Position | 523,732 |
| Plan Net Position - Beginning | <u>4,368,366</u> |
| | <u>4,892,098</u> |
| Employers' Net Pension Liability | <u>\$ 1,672,299</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.

| 4/30/2016 | 4/30/2017 | 4/30/2018 | 4/30/2019 | 4/30/2020 | 4/30/2021 |
|-----------|-----------|-----------|-----------|------------|------------|
| 349,301 | 347,465 | 333,622 | 439,219 | 492,496 | 481,928 |
| 432,776 | 502,543 | 571,280 | 602,793 | 640,523 | 725,205 |
| - | - | - | - | 18,514 | - |
| 269,747 | 404,561 | (246,474) | 77,857 | (192,669) | (503,937) |
| 295,802 | - | - | - | 163,763 | 7,007 |
| (333,591) | (290,993) | (171,539) | (215,162) | (174,112) | (255,384) |
| - | - | - | - | - | (18,150) |
| 1,014,035 | 963,576 | 486,889 | 904,707 | 948,515 | 436,669 |
| 6,564,397 | 7,578,432 | 8,542,008 | 9,028,897 | 9,933,604 | 10,882,119 |
| 7,578,432 | 8,542,008 | 9,028,897 | 9,933,604 | 10,882,119 | 11,318,788 |
| 284,041 | 324,258 | 325,255 | 317,157 | 327,053 | 381,334 |
| 225,511 | 182,183 | 133,059 | 158,789 | 173,614 | 453,790 |
| (22,923) | 292,288 | 284,319 | 344,183 | 27,415 | 1,134,003 |
| (333,591) | (290,993) | (171,539) | (215,162) | (174,112) | (255,384) |
| (26,138) | (21,892) | (21,999) | (16,749) | (23,630) | (18,150) |
| 126,900 | 485,844 | 549,095 | 588,218 | 330,340 | 1,695,593 |
| 4,892,098 | 5,018,998 | 5,504,842 | 6,053,937 | 6,642,155 | 6,972,495 |
| 5,018,998 | 5,504,842 | 6,053,937 | 6,642,155 | 6,972,495 | 8,668,088 |
| 2,559,434 | 3,037,166 | 2,974,960 | 3,291,449 | 3,909,624 | 2,650,700 |
| 66.23% | 64.44% | 67.05% | 66.87% | 64.07% | 76.58% |
| 1,414,456 | 1,457,140 | 1,358,247 | 1,609,153 | 1,765,074 | 1,830,095 |
| 180.95% | 208.43% | 219.03% | 204.55% | 221.50% | 144.84% |

CITY OF PLANO, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
April 30, 2021**

| 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% |
| 2020 | 2.08% |
| 2021 | 4.46% |

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, 2021**

| | 4/30/2019 | 4/30/2020 | 4/30/2021 |
|--|--------------|-----------|-----------|
| Total OPEB Liability | | | |
| Service Cost | \$ 60,965 | 60,097 | 64,777 |
| Interest | 79,936 | 97,428 | 102,694 |
| Changes in Benefit Terms | - | - | - |
| Differences Between Expected and Actual Experience | 115,246 | - | (256,484) |
| Change of Assumptions or Other Inputs | 101,796 | 66,792 | 256,576 |
| Benefit Payments | (51,677) | (53,513) | (54,409) |
| OPEB Plan Administrative Expense | (3,250) | - | - |
| Net Change in Total OPEB Liability | 303,016 | 170,804 | 113,154 |
| Total OPEB Liability - Beginning | 1,380,683 | 1,683,699 | 1,854,503 |
| | | | |
| Total OPEB Liability - Ending | 1,683,699 | 1,854,503 | 1,967,657 |
| | | | |
| Plan Fiduciary Net Position | | | |
| Contributions - Employer | 120,820 | 105,679 | 137,685 |
| Net Investment Income | 21,892 | 1,110 | 259 |
| Benefit Payments | (51,677) | (53,513) | (54,409) |
| Administrative Expense | (3,250) | 65,642 | (2,000) |
| Net Change in Plan Fiduciary Net Position | 87,785 | 118,918 | 81,535 |
| Plan Fiduciary Net Position - Beginning | 325,396 | 413,181 | 532,099 |
| | | | |
| Plan Fiduciary Net Position - Ending | 413,181 | 532,099 | 613,634 |
| | | | |
| Employer's Net OPEB Liability | 1,270,518 | 1,322,404 | 1,354,023 |
| | | | |
| Covered-Employee Payroll | \$ 3,282,377 | 3,397,260 | 3,485,473 |
| | | | |
| Total OPEB Liability as a Percentage of Covered-Employee Payroll | 38.71% | 38.93% | 38.85% |

Notes:

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

Changes of Assumptions. There were changes of assumptions related to the discount rate in 2019 to 2021.

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, 2021**

| | Budget | | Actual |
|--|------------------|------------------|-------------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | \$ 1,951,239 | 1,936,535 | 1,950,805 |
| Intergovernmental - Taxes | 3,843,953 | 3,608,772 | 3,936,776 |
| Intergovernmental - Grants | 116,392 | 528,529 | 655,227 |
| Charges for Services | 1,807,989 | 1,688,170 | 1,826,831 |
| Licenses and Permits | 156,255 | 142,834 | 246,079 |
| Fines and Forfeitures | 122,465 | 90,965 | 116,654 |
| Investment Income | 2,250 | 975 | 997 |
| Miscellaneous Income | 47,850 | 57,144 | 27,600 |
| Total Revenues | <u>8,048,393</u> | <u>8,053,924</u> | <u>8,760,969</u> |
| Expenditures | | | |
| Current | | | |
| General Government | 3,149,421 | 3,160,570 | 2,654,116 |
| Public Safety | 2,551,873 | 2,496,522 | 2,483,003 |
| Highways and Streets | 1,516,603 | 1,360,303 | 1,176,268 |
| Health and Welfare | 1,048,790 | 1,043,562 | 1,076,592 |
| Culture and Recreation | 8,000 | 8,000 | 8,615 |
| Capital Outlay | 26,505 | 61,505 | 166,693 |
| Debt Service | | | |
| Principal Retirement | 91,458 | 111,458 | 30,633 |
| Interest and Fiscal Charges | - | - | 825 |
| Total Expenditures | <u>8,392,650</u> | <u>8,241,920</u> | <u>7,596,745</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(344,257)</u> | <u>(187,996)</u> | <u>1,164,224</u> |
| Other Financing Sources (Uses) | | | |
| Debt Issuance | - | - | 67,390 |
| Transfers Out | (281,138) | (281,138) | (281,138) |
| | <u>(281,138)</u> | <u>(281,138)</u> | <u>(213,748)</u> |
| Net Change in Fund Balance | <u>(625,395)</u> | <u>(469,134)</u> | 950,476 |
| Fund Balance - Beginning | | | <u>2,104,256</u> |
| Fund Balance - Ending | | | <u><u>3,054,732</u></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, 2021**

| | Budget | | Actual |
|--------------------------------|-----------------|----------------|-------------------------|
| | Original | Final | |
| Revenues | | | |
| Intergovernmental | | | |
| Motor Fuel Tax Allotment | \$ 452,912 | 385,388 | 449,870 |
| Rebuild Illinois Allotment | - | 238,484 | 357,727 |
| Grants | - | 127,500 | 175,993 |
| Investment Income | 6,000 | 500 | 650 |
| Total Revenues | <u>458,912</u> | <u>751,872</u> | <u>984,240</u> |
| Expenditures | | | |
| Current | | | |
| Highways and Streets | | | |
| Contractual Services | | | |
| Engineering | 5,000 | - | - |
| Construction | 75,000 | 125,000 | 52,571 |
| Operations Supplies - Salt | 80,000 | 80,000 | 57,798 |
| Grounds | 35,000 | 35,000 | 17,742 |
| Miscellaneous | 50 | 50 | 21 |
| Operations | | | |
| Non-Capitalized Capital Outlay | | | |
| N Lew Street | | | |
| Engineering | 5,000 | 5,000 | - |
| Construction | 231,000 | 231,000 | - |
| Main St Project | | | |
| Construction | 120,000 | 221,000 | - |
| Rebuild Illinois | | | |
| Engineering | - | 50,000 | - |
| Total Highways and Streets | <u>551,050</u> | <u>747,050</u> | <u>128,132</u> |
| Capital Outlay | | | |
| Capital Expenditures | - | - | 420,808 |
| Total Expenditures | <u>551,050</u> | <u>747,050</u> | <u>548,940</u> |
| Net Change in Fund Balance | <u>(92,138)</u> | <u>4,822</u> | 435,300 |
| Fund Balance - Beginning | | | <u>1,121,672</u> |
| Fund Balance - Ending | | | <u><u>1,556,972</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, 2021**

| | Budget | | Actual |
|----------------------------|-----------------|-----------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 446,000 | 441,397 | 442,355 |
| Intergovernmental | | | |
| Replacement Taxes | 14,800 | 12,306 | 16,116 |
| Investment Income | 800 | 168 | 136 |
| Total Revenues | <u>461,600</u> | <u>453,871</u> | <u>458,607</u> |
| Expenditures | | | |
| General Government | | | |
| IMRF Participants | 239,749 | 223,000 | 217,821 |
| Social Security | 275,400 | 295,000 | 293,021 |
| Total Expenditures | <u>515,149</u> | <u>518,000</u> | <u>510,842</u> |
| Net Change in Fund Balance | <u>(53,549)</u> | <u>(64,129)</u> | (52,235) |
| Fund Balance - Beginning | | | <u>223,700</u> |
| Fund Balance - Ending | | | <u><u>171,465</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
- Consolidated Year-End Financial Report

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Motor Fuel Tax Fund

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

Illinois Municipal Retirement Fund

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

Parks Fund

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

DEBT SERVICE FUND

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

INDIVIDUAL FUND SCHEDULES

ENTERPRISE FUNDS

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

Sewer Fund

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

Water Fund

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

TRUST FUNDS

PENSION TRUST FUND

Police Pension Fund

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

SPECIAL PURPOSE TRUST FUND

Other Post-Employment Benefits (OPEB) Fund

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

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|-----------------------------------|------------------|------------------|------------------|
| | Original | Final | |
| Taxes | | | |
| Property Taxes | | | |
| City | \$ 1,015,591 | 1,005,011 | 1,007,195 |
| Other | 378,648 | 374,724 | 375,539 |
| Telecommunications Tax | 140,000 | 109,800 | 93,417 |
| Gas Utility Tax | 117,000 | 117,000 | 132,566 |
| Electric Utility Tax | 300,000 | 330,000 | 342,088 |
| Total Taxes | <u>1,951,239</u> | <u>1,936,535</u> | <u>1,950,805</u> |
| Intergovernmental - Taxes | | | |
| Replacement Taxes | 49,000 | 36,919 | 51,033 |
| Sales Taxes | 2,110,000 | 1,958,000 | 2,007,110 |
| Illinois Income Taxes | 1,139,880 | 1,063,888 | 1,244,502 |
| Illinois Use Taxes | 385,388 | 407,100 | 484,833 |
| Road and Bridge Taxes | 50,000 | 52,669 | 52,530 |
| Hotel Taxes | 1,000 | 1,077 | 1,460 |
| Video Gaming Taxes | 100,000 | 80,000 | 84,656 |
| Cannabis Excise/Use Tax | 8,685 | 9,119 | 10,652 |
| Total Intergovernmental - Taxes | <u>3,843,953</u> | <u>3,608,772</u> | <u>3,936,776</u> |
| Intergovernmental - Grants | | | |
| DCCA Grant - COPS | 7,000 | 8,528 | 17,961 |
| CURES Grant | - | 403,358 | 400,583 |
| DSBS Grant | - | - | 112,500 |
| Intergovernmental Agreements | 67,692 | 61,562 | 61,562 |
| Civil Defense Sirens | 35,000 | 35,000 | 26,505 |
| Other Grants | 6,700 | 20,081 | 36,116 |
| Total Intergovernmental - Grants | <u>116,392</u> | <u>528,529</u> | <u>655,227</u> |
| Charges for Services | | | |
| Cable Television | 110,000 | 101,000 | 120,928 |
| Developer Fee | 3,000 | - | - |
| Disposal Fees | 1,035,334 | 1,035,334 | 1,062,014 |
| Disposal Stickers | 3,000 | 3,000 | 2,545 |
| Tipping Fees | 360,000 | 423,919 | 438,558 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---|-----------|-----------|-----------|
| | Original | Final | |
| Charges for Services - Continued | | | |
| Filing and Plat Fees | \$ 1,500 | 1,500 | 700 |
| Development Fee | 200,300 | 1,348 | 1,348 |
| Impact Fees | 76,520 | 103,734 | 178,992 |
| Accident and Record Reports | 2,255 | 2,255 | 865 |
| Live Scan Fees | 1,080 | 1,080 | 880 |
| Rents and Leases | 15,000 | 15,000 | 20,001 |
| Total Charges for Services | 1,807,989 | 1,688,170 | 1,826,831 |
| Licenses and Permits | | | |
| Permits and Inspections | 115,000 | 115,000 | 206,480 |
| Pull Tabs - Annual State License Fees | 1,800 | 893 | 893 |
| Disposal Licenses | 750 | 750 | 750 |
| Liquor Licenses | 28,600 | 16,121 | 27,746 |
| Tobacco Licenses | 650 | 550 | 600 |
| Business Licenses | 6,280 | 5,000 | 5,300 |
| Vending Machine Licenses | 3,175 | 4,520 | 4,310 |
| Total Licenses and Permits | 156,255 | 142,834 | 246,079 |
| Fines and Forfeitures | | | |
| Fines | | | |
| Parking | 1,000 | 500 | - |
| DUI | 3,000 | 2,000 | 2,224 |
| Code Violations | 74,500 | 44,500 | 65,131 |
| Traffic | 23,000 | 23,000 | 29,098 |
| E-Citations | 3,965 | 3,965 | 3,827 |
| Penalties | 17,000 | 17,000 | 16,374 |
| Total Fines and Forfeitures | 122,465 | 90,965 | 116,654 |
| Investment Income | | | |
| Interest | 2,000 | 800 | 792 |
| Interest - Road and Bridge | 250 | 175 | 205 |
| Total Investment Income | 2,250 | 975 | 997 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Miscellaneous Income | | | |
| Telephone Franchise and Refunds | \$ 15,000 | 15,000 | 12,882 |
| State Income Training - Law Enforcement | 3,250 | 9,270 | 2,162 |
| D.A.R.E. Program | 8,000 | 8,000 | 4,670 |
| LWS1 Street Completion | - | 3,274 | 3,274 |
| Special Events | 600 | 600 | 220 |
| Miscellaneous | 21,000 | 21,000 | 4,392 |
| Total Miscellaneous Income | <u>47,850</u> | <u>57,144</u> | <u>27,600</u> |
| | | | |
| Total Revenues | <u>8,048,393</u> | <u>8,053,924</u> | <u>8,760,969</u> |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|--|------------|---------|---------|
| | Original | Final | |
| General Government | | | |
| Administration | | | |
| Personnel Services | | | |
| Wages | \$ 372,791 | 361,065 | 328,369 |
| Professional Services | | | |
| Legal | 4,000 | 4,000 | 278 |
| City Attorney | 3,000 | 3,000 | 3,929 |
| Consulting | 5,000 | 5,200 | 167 |
| Codification | 3,000 | 3,000 | 1,908 |
| Audit | 13,182 | 13,182 | 19,116 |
| Community Relations | 3,800 | 3,800 | 335 |
| Azavar Audit Fee | 4,200 | 8,000 | 15,380 |
| Contractual Services | | | |
| Officials' Bonds, Fiduciary Insurance and Notary | 200 | 200 | - |
| Drug Testing | 975 | 975 | 800 |
| Maintenance Services and Repair | | | |
| Computer Software | 6,976 | 6,976 | 7,000 |
| Hardware and Network | 7,200 | 7,700 | 7,507 |
| Office Equipment | 14,000 | 14,000 | 12,076 |
| Police Pension Contribution | 378,648 | 378,648 | 381,334 |
| Aurora Area Convention Center | 1,000 | 969 | 345 |
| Utility Tax Refund | 500 | 500 | - |
| Sales Tax Rebate | 240,000 | 240,000 | 141,864 |
| Credit Card Processing | 8,500 | 8,500 | 9,552 |
| Payroll Processing | 7,600 | 7,600 | 7,309 |
| Consortium | 32,000 | - | - |
| Bad Debt Expenditure | 2,200 | 3,000 | 6,417 |
| Communication | | | |
| Advertising, Bids and Publications | 5,000 | 5,000 | 2,443 |
| Postage and Freight | 4,000 | 4,000 | 3,080 |
| Telephone - Land Lines | 3,000 | 3,000 | 3,239 |
| Telephone - Cellular | 350 | 350 | 215 |
| Internet | 4,608 | 4,608 | 4,313 |
| Website | 1,648 | 1,722 | 1,722 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|-----------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| General Government - Continued | | | |
| Administration - Continued | | | |
| Professional Development | | | |
| Seminars and Courses | \$ 10,000 | 5,000 | 847 |
| Dues and Subscriptions | 4,600 | 4,600 | 4,550 |
| Travel, Food and Lodging | 20,000 | 10,000 | 1,355 |
| Tuition, Books and Fees | 2,000 | 2,000 | 375 |
| Operations | | | |
| Office Equipment | 40,000 | 36,000 | 2,407 |
| Office Supplies | 14,000 | 14,000 | 9,705 |
| Miscellaneous Supplies | 1,500 | 1,500 | 267 |
| DSBS Grant | - | - | 112,500 |
| Special Events | 12,500 | 10,000 | 7,050 |
| Kendall Area Transit | 17,000 | 17,000 | 8,500 |
| Miscellaneous Expenditures | 2,000 | 2,000 | 1,450 |
| Contingencies | 180,000 | 250,000 | 4,251 |
| Total Administration | 1,430,978 | 1,441,095 | 1,111,955 |
| Administrative Adjudication | | | |
| Personnel Services | | | |
| Wages | 1,723 | 1,723 | 1,627 |
| Professional Services | | | |
| Legal | 7,800 | 12,000 | 9,150 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Computer Software | 4,200 | 4,200 | 4,200 |
| Operations | | | |
| Office Equipment | 500 | 500 | - |
| Office Supplies | 500 | 500 | - |
| Miscellaneous Expenditures | 500 | 500 | 28 |
| Contingencies | 1,000 | 1,000 | - |
| Total Administrative Adjudication | 16,223 | 20,423 | 15,005 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---------------------------------------|-----------|---------|---------|
| | Original | Final | |
| General Government - Continued | | | |
| Economic Development | | | |
| Professional Services | | | |
| Economic Development Services | \$ 40,000 | 12,000 | - |
| EDC Membership | 2,500 | 2,500 | - |
| Contractual Services | | | |
| Façade Program | 12,500 | 12,500 | - |
| Communication | | | |
| Advertising, Bids and Publications | 3,000 | 3,000 | - |
| Professional Development | | | |
| Seminars and Courses | 3,500 | 3,500 | - |
| Dues and Subscriptions | 400 | 400 | - |
| Travel, Food and Lodging | 5,000 | 4,000 | - |
| Total Economic Development | 66,900 | 37,900 | - |
| Building and Grounds | | | |
| Personnel Services | | | |
| Wages | 119,087 | 119,087 | 108,443 |
| Contractual Services | | | |
| Custodial Service and Supplies | 18,000 | 18,000 | 20,942 |
| Maintenance Services and Repair | | | |
| Buildings | 40,000 | 50,000 | 38,799 |
| Grounds | 3,600 | 3,600 | 4,600 |
| Gas (Heating and Operations) | 500 | 500 | - |
| Electricity | 3,000 | 3,000 | 1,285 |
| Communication | | | |
| Telephone - Land Line | 130 | 130 | 141 |
| Operations | | | |
| Building Improvements | 2,500 | 2,500 | 728 |
| Capital Expenditures | 194,155 | 186,050 | 101,195 |
| Operation Supplies | 9,000 | 9,000 | 9,298 |
| Total Building and Grounds | 389,972 | 391,867 | 285,431 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---|------------|---------|---------|
| | Original | Final | |
| General Government - Continued | | | |
| Building, Planning and Zoning | | | |
| Professional Services | | | |
| Wages | \$ 182,213 | 184,617 | 177,253 |
| Boards and Commissioners | 3,780 | 3,780 | 1,350 |
| Legal | 2,000 | 2,000 | - |
| Secretarial and Administrative | 1,500 | 1,500 | 123 |
| Miscellaneous Professional Services | - | 388 | 388 |
| Consulting - Reimbursable | | | |
| City | 3,000 | - | - |
| Contractual Services | | | |
| Uniforms and Personnel Protection Equipment | 200 | 200 | 94 |
| Code Enforcement | 5,000 | 5,000 | 6,090 |
| Maintenance and Restoration | | | |
| Grounds | 25,000 | 25,000 | 3,215 |
| Equipment | 2,600 | 2,600 | - |
| Communication | | | |
| Advertising, Bids and Publications | 1,000 | 1,000 | 320 |
| Telephone - Land Lines | 550 | 550 | 468 |
| Telephone - Cellular | 550 | 550 | 382 |
| Internet | 500 | 500 | 569 |
| Professional Development | | | |
| Seminars and Courses | 1,500 | 1,500 | 557 |
| Dues and Subscriptions | 1,000 | 1,000 | 816 |
| Tuition, Books and Fees | 4,000 | 4,000 | 3,166 |
| Operations | | | |
| Office Equipment | 1,000 | 1,000 | - |
| Gasoline, Oil and Filters | 5,000 | 5,000 | 4,907 |
| Office Supplies | 1,000 | 1,500 | 1,331 |
| Total Building, Planning and Zoning | 241,393 | 241,685 | 201,029 |

CITY OF PLANO, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

| | Budget | | Actual |
|--|-----------|-----------|-----------|
| | Original | Final | |
| General Government - Continued | | | |
| Insurance | | | |
| Personnel Services | | | |
| Workers' Compensation Benefits | \$ 80,116 | 80,116 | 71,634 |
| Unemployment Benefits | 6,000 | 6,000 | 6,621 |
| Employees' Insurance | 755,165 | 755,165 | 764,001 |
| Other Post Employment Benefits | 89,256 | 112,901 | 112,901 |
| Contractual Services | | | |
| Auto and General Liability Insurance | 73,418 | 73,418 | 85,539 |
| Total Insurance | 1,003,955 | 1,027,600 | 1,040,696 |
| Total General Government | 3,149,421 | 3,160,570 | 2,654,116 |
| Public Safety | | | |
| Police Department | | | |
| Personnel Services | | | |
| Wages | 2,145,860 | 2,086,739 | 2,107,209 |
| Professional Services | | | |
| Legal | 20,000 | 20,000 | 17,349 |
| Investigations | 12,000 | 12,000 | 11,769 |
| Contractual Services | | | |
| Officials' Bonds and Insurance | 250 | 250 | 204 |
| Medical Expenditures | 300 | 300 | 210 |
| Uniform and Personnel Protection Equipment | 22,000 | 22,000 | 14,221 |
| Ken Com Operations | 60,186 | 60,186 | 65,092 |
| Kendall County Diversion Officer | 2,500 | 2,500 | 3,073 |
| Maintenance Service and Repair | | | |
| Operating Equipment | 44,000 | 44,000 | 35,130 |
| Office Equipment | 20,000 | 20,000 | 28,732 |
| Vehicles | 20,000 | 20,000 | 25,957 |
| Mobile Command Unit | 500 | 500 | 500 |
| Communication | | | |
| Postage and Freight | 500 | 500 | 354 |
| Telephone - Land Lines | 7,300 | 7,300 | 8,202 |
| Telephone - Cellular | 2,600 | 2,600 | 1,719 |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|----------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Communication - Continued | | | |
| Internet | \$ 4,700 | 4,700 | 6,078 |
| Line Service - Leads and Network | 17,000 | 18,000 | 17,426 |
| Professional Development | | | |
| Seminars and Courses | 12,000 | 12,000 | 8,961 |
| Dues and Subscriptions | 7,500 | 7,500 | 5,859 |
| Travel, Food and Lodging | 5,000 | 5,000 | 1,242 |
| Tuition, Books and Fees | 500 | - | - |
| Meetings | 700 | 700 | 64 |
| Police Academy | 3,250 | 6,020 | 6,020 |
| Operations | | | |
| Equipment | 45,000 | 45,000 | 52,391 |
| E-Citation | 3,291 | 3,291 | 4,291 |
| D.A.R.E. Program | 7,000 | 5,000 | 3,000 |
| Liaison | 500 | 1,000 | - |
| Special Response Team (SRT) | 2,000 | 4,000 | 2,000 |
| Major Crime Task Force | 1,000 | 1,000 | 1,000 |
| School Crossing Guards | 300 | 300 | 24 |
| Burlington Northern Range Dues | 500 | 500 | 500 |
| Liquor Compliance | 350 | 350 | - |
| Operations - Continued | | | |
| Gasoline, Oil and Filters | 45,000 | 45,000 | 31,010 |
| Operation Supplies | 8,000 | 8,000 | 6,894 |
| Office Supplies | 4,000 | 4,000 | 4,268 |
| Custodial Supplies | 1,500 | 1,500 | 1,257 |
| Sex Offender Reg Fee Remittance | 900 | 900 | 780 |
| Miscellaneous Expenditures | 1,500 | 1,500 | 2,377 |
| Total Police Department | 2,529,487 | 2,474,136 | 2,475,163 |
| Police Commission | | | |
| Professional Services | | | |
| Police Commissioners | 6,000 | 6,000 | 6,000 |
| Legal | 500 | 500 | - |

CITY OF PLANO, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|------------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Commission - Continued | | | |
| Contractual Services | | | |
| Maintenance Service and Repair | | | |
| Office Equipment | \$ 500 | 500 | - |
| Testing Services | 10,000 | 10,000 | 371 |
| Communication | | | |
| Advertising, Bids and Publications | 1,000 | 1,000 | 496 |
| Telephone - Cellular | 300 | 300 | 214 |
| Internet | 311 | 311 | 284 |
| Professional Development | | | |
| Seminars and Courses | 1,000 | 1,000 | - |
| Dues and Subscriptions | 375 | 375 | 375 |
| Tuition, Books and Fees | 300 | 300 | - |
| Operations | | | |
| Office Equipment | 1,000 | 1,000 | - |
| Office Supplies | 600 | 600 | 100 |
| Miscellaneous Expenditures | 500 | 500 | - |
| Total Police Commission | 22,386 | 22,386 | 7,840 |
| Total Public Safety | 2,551,873 | 2,496,522 | 2,483,003 |
| Highways and Streets | | | |
| Storm Sewers | | | |
| Personnel Services | | | |
| Wages | 30,980 | 30,980 | 30,224 |
| Contractual Services | | | |
| GIS Hosting and Support Fee | 10,000 | 10,000 | 4,195 |
| Maintenance Services and Repair | 15,000 | 15,000 | 9,193 |
| Storm Sewer Mains | 10,000 | 10,000 | 6,688 |
| Communication | | | |
| JULIE Facsimile | 1,500 | 1,500 | 1,321 |
| Operations | | | |
| Maintenance and Repair Supplies | 5,000 | 5,000 | 515 |
| Operation Supplies | 500 | 500 | 347 |
| Total Storm Sewers | 72,980 | 72,980 | 52,483 |

CITY OF PLANO, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

| | Budget | | Actual |
|--|------------|-----------|-----------|
| | Original | Final | |
| Highways and Streets - Continued | | | |
| Streets | | | |
| Personnel Services | | | |
| Wages | \$ 336,723 | 336,723 | 302,957 |
| Contractual Services | | | |
| Uniform and Personnel Protection Equipment | 20,000 | 20,000 | 12,292 |
| Contractual Maintenance | 27,500 | 27,500 | 29,615 |
| Maintenance Services and Repair | | | |
| Operating Equipment | 3,000 | 3,000 | 1,449 |
| Civil Defense Siren | 2,000 | 2,000 | 2,091 |
| Streets | 754,000 | 594,000 | 547,528 |
| Vehicles | 30,000 | 30,000 | 39,766 |
| Communication | | | |
| Telephone - Land Lines | 800 | 500 | 431 |
| Telephone - Cellular | 1,200 | 1,200 | 761 |
| Internet | 2,400 | 2,400 | 2,257 |
| Professional Development | | | |
| Seminars and Courses | 1,500 | 1,500 | 322 |
| Dues and Subscriptions | 500 | 500 | 165 |
| Travel, Food and Lodging | 1,500 | 1,500 | - |
| Tuition, Books and Fees | 500 | 500 | - |
| Meetings | 750 | 750 | 159 |
| Operations | | | |
| Operating Equipment | 9,000 | 9,000 | 8,892 |
| Maintenance and Repair Supplies | 3,000 | 3,000 | 1,505 |
| Vehicle Maintenance Supplies | 15,000 | 15,000 | 13,211 |
| Gasoline, Oil and Filters | 20,000 | 20,000 | 26,296 |
| Operating Supplies | 18,000 | 18,000 | 20,058 |
| Office Supplies | 750 | 750 | 68 |
| Miscellaneous | 14,000 | 14,000 | 4,033 |
| Non-Capitalized Capital Outlay | | | |
| New Equipment | 50,000 | 50,000 | - |
| Total Streets | 1,312,123 | 1,151,823 | 1,013,856 |

CITY OF PLANO, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

| | Budget | | Actual |
|---|-----------|-----------|-----------|
| | Original | Final | |
| Highways and Streets - Continued | | | |
| Street Lighting and Railroad Crossing | | | |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Street Lights | \$ 3,500 | 3,500 | 1,262 |
| Stop Lights | 15,000 | 15,000 | 1,703 |
| Railroad Crossing | 10,000 | 10,000 | 7,343 |
| Electricity | 57,000 | 57,000 | 51,490 |
| Operations | | | |
| Signs | 16,000 | 16,000 | 14,935 |
| Maintenance and Repair Supplies | | | |
| Street Lights | 2,000 | 2,000 | 1,000 |
| Stop Lights | 2,000 | 2,000 | 388 |
| Operating Supplies | 26,000 | 30,000 | 31,808 |
| Total Street Lighting and Railroad Crossing | 131,500 | 135,500 | 109,929 |
| Total Highways and Streets | 1,516,603 | 1,360,303 | 1,176,268 |
| Health and Welfare | | | |
| Contractual Services | | | |
| Disposal Stickers | 3,000 | 3,000 | 1,900 |
| Disposal Services | 1,035,334 | 1,035,334 | 1,069,464 |
| Insect Abatement | 10,456 | 5,228 | 5,228 |
| Total Health and Welfare | 1,048,790 | 1,043,562 | 1,076,592 |
| Culture and Recreation | | | |
| Parkway Trees and Planting | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 8,000 | 8,000 | 8,615 |
| Capital Outlay | | | |
| Public Safety | | | |
| Police Department | | | |
| Capital Expenditures | 26,505 | 61,505 | 146,876 |

CITY OF PLANO, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021

| | Budget | | Actual |
|---|-----------|-----------|-----------|
| | Original | Final | |
| Capital Outlay - Continued | | | |
| Highways and Streets | | | |
| Streets | | | |
| Capital Expenditures | \$ - | - | 19,817 |
| Total Capital Outlay | 26,505 | 61,505 | 166,693 |
| Debt Service | | | |
| Principal Retirement - Installment Contracts | 91,458 | 111,458 | 30,633 |
| Interest and Fiscal Charges - Installment Contracts | - | - | 825 |
| Total Debt Service | 91,458 | 111,458 | 31,458 |
| Total Expenditures | 8,392,650 | 8,241,920 | 7,596,745 |

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, 2021**

| | Budget | | Actual |
|--|-----------------|-----------------|----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 56,659 | 56,660 | 56,784 |
| Investment Income | 600 | 110 | 100 |
| Miscellaneous | 5 | - | - |
| Total Revenues | <u>57,264</u> | <u>56,770</u> | <u>56,884</u> |
| Expenditures | | | |
| Debt Service | | | |
| Principal Retirement - Bonds | 284,000 | 284,000 | 284,000 |
| Interest and Fiscal Charges - Bonds | 68,560 | 68,545 | 68,545 |
| Total Expenditures | <u>352,560</u> | <u>352,545</u> | <u>352,545</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (295,296) | (295,775) | (295,661) |
| Other Financing Sources | | | |
| Transfers In | <u>281,138</u> | <u>281,138</u> | <u>281,138</u> |
| Net Change in Fund Balance | <u>(14,158)</u> | <u>(14,637)</u> | (14,523) |
| Fund Balance - Beginning | | | <u>56,310</u> |
| Fund Balance - Ending | | | <u><u>41,787</u></u> |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|----------------------------|-----------------|-----------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 93,000 | 92,048 | 92,249 |
| Intergovernmental | | | |
| Grants | - | 2,792 | 2,792 |
| Charges for Services | | | |
| Rental Income | - | 1,500 | 1,497 |
| Investment Income | 200 | 100 | 69 |
| Miscellaneous | | | |
| Contributions | 300 | 300 | 300 |
| Total Revenues | <u>93,500</u> | <u>96,740</u> | <u>96,907</u> |
| Expenditures | | | |
| Current | | | |
| General Government | 70,326 | 58,664 | 50,944 |
| Culture and Recreation | 49,500 | 52,200 | 36,217 |
| Total Expenditures | <u>119,826</u> | <u>110,864</u> | <u>87,161</u> |
| Net Change in Fund Balance | <u>(26,326)</u> | <u>(14,124)</u> | 9,746 |
| Fund Balance - Beginning | | | <u>157,714</u> |
| Fund Balance - Ending | | | <u><u>167,460</u></u> |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---------------------------------|-----------|--------|--------|
| | Original | Final | |
| General Government | | | |
| Administration | | | |
| Personnel Services | | | |
| Wages | \$ 46,614 | 34,375 | 29,733 |
| Contractual Services | | | |
| Audit | 1,177 | 1,177 | 1,677 |
| Maintenance Services and Repair | | | |
| Computer Software | 211 | 211 | 212 |
| Payroll Processing | 190 | 190 | 166 |
| Operations | | | |
| Office Equipment | 200 | 200 | - |
| Contingencies | 5,000 | 5,000 | 884 |
| Total Administration | 53,392 | 41,153 | 32,672 |
| Insurance | | | |
| Personnel Services | | | |
| Employees' Insurance | 10,438 | 10,438 | 10,649 |
| Other Post Employment Benefits | 2,177 | 2,754 | 2,754 |
| Contractual Services | | | |
| Insurance Policies | 4,319 | 4,319 | 4,869 |
| Total Insurance | 16,934 | 17,511 | 18,272 |
| Total General Government | 70,326 | 58,664 | 50,944 |
| Culture and Recreation | | | |
| City Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Buildings | 1,000 | 1,000 | 193 |
| Grounds | 2,000 | 2,000 | 1,588 |
| Maintenance Service and Repair | | | |
| Operating Equipment | 1,000 | 1,000 | 888 |
| Operations | | | |
| Equipment | 500 | - | - |
| Gasoline, Oil and Filters | 4,000 | 4,000 | 179 |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|------------------------------------|----------|--------|--------|
| | Original | Final | |
| Culture and Recreation - Continued | | | |
| City Park - Continued | | | |
| Operations - Continued | | | |
| Operation Supplies | \$ 3,000 | 3,000 | 3,124 |
| Total City Park | 11,500 | 11,000 | 5,972 |
| Foli Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 4,000 | 4,000 | 4,163 |
| Operations | | | |
| Equipment | 1,000 | 2,500 | 2,344 |
| Total Foli Park | 5,000 | 6,500 | 6,507 |
| Lathrop Park | | | |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Grounds | 500 | 500 | 588 |
| Operating Equipment | 500 | 3,000 | 1,150 |
| Electricity | 500 | 500 | 218 |
| Operations | | | |
| Operation Supplies | 1,000 | 1,000 | 430 |
| Non-Capitalized Capital Outlay | 16,500 | 16,500 | 15,118 |
| Total Lathrop Park | 19,000 | 21,500 | 17,504 |
| Memorial Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 500 | 500 | - |
| Operations | | | |
| Operation Supplies | 500 | 500 | - |
| Total Memorial Park | 1,000 | 1,000 | - |

CITY OF PLANO, ILLINOIS

Parks - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|------------------------------------|----------|---------|--------|
| | Original | Final | |
| Culture and Recreation - Continued | | | |
| Steward Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | \$ 2,000 | 2,000 | 583 |
| Larry Trimberger (WWI) Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 2,000 | 1,000 | - |
| Maintenance Services and Repair | | | |
| Operating Equipment | 1,000 | 1,500 | 889 |
| Total Larry Trimberger (WWI) Park | 3,000 | 2,500 | 889 |
| Harry Neubert Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 1,000 | 1,100 | 851 |
| T. Gorman Park | | | |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | 3,000 | 3,000 | 2,384 |
| Kristen Street Park | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 1,000 | 1,600 | 1,351 |
| DePaul | | | |
| Contractual Services | | | |
| Maintenance and Restoration | | | |
| Grounds | 3,000 | 2,000 | 176 |
| Total Culture and Recreation | 49,500 | 52,200 | 36,217 |
| Total Expenditures | 119,826 | 110,864 | 87,161 |

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, 2021**

| | Budget | | Actual |
|--|------------------|------------------|-------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Connection Fees | \$ 30,000 | 39,000 | 39,000 |
| Impact Fees | 9,320 | 11,883 | 22,336 |
| User Fees | 1,478,000 | 1,478,000 | 1,625,945 |
| Discharge Fee/Permits | 85,000 | 85,000 | 88,038 |
| New Development - Meters | 9,000 | 11,250 | 19,575 |
| Recapture Fees | 2,710 | 3,790 | 3,790 |
| Penalties | 50,000 | 50,000 | 38,333 |
| Miscellaneous Income | 36,000 | 36,000 | 27,588 |
| Total Operating Revenues | <u>1,700,030</u> | <u>1,714,923</u> | <u>1,864,605</u> |
| Operating Expenses | | | |
| Operations | 1,648,447 | 1,678,588 | 1,440,009 |
| Depreciation | - | - | 1,088,354 |
| Total Operating Expenses | <u>1,648,447</u> | <u>1,678,588</u> | <u>2,528,363</u> |
| Operating Income (Loss) | <u>51,583</u> | <u>36,335</u> | <u>(663,758)</u> |
| Nonoperating Revenues (Expenses) | | | |
| Investment Income | 1,500 | 450 | 435 |
| Grants | - | 29,675 | 29,953 |
| Disposal of Capital Assets | - | - | (2,592) |
| Interest Expense | - | - | (3,799) |
| | <u>1,500</u> | <u>30,125</u> | <u>23,997</u> |
| Income (Loss) Before Transfers and Contributions | <u>53,083</u> | <u>66,460</u> | <u>(639,761)</u> |
| Transfers Out | - | - | (8,486) |
| Capital Contributions | - | - | 106,171 |
| | <u>-</u> | <u>-</u> | <u>97,685</u> |
| Change in Net Position | <u>53,083</u> | <u>66,460</u> | (542,076) |
| Net Position - Beginning | | | <u>30,841,840</u> |
| Net Position - Ending | | | <u>30,299,764</u> |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|------------------------------------|------------|---------|----------|
| | Original | Final | |
| Operations | | | |
| Administration | | | |
| Personnel Services | | | |
| Wages | \$ 200,864 | 200,864 | 191,700 |
| IMRF Pension Expense | - | - | (63,672) |
| OPEB Pension Expense | - | - | 13,830 |
| Professional Services | | | |
| Legal | - | 252 | 252 |
| Consulting | 56,500 | 106,700 | 111,452 |
| Auditing | 4,237 | 4,237 | 6,370 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Computer Software | 3,500 | 3,500 | 1,797 |
| GIS Hosting and Support Fee | 15,000 | 21,000 | 29,386 |
| Office Equipment | 1,500 | 1,500 | 2,403 |
| Credit Card Processing | 9,000 | 9,000 | 9,694 |
| Payroll Processing | 370 | 370 | 332 |
| Meter Reading | 5,500 | 5,500 | 8,803 |
| Bad Debt Expense | 2,000 | 3,000 | 3,839 |
| Communication | | | |
| Advertising, Bids and Publications | 500 | 500 | - |
| Postage and Freight | 3,500 | 3,500 | 3,100 |
| Telephone - Land Lines | 2,064 | 2,064 | 2,158 |
| Telephone - Cellular | 1,500 | 1,500 | 989 |
| Internet | 2,700 | 2,700 | 2,848 |
| Web Site & Internet | 1,648 | 1,672 | 1,672 |
| JULIE Facsimile | 1,500 | 1,500 | 1,321 |
| Professional Development | | | |
| Seminars and Courses | 3,000 | 3,000 | 345 |
| Dues and Subscriptions | 2,500 | 2,500 | 1,143 |
| Travel, Food and Lodging | 2,000 | 2,000 | - |
| Operations | | | |
| Equipment | 2,500 | 2,500 | - |
| Office Supplies | 3,000 | 3,000 | 2,810 |
| Total Administration | 324,883 | 382,359 | 332,572 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---|----------|---------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Insurance | | | |
| Personnel Services | | | |
| Workers' Compensation Benefits | \$ 7,576 | 7,576 | 9,626 |
| Unemployment Benefits | 650 | 650 | 744 |
| Contractual Services | | | |
| Employees' Insurance | 124,200 | 124,200 | 127,790 |
| Insurance Policies | 35,989 | 35,989 | 38,862 |
| Other Post-Employment Benefits | 8,708 | 11,015 | 11,015 |
| Total Insurance | 177,123 | 179,430 | 188,037 |
| Waste Water Treatment Plant | | | |
| Personnel Services | | | |
| Wages | 223,452 | 223,452 | 200,629 |
| Professional Services | | | |
| Engineering | 2,500 | 2,500 | 1,018 |
| Miscellaneous | 35,000 | 35,000 | 14,055 |
| Contractual Services | | | |
| Uniforms and Personnel Protection Equipment | 7,500 | 7,500 | 8,457 |
| Maintenance Service and Repair | | | |
| Buildings | 40,000 | 10,000 | 9,152 |
| Grounds | 40,000 | 35,000 | 30,133 |
| Operating Equipment | 100,000 | 100,000 | 96,394 |
| Vehicles | 1,500 | 1,000 | 261 |
| Disposal Services - Sludge | 42,000 | 42,000 | 34,856 |
| Testing Services | 4,000 | 4,000 | 4,493 |
| Rentals | 3,000 | 3,000 | 315 |
| Natural Gas | 6,500 | 6,500 | 6,546 |
| Electricity | 120,000 | 120,000 | 118,372 |
| Environmental Protection Agency (EPA) Fees | 19,000 | 17,500 | 17,500 |
| Operations | | | |
| Equipment | 62,000 | 62,000 | 9,668 |
| Maintenance and Repair Supplies | 12,000 | 14,000 | 14,419 |
| Vehicle Maintenance Supplies | 1,000 | 1,000 | 2,209 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---|----------|---------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Waste Water Treatment Plant - Continued | | | |
| Operations - Continued | | | |
| Gasoline, Oil and Filters | \$ 5,500 | 4,500 | 5,107 |
| Operating Supplies | 45,000 | 45,000 | 52,576 |
| Miscellaneous Supplies | - | - | 748 |
| Miscellaneous Expense | 100 | 100 | - |
| Contingencies | 30,000 | 80,000 | 50,425 |
| Capital Outlay | | | |
| Vehicles | - | 17,500 | - |
| Operating Equipment | 80,000 | 17,000 | 270 |
| Total Waste Water Treatment Plant | 880,052 | 848,552 | 677,603 |
| Sewer Line Operations | | | |
| Personnel Services | | | |
| Wages | 34,025 | 35,383 | 31,611 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | - | - | 26 |
| Cleaning and Televising | 5,000 | 5,000 | 4,650 |
| Services and Repairs | 50,000 | 50,000 | 39,081 |
| Water Meters | 40,000 | 40,000 | 37,385 |
| Supplies | 10,000 | 10,000 | 11,941 |
| Total Sewer Line Operations | 139,025 | 140,383 | 124,694 |
| Walmart Lift Station | | | |
| Personnel Services | | | |
| Wages | 5,602 | 5,602 | 4,848 |
| Contractual Services | | | |
| Maintenance Services and Repair | 5,000 | 5,000 | 7,200 |
| Electricity | 1,500 | 1,500 | 1,217 |
| Operations | | | |
| Equipment | 6,000 | 3,500 | - |
| Maintenance and Repair Supplies | 9,000 | 15,000 | 16,714 |
| Total Walmart Lift Station | 27,102 | 30,602 | 29,979 |

CITY OF PLANO, ILLINOIS

Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---------------------------------|-----------|-----------|-----------|
| | Original | Final | |
| Operations - Continued | | | |
| Fork Lift Station | | | |
| Personnel Services | | | |
| Wages | \$ 5,602 | 5,602 | 4,848 |
| Contractual Services | | | |
| Maintenance Services and Repair | 6,000 | 3,000 | 8,199 |
| Electricity | 9,000 | 9,000 | 7,292 |
| Operations | | | |
| Equipment | 5,000 | 5,000 | - |
| Maintenance and Repair Supplies | 10,000 | 10,000 | 8,130 |
| Total Fork Lift Station | 35,602 | 32,602 | 28,469 |
| Klatt Street Lift Station | | | |
| Personnel Services | | | |
| Wages | 5,602 | 5,602 | 4,845 |
| Contractual Services | | | |
| Maintenance Services and Repair | 5,000 | 5,000 | 4,432 |
| Gas | 500 | 500 | 478 |
| Electricity | 2,500 | 2,500 | 2,815 |
| Operations | | | |
| Maintenance and Repair Supplies | 10,000 | 10,000 | 4,690 |
| Total Klatt Street Lift Station | 23,602 | 23,602 | 17,260 |
| Other Wages - Meters | | | |
| Wages | 41,058 | 41,058 | 41,395 |
| Total Operations | 1,648,447 | 1,678,588 | 1,440,009 |
| Depreciation | - | - | 1,088,354 |
| Total Operating Expenses | 1,648,447 | 1,678,588 | 2,528,363 |

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, 2021

| | Budget | | Actual |
|------------------------------------|------------------|------------------|-------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Connection Fees | \$ 24,000 | 35,165 | 36,105 |
| Impact Fees | 9,320 | 11,883 | 22,336 |
| User Fees | 1,080,000 | 1,080,000 | 1,212,810 |
| Developer Fees - New Meters | 9,000 | 11,250 | 19,575 |
| Rental Income - Water Tower | 41,000 | 41,000 | 44,461 |
| Recapture Fees | 500 | 835 | 835 |
| Penalties | 40,000 | 40,000 | 31,101 |
| Miscellaneous Income | 3,000 | 2,000 | 4,479 |
| Total Operating Revenues | <u>1,206,820</u> | <u>1,222,133</u> | <u>1,371,702</u> |
| Operating Expenses | | | |
| Operations | 1,168,091 | 1,088,424 | 841,667 |
| Depreciation and Amortization | - | - | 334,889 |
| Total Operating Expenses | <u>1,168,091</u> | <u>1,088,424</u> | <u>1,176,556</u> |
| Operating Income | <u>38,729</u> | <u>133,709</u> | <u>195,146</u> |
| Nonoperating Revenues (Expenses) | | | |
| Investment Income | 30,000 | 3,600 | 2,640 |
| Grants | 1,000 | 16,417 | 16,449 |
| Disposal of Capital Assets | - | - | (601,082) |
| Interest Expense | - | - | (3,799) |
| Principal Retirement | (33,382) | (33,382) | - |
| | <u>(2,382)</u> | <u>(13,365)</u> | <u>(585,792)</u> |
| Income (Loss) Before Contributions | 36,347 | 120,344 | (390,646) |
| Capital Contributions | - | - | 338,625 |
| Change in Net Position | <u>36,347</u> | <u>120,344</u> | (52,021) |
| Net Position - Beginning | | | <u>24,037,575</u> |
| Net Position - Ending | | | <u>23,985,554</u> |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|------------------------------------|----------------|----------------|----------------|
| | Original | Final | |
| Operations | | | |
| Administration | | | |
| Personnel Services | | | |
| Wages | \$ 157,914 | 157,914 | 160,412 |
| IMRF Pension Expense | - | - | (50,939) |
| OPEB Pension Expense | - | - | 1,369 |
| Professional Services | | | |
| Consulting | 21,500 | 15,700 | 10,214 |
| Auditing | 4,473 | 4,473 | 6,706 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Computer Software | 3,000 | 3,000 | 1,697 |
| GIS Hosting and Support Fee | 15,000 | 21,500 | 21,500 |
| Office Equipment | 2,500 | 2,500 | 1,449 |
| Credit Card Processing | 9,000 | 9,000 | 9,409 |
| Payroll Processing | 550 | 550 | 498 |
| Meter Reading | 5,500 | 5,500 | 8,803 |
| Bad Debt Expense | 2,000 | 2,000 | (6,343) |
| Communication | | | |
| Advertising, Bids and Publications | 2,000 | 3,000 | 2,632 |
| Postage and Freight | 4,000 | 5,000 | 4,694 |
| Web Site & Internet | 1,648 | 1,672 | 1,672 |
| JULIE Facsimile | 1,500 | 1,500 | 1,321 |
| Professional Development | | | |
| Seminars and Courses | 4,500 | 3,000 | 42 |
| Dues and Subscriptions | 3,000 | 2,000 | 1,204 |
| Travel, Food and Lodging | 4,500 | 2,000 | 78 |
| Tuition, Books and Fees | 2,000 | 2,000 | - |
| Meetings | 1,000 | 1,000 | 65 |
| Operations | | | |
| Office Equipment | 5,000 | 5,000 | 2,148 |
| Office Supplies | 2,500 | 2,500 | 1,450 |
| Total Administration | <u>253,085</u> | <u>250,809</u> | <u>180,081</u> |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|--|-----------|---------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Insurance | | | |
| Personnel Services | | | |
| Workers' Compensation Benefits | \$ 13,088 | 13,088 | 8,436 |
| Unemployment Benefits | 650 | 650 | 744 |
| Employees' Insurance | 94,185 | 94,185 | 95,843 |
| Insurance Policies | 30,231 | 30,231 | 35,117 |
| Contractual Services | | | |
| Other Post-Employment Benefits | 8,708 | 11,015 | 11,015 |
| Total Insurance | 146,862 | 149,169 | 151,155 |
| Water Capital Projects | | | |
| Construction | 100,000 | 100,000 | - |
| Brownsfield Development | | | |
| Engineering | 1,000 | 1,000 | - |
| Other Wages - Meters | | | |
| Personnel Services | | | |
| Wages | 46,196 | 46,196 | 44,240 |
| Transportation and Heavy Equipment | | | |
| Contractual Services | | | |
| Maintenance Service and Repair | | | |
| Operating Equipment | 1,500 | 1,500 | 44 |
| Vehicles | 4,000 | 4,000 | 2,862 |
| Operations | | | |
| Maintenance and Repair Supplies | 1,000 | 1,000 | 491 |
| Vehicle Maintenance Supplies | 2,000 | 1,000 | 6 |
| Gasoline, Oil and Filters | 12,000 | 10,000 | 8,788 |
| Miscellaneous Expense | 2,500 | 2,500 | 3,103 |
| New Equipment | 55,000 | - | - |
| Total Transportation and Heavy Equipment | 78,000 | 20,000 | 15,294 |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---------------------------------|----------|---------|---------|
| | Original | Final | |
| Operations - Continued | | | |
| Power and Pumping | | | |
| Personnel Services | | | |
| Wages | \$ 6,486 | 6,486 | 5,844 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Buildings | 55,000 | 25,000 | 5,112 |
| Operating Equipment | 100,000 | 40,000 | 25,968 |
| Natural Gas | 6,500 | 6,500 | 8,448 |
| Electricity | 45,000 | 45,000 | 46,831 |
| Water Towers | 20,000 | 20,000 | 9,350 |
| Communication | | | |
| Telephone - Land Lines | 800 | 800 | 754 |
| Telephone - Cellular | 2,200 | 2,200 | 1,368 |
| Internet | 5,000 | 5,000 | 4,898 |
| Operations | | | |
| Operating Supplies | 2,000 | 2,000 | 922 |
| New Wells | 10,000 | - | - |
| Total Power and Pumping | 252,986 | 152,986 | 109,495 |
| Treatment | | | |
| Personnel Services | | | |
| Wages | 12,972 | 12,972 | 11,396 |
| Contractual Services | | | |
| Maintenance Services and Repair | | | |
| Operating Equipment | 5,000 | 5,000 | 4,777 |
| Testing Services | 22,000 | 22,000 | 23,472 |
| Operations | | | |
| Operating Supplies | 22,000 | 30,000 | 30,842 |
| Total Treatment | 61,972 | 69,972 | 70,487 |

CITY OF PLANO, ILLINOIS

Water - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2021**

| | Budget | | Actual |
|---|------------|-----------|-----------|
| | Original | Final | |
| Operations - Continued | | | |
| Distribution | | | |
| Personnel Services | | | |
| Wages | \$ 125,490 | 125,490 | 113,063 |
| Contractual Services | | | |
| Uniforms and Personnel Protection Equipment | 7,500 | 10,000 | 8,305 |
| Maintenance Services and Repair | | | |
| Services and Repairs | 20,000 | 20,000 | 20,164 |
| Water Meters | 40,000 | 40,000 | 38,640 |
| Operations | | | |
| Maintenance and Repair Supplies | 25,000 | 25,000 | 30,066 |
| Operating Supplies | 10,000 | 10,000 | 12,399 |
| Contingencies | - | 67,802 | 48,278 |
| Total Distribution | 227,990 | 298,292 | 270,915 |
| Total Operations | 1,168,091 | 1,088,424 | 841,667 |
| Depreciation and Amortization | - | - | 334,889 |
| Total Operating Expenses | 1,168,091 | 1,088,424 | 1,176,556 |

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, 2021**

| | Budget | | Actual |
|--|------------|----------|-----------|
| | Original | Final | |
| Additions | | | |
| Contributions - Employer | \$ 381,448 | 380,699 | 381,334 |
| Contributions - Plan Members | 210,000 | 280,000 | 453,790 |
| Total Contributions | 591,448 | 660,699 | 835,124 |
| Investment Income | | | |
| Interest Earned | 160,000 | 160,000 | 201,699 |
| Net Change in Fair Value | - | - | 961,672 |
| | 160,000 | 160,000 | 1,163,371 |
| Less Investment Expenses | (28,500) | (28,500) | (29,368) |
| Net Investment Income | 131,500 | 131,500 | 1,134,003 |
| Total Additions | 722,948 | 792,199 | 1,969,127 |
| Deductions | | | |
| Administration | 25,223 | 22,041 | 18,150 |
| Benefits and Refunds | 531,640 | 505,670 | 255,384 |
| Total Deductions | 556,863 | 527,711 | 273,534 |
| Change in Fiduciary Net Position | 166,085 | 264,488 | 1,695,593 |
| Net Pension Restricted for Pensions | | | |
| Beginning | | | 6,972,495 |
| Ending | | | 8,668,088 |

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, 2021

| | Budget | | Actual |
|---|------------|---------|---------|
| | Original | Final | |
| Additions | | | |
| Other Post-Employment Benefit Contributions | \$ 108,849 | 137,685 | 137,685 |
| Investment Income | | | |
| Interest Earned | 1,300 | 291 | 259 |
| Net Change in Fair Value | - | - | - |
| | 1,300 | 291 | 259 |
| Less Investment Expenses | - | - | - |
| Net Investment Income | 1,300 | 291 | 259 |
| Total Additions | 110,149 | 137,976 | 137,944 |
| Deductions | | | |
| Administration | 500 | 2,000 | 2,000 |
| Benefits and Refunds | 60,561 | 56,639 | 54,409 |
| Total Deductions | 61,061 | 58,639 | 56,409 |
| Change in Net Position | 49,088 | 79,337 | 81,535 |
| Net Position Held in Trust for Other Post-Employment Benefits | | | |
| Beginning | | | 532,099 |
| Ending | | | 613,634 |

CITY OF PLANO, ILLINOIS

**Consolidated Year-End Financial Report
April 30, 2021**

| CSFA # | Program Name | State | Federal | Other | Totals |
|-------------|---|-----------|---------|------------|------------|
| 494-00-0967 | High-Growth Cities Program | \$ 51,202 | - | - | 51,202 |
| 494-00-1488 | Motor Fuel Tax Program | 497,738 | - | - | 497,738 |
| 420-75-2398 | Downstate Small Business Stabilization Program | - | 112,500 | - | 112,500 |
| 420-00-2433 | Local Coronavirus Urgent Remediation Emergency & Economic Support Payments Grant Program | - | 447,843 | - | 447,843 |
| | Other Grant Programs and Activities | - | 3,128 | 79,388 | 82,516 |
| | All Other Costs Not Allocated | - | - | 12,069,185 | 12,069,185 |
| | Totals | 548,940 | 563,471 | 12,148,573 | 13,260,984 |



REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS

September 30, 2021

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plano, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated SEPTEMBER 30, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULES

CITY OF PLANO, ILLINOIS

**Schedule of Property Tax Assessed Valuations, Rates, Extensions, and Collections
Last Ten Tax Levy Years
April 30, 2021**

| | 2011 | 2012 | 2013 | 2014 |
|-------------------------------|----------------|-------------|-------------|-------------|
| Assessed Valuation | \$ 190,804,028 | 150,126,177 | 127,148,514 | 129,456,722 |
| Tax Rates by Fund/Purpose | | | | |
| General (1) | 0.6303 | 0.8171 | 0.9687 | 1.1521 |
| Parks | 0.0590 | 0.0750 | 0.0750 | 0.0750 |
| Illinois Municipal Retirement | 0.2089 | 0.2798 | 0.3508 | 0.1530 |
| Debt Service | 0.0280 | 0.0374 | 0.0443 | 0.0439 |
| Total Tax Rates | 0.9262 | 1.2093 | 1.4388 | 1.4240 |
| Tax Extension by Fund/Purpose | | | | |
| General (1) | \$ 1,202,656 | 1,226,666 | 1,231,713 | 1,491,316 |
| Parks | 112,555 | 112,595 | 95,361 | 97,093 |
| Illinois Municipal Retirement | 398,495 | 420,008 | 446,012 | 198,004 |
| Debt Service | 53,464 | 56,207 | 56,301 | 56,857 |
| Total Tax Extensions | 1,767,170 | 1,815,476 | 1,829,387 | 1,843,270 |
| Collections | \$ 1,766,221 | 1,805,082 | 1,825,087 | 1,770,790 |
| Percent Collected | 99.95% | 99.43% | 99.76% | 96.07% |

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

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 140,845,413 | 166,292,859 | 190,159,413 | 206,022,088 | 222,983,860 | 235,390,316 |
| 1.0678 | 0.9045 | 0.7909 | 0.7543 | 0.7288 | 0.7232 |
| 0.0650 | 0.0550 | 0.0481 | 0.0451 | 0.0413 | 0.0387 |
| 0.1406 | 0.1191 | 0.1040 | 0.0961 | 0.0879 | 0.0845 |
| 0.0403 | 0.0341 | 0.0300 | 0.0273 | 0.0254 | 0.0242 |
| 1.3137 | 1.1127 | 0.9730 | 0.9228 | 0.8834 | 0.8706 |
| 1,504,004 | 1,504,185 | 1,504,294 | 1,553,839 | 1,625,173 | 1,702,293 |
| 91,507 | 91,511 | 91,505 | 93,019 | 92,048 | 91,167 |
| 198,000 | 198,005 | 198,013 | 198,008 | 195,958 | 198,999 |
| 56,775 | 56,673 | 56,553 | 56,409 | 56,660 | 56,849 |
| 1,850,286 | 1,850,374 | 1,850,365 | 1,901,275 | 1,969,839 | 2,049,308 |
| 1,838,364 | 1,846,199 | 1,847,025 | 1,899,029 | 1,974,123 | - |
| 99.36% | 99.77% | 99.82% | 99.88% | 100.22% | 0.00% |

CITY OF PLANO, ILLINOIS

Schedule of Legal Debt Margin

April 30, 2021

| | |
|---|-----------------------|
| Equalized Assessed Value - 2020 Tax Levy Year | <u>\$ 235,390,316</u> |
| Legal Debt Limit | |
| 8.625% of Equalized Assessed Value | 20,302,415 |
| Amount of Debt Applicable to Limit | <u>158,000</u> |
| Legal Debt Margin | <u>20,144,415</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 January1, 1979."

CITY OF PLANO, ILLINOIS

**Schedule of Expenditures for Tort Immunity Purposes
April 30, 2021**

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 2021, paid for the following:

| | |
|---|-----------------------|
| Expenditures for Tort Immunity Purposes | |
| Auto and General Liability | \$ 85,539 |
| Workers' Compensation | 71,634 |
| Unemployment | <u>6,621</u> |
| Total Expenditures for Tort Immunity Purposes | <u><u>163,794</u></u> |

The City's tax extension for immunity and liability insurance purposes for the tax levy year 2019, as extended by Kendall County for the fiscal year 2021, was \$58,421. 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 2016
April 30, 2021**

| | |
|-------------------------|----------------------|
| 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 |
|----------------|------------------|----------------|------------------|
| 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>2,655,000</u> | <u>313,912</u> | <u>2,968,912</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

General Obligation Limited Bonds of 2013

April 30, 2021

| | |
|-------------------------|----------------------------------|
| 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 |
|----------------|----------------|---------------|----------------|
| 2022 | \$ 51,000 | 5,846 | 56,846 |
| 2023 | 53,000 | 3,959 | 56,959 |
| 2024 | 54,000 | 1,998 | 55,998 |
| | <u>158,000</u> | <u>11,803</u> | <u>169,803</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

IEPA Loan Payable of 2010

April 30, 2021

| | |
|--------------------------|--|
| 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> |
|------------------------------|------------------|-----------------|----------------|
| 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>105,715</u> | <u>-</u> | <u>105,715</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**IEPA Public Water Supply Loan Payable of 2010
April 30, 2021**

| | |
|--------------------------|--|
| 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> |
|------------------------|------------------|-----------------|----------------|
| 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 |
| | <u>211,413</u> | <u>-</u> | <u>211,413</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**Police Interceptors Installment Contract of 2021
April 30, 2021**

| | |
|-------------------------|------------------------------|
| Date of Issue | September 28, 2020 |
| Date of Maturity | September 28, 2024 |
| Authorized Issue | \$67,390 |
| Interest Rate | 2.95% |
| Interest Date | September 28th |
| Principal Maturity Date | September 28th |
| Payable at | First National Bank of Omaha |

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal Year | Principal | Interest | Totals |
|----------------|---------------|--------------|---------------|
| 2022 | \$ 16,110 | 2,016 | 18,126 |
| 2023 | 16,592 | 1,534 | 18,126 |
| 2024 | 17,090 | 1,036 | 18,126 |
| 2025 | 17,598 | 528 | 18,126 |
| | <u>67,390</u> | <u>5,114</u> | <u>72,504</u> |

CITY OF PLANO, ILLINOIS

Long-Term Debt Requirements

**Vactor Truck Installment Contract of 2021
April 30, 2021**

| | |
|-------------------------|------------------------------|
| Date of Issue | September 28, 2020 |
| Date of Maturity | September 28, 2025 |
| Authorized Issue | \$435,425 |
| Interest Rate | 2.95% |
| Interest Date | September 28th |
| Principal Maturity Date | September 28th |
| 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> |
|------------------------|------------------|-----------------|----------------|
| 2022 | \$ 82,032 | 13,023 | 95,055 |
| 2023 | 84,486 | 10,569 | 95,055 |
| 2024 | 87,012 | 8,043 | 95,055 |
| 2025 | 89,600 | 5,455 | 95,055 |
| 2026 | 92,295 | 2,760 | 95,055 |
| | <u>435,425</u> | <u>39,850</u> | <u>475,275</u> |