

**CITY OF BELLEVILLE, ILLINOIS**

FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED  
APRIL 30, 2018

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**CITY OF BELLEVILLE, ILLINOIS**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Honorable Mayor  
and Members of the City Council  
City of Belleville, IL

### **Report on the Financial Statements**

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 Belleville, Illinois as of and for the year ended April 30, 2018, 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 error or fraud.

### **Auditor's Responsibility**

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

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

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

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Belleville, Illinois as of April 30, 2018, 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.

## **Prior Basis of Accounting**

The City of Belleville has kept its records and has prepared its financial statements for previous years on the modified cash basis of accounting for the governmental funds. As described in Note 15 to the financial statements, The City has adopted accounting principles generally accepted in the United States of America as of the beginning of the current year. Although appropriate adjustments have been made to fund balances as of that date, it was not practicable to determine what adjustments would be necessary in the financial statements of the preceding year to retrospectively adjust the results of operations to conform with the accounting principles used in the current year.

## **Other Matters**

### *Required Supplementary Information/Other Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 4 to 12), budgetary comparison information (pages 66 to 72) and schedules of funding progress and pension related information (pages 73 to 81) 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 Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Belleville, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements and other schedules are presented for purposes of additional analysis and are not a required part of the financial statements.

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

*C. J. Schlem & Co. LLC*

Certified Public Accountants

Alton, Illinois

October 5, 2018

# **CITY OF BELLEVILLE, ILLINOIS**

## **Management's Discussion and Analysis**

For the fiscal year ended April 30, 2018

As management of the City of Belleville, Illinois (the City) we offer readers of the City's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended April 30, 2018.

### **FINANCIAL HIGHLIGHTS**

The following are a few of the financial highlights presented in the accompanying financial statements for the City of Belleville for the fiscal year ended April 30, 2018.

- The City's total net position increased by \$9,862,599 during fiscal year 2018.
- Net position of the City's business-type activities increased by \$1,373,735 during fiscal year 2018.
- The fund balance of the City's General Fund increased by \$883,246 during the current fiscal year.
- Net position of the City's fiduciary funds for Police and Fire pensions increased by \$5,221,765 during fiscal year 2018.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the City's basic financial statements. There are three components to the basic statements:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

This report also contains required supplementary information and other supplementary information in addition to the basic financial statements.

### **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements exclude fiduciary fund activities.

The statement of net position presents information on the City's assets, deferred outflows of resources, liabilities, and deferred inflow of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and accrued vacation leave).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, sanitation, cemetery, health and welfare, economic development and community services. The business-type activities include sewer operations.

The government-wide financial statements can be found on pages 13 and 14 of this report.

### 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, like other state and local governments, 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, proprietary and fiduciary.

**Governmental Funds.** Governmental funds are used to account for essential functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and the government-wide governmental activities.

The City of Belleville maintains twenty individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for three major funds: General Fund, Tax Increment Financing Fund, and Police Department Project Construction Fund. Data from the other governmental funds are combined into a single, aggregated presentation called "Other

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

Governmental Funds.” Individual fund data for each of these nonmajor governmental funds is provided in the form of combining schedules in the other supplementary information section of this report.

The City adopts an annual budget for all governmental funds. Budgetary comparison schedules for the major funds have been provided to demonstrate legal compliance with the adopted budget.

The governmental fund financial statements can be found on pages 15 and 17 of this report.

**Proprietary funds.** Enterprise funds are used to report the same functions and the same type of information presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its sewer operations.

The basic proprietary fund financial statements can be found on pages 19, 20 and 21 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 22 and 23 of this report.

**Notes to the basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found beginning on page 24 of this report.

**Required supplementary information/other information.** In addition to the basic financial statements and accompanying notes, certain required supplementary information/other information can be found on pages 66 through 81 of this report.

**Other supplementary information.** The combining and individual fund statements, referred to earlier in connection with nonmajor governmental funds, are presented immediately following the required supplementary information/other information. Combining and individual fund statements and schedules can be found on pages 82 through 89 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, liabilities and deferred inflows of resources exceed assets and deferred outflows of resources by \$9,498,564 at April 30, 2018.

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

Restricted net position represents resources that are subject to external restrictions on how they may be used. Unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in two of the three categories of net position for its governmental activities, and both categories of net position for its business-type activities. The negative amount of unrestricted net position in governmental activities is due to outstanding long-term debt not used for capital assets.

The City's net position increased by \$9,862,599 during fiscal year 2018.

The condensed statement of net position is as follows:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
	<b>April 30, 2018</b>	<b>April 30, 2018</b>	<b>April 30, 2018</b>
<b>ASSETS</b>			
Current and other assets	\$ 26,297,630	\$ 8,376,484	\$ 34,674,114
Capital assets, net	68,173,851	105,013,986	173,187,837
Total assets	94,471,481	113,390,470	207,861,951
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
	3,142,831	92,093	3,234,924
<b>LIABILITIES</b>			
Long-term liabilities	140,537,404	64,595,603	205,133,007
Other liabilities	4,852,705	2,848,331	7,701,036
Total liabilities	145,390,109	67,443,934	212,834,043
<b>DEFERRED INFLOWS OF RESOURCES</b>			
	7,153,695	607,701	7,761,396
<b>NET POSITION</b>			
Net investment in capital assets	37,548,295	41,154,109	78,702,404
Restricted	17,899,089	-	17,899,089
Unrestricted	(110,376,876)	4,276,819	(106,100,057)
Total net position	\$ (54,929,492)	\$ 45,430,928	\$ (9,498,564)

Due to the change in basis of accounting used for presentation of the Governmental Activities, as discussed in Note 15 to the financial statements, only one year of data is being presented above. All accounts would have to be restated for fiscal year ending April 30, 2017 to do an accurate comparison.

**Governmental activities.** Governmental activities increased the City's presented net position by \$8,488,864. While it is difficult to compare revenues and expenses from this fiscal year to the prior fiscal year, due to the change in basis of accounting as noted above, there were some significant changes. Several charges for service were increased, including sanitation pickup fees.

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

There was also a large increase in capital grants and contributions. Total expenditures decreased significantly due to the completion of the capital project involving renovations to City Hall and a new Police Department headquarters.

**Business-type activities.** Business-type activities increased the City's net position by \$1,373,735. A large portion of the debt incurred for the sewer plant projects is beginning to be paid back, which has increased debt service payments significantly over the past few years. Sewer rates are reviewed each year to insure that revenues keep up with inflation as expenses do.

The condensed statement of activities is as follows:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
	<b>For The Year Ended April 30, 2018</b>	<b>For The Year Ended April 30, 2018</b>	<b>For The Year Ended April 30, 2018</b>
<b>REVENUES</b>			
Program revenues:			
Charges for services	\$ 7,208,819	\$ 9,137,420	\$ 16,346,239
Operating grants	66,679		66,679
Capital grants	488,849	-	488,849
General revenues:			
Property taxes	21,986,440	-	21,986,440
Sales and use tax	14,124,363	-	14,124,363
Replacement tax	439,110	-	439,110
State income taxes	4,047,232	-	4,047,232
Motor fuel taxes	1,170,694	-	1,170,694
Telecommunications taxes	985,692	-	985,692
Utility taxes	3,503,969	-	3,503,969
Gaming tax	275,259	-	275,259
Other local taxes	142,739	-	142,739
Investment earnings	241,857	59,139	300,996
Miscellaneous	28,530	-	28,530
Transfers	(1,200,000)	1,200,000	-
Total revenues	53,510,232	10,396,559	63,906,791
<b>EXPENSES</b>			
Governmental activities:			
General government	6,886,015	-	6,886,015
Public safety	14,922,990	-	14,922,990
Public works	4,225,712	-	4,225,712
Sanitation	2,342,371	-	2,342,371
Cemetery	213,162	-	213,162
Health and welfare	911,634	-	911,634
Development	7,866,574	-	7,866,574
Cultural and recreational	2,963,600	-	2,963,600
Interest on long-term debt	4,689,310	-	4,689,310
Business-type activities:			
Sewerage	-	9,022,824	9,022,824
Total expenses	45,021,368	9,022,824	54,044,192
Change in net position	8,488,864	1,373,735	9,862,599
Net position - beginning, as restated	(63,418,356)	44,057,193	(19,361,163)
Net position - ending	\$ (54,929,492)	\$ 45,430,928	\$ (9,498,564)

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

### FUNDS FINANCIAL ANALYSIS

As noted earlier, the City of Belleville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2018, the City's governmental funds reported combined ending fund balances of \$22,944,018. Approximately 18.72% of this total amount (\$4,294,661) constitutes unassigned fund balance, which is available for spending at the City's discretion. \$17,899,089 (78.01% of the total governmental funds fund balance) has been restricted externally for specific purposes by either creditors or external legislation. The remainder of the fund balance is either nonspendable (\$631,742), meaning it is not in spendable form, or committed (\$118,526), which means there have been constraints placed on the spending of these funds by the City.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$4,294,661. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Unassigned fund balance represents 16.42% of total General Fund expenditures.

The fund balance of the City's General Fund increased by \$883,246 during the current fiscal year. The increase was in large part due to increases in several charges for service, including sanitation fees, as well as decreases in expenditures across all departments, as the City has tried to decrease spending wherever possible to make up for loss of State revenues over the past couple of years.

The Tax Increment Financing (TIF) Fund is a major special revenue fund of the City. Its resources are to be used for leveraging development within the boundaries of the City's 16 tax increment financing districts. At the end of the current fiscal year, the fund balance of the TIF fund was \$9,175,984, which is an increase of \$1,037,059 compared to 2017, as restated.

The Police Department (PD) Project Construction Fund is also a major special revenue fund of the City. This fund was created in fiscal year 2015 to account for the bond proceeds received for and the money spent on the Police Department and City Hall renovation projects, as previously discussed. These projects were completed in fiscal year 2018.

**Proprietary funds.** The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

Unrestricted net position of the sewer fund at the end of the year amounted to \$4,276,819, a decrease of \$83,163 from the prior year. Overall, total net position of the sewer fund increased by \$1,373,735. The City continues to make large capital improvements to our aging sewer infrastructure, as mandated by the IEPA.

### GENERAL FUND BUDGETARY HIGHLIGHTS

The fiscal year 2018 expenditure budget for the City's General Fund represents an original and final budget of \$28,026,397. Actual expenditures in the general fund were \$26,689,199, which is \$1,337,198 less than the final budget.

### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of April 30, 2018, amounts to \$173,187,837, net of accumulated depreciation. The investment in capital assets generally includes land, buildings and improvements, equipment, vehicles and infrastructure. Due to the change in basis of accounting this fiscal year, as already discussed and in Note 15 to the financial statements, this is the first year capital assets are presented for governmental activities. The total increase in net capital assets for the current year in the business-type activities was \$1,593,117.

The major portion of the increase for business-type activities was due to the sewer plant expansion and combined sewer overflow projects, which are being funded by low-interest loans from the Illinois Environmental Protection Agency (IEPA).

The City's capital assets, net of depreciation, are as follows:

	Governmental Activities		Business-type Activities		Total	
	April 30, 2018	April 30, 2017	April 30, 2018	April 30, 2017	April 30, 2018	April 30, 2017
Land	\$ 6,085,179	\$ 6,082,179	\$ 1,104,046	\$ 1,104,046	\$ 7,189,225	\$ 7,186,225
Construction in progress	-	-	24,917,219	23,509,812	24,917,219	23,509,812
Buildings and improvements	28,154,645	23,984,636	50,449,912	51,853,311	78,604,557	75,837,947
Vehicles and equipment	3,278,846	2,948,289	372,333	467,044	3,651,179	3,415,333
Infrastructure	30,655,181	31,551,812	-	-	30,655,181	31,551,812
Distribution and collection systems	-	-	28,170,476	26,486,656	28,170,476	26,486,656
<b>Total capital assets, net</b>	<b>\$ 68,173,851</b>	<b>\$ 64,566,916</b>	<b>\$ 105,013,986</b>	<b>\$ 103,420,869</b>	<b>\$ 173,187,837</b>	<b>\$ 167,987,785</b>

# CITY OF BELLEVILLE, ILLINOIS

## Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

For government-wide financial presentation, all depreciable capital assets were depreciated from acquisition date to the end of fiscal year 2018. Fund financial statements record capital asset purchases as expenditures. Additional information on the City's capital assets can be found in Note 3 on page 35 of this report.

### Long-term Debt

At the end of fiscal year 2018, the City of Belleville had total long-term debt obligations for governmental and business-type activities in the amount of \$205,133,007 compared to \$212,762,155 at the end of fiscal year 2017. During 2018, the City made scheduled debt service payments and issued new debt to purchase capital assets. General obligation bonds are backed by the full faith and credit of the City.

	Governmental Activities		Business-type Activities		Total	
	April 30, 2018	April 30, 2017	April 30, 2018	April 30, 2017	April 30, 2018	April 30, 2017
Special Service Area Bonds						
Series 2006	\$ 770,000	\$ 835,000	\$ -	\$ -	\$ 770,000	\$ 835,000
Tax Increment Refunding Bonds						
Series 2007A	13,905,000	14,270,000	-	-	13,905,000	14,270,000
Taxable Business District Bonds						
Series 2007B	6,275,000	6,415,000	-	-	6,275,000	6,415,000
G.O. Refunding Bonds						
Series 2009	127,444	137,712	1,982,556	2,142,288	2,110,000	2,280,000
G.O. Bonds						
Series 2011A	5,000,000	5,000,000	-	-	5,000,000	5,000,000
G.O. Refunding Bonds						
Series 2011B	800,000	1,575,000	-	-	800,000	1,575,000
SWIDA Revenue Bonds						
Series 2011A	14,695,000	15,085,000	-	-	14,695,000	15,085,000
SWIDA Revenue Bonds						
Series 2011B	1,560,000	1,560,000	-	-	1,560,000	1,560,000
SWIDA Taxable Revenue						
Bonds, Series 2011C	3,720,000	4,125,000	-	-	3,720,000	4,125,000
G.O. Refunding Bonds						
Series 2012	6,755,000	6,790,000	-	-	6,755,000	6,790,000
G.O. Bonds						
Series 2014	8,510,000	8,860,000	-	-	8,510,000	8,860,000
G.O. Bonds						
Series 2015	7,425,000	7,730,000	-	-	7,425,000	7,730,000
Bond Premiums	766,421	813,905	-	-	766,421	813,905
Notes Payable	241,318	457,202	62,249,472	59,123,882	62,490,790	59,581,084
Capital Leases	1,124,238	804,573	-	-	1,124,238	804,573
Net Pension Liability	63,999,194	71,040,620	194,891	1,287,396	64,194,085	72,328,016
OPEB Obligation	4,494,882	4,127,356	142,422	121,853	4,637,304	4,249,209
Compensated Absences	368,907	416,553	26,262	43,815	395,169	460,368
<b>Total Debt</b>	<b>\$ 140,537,404</b>	<b>\$ 150,042,921</b>	<b>\$ 64,595,603</b>	<b>\$ 62,719,234</b>	<b>\$ 205,133,007</b>	<b>\$ 212,762,155</b>

During fiscal year 2018, the City issued over \$5,000,000 of new debt through the IEPA's low interest revolving loan fund for the sewer fund improvements.

Additional information regarding the City's long-term debt can be found in Note 4 on pages 36 through 42 of this report.

**CITY OF BELLEVILLE, ILLINOIS**

Management's Discussion and Analysis

For the fiscal year ended April 30, 2018

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Belleville, Director of Finance, 101 South Illinois Street, Belleville, IL 62220.

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF NET POSITION  
APRIL 30, 2018

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<b><u>Assets</u></b>			
Cash and Cash Equivalents	\$ 20,381,357	\$ 7,041,500	\$ 27,422,857
Receivables (Net of allowance for uncollectible):			
Intergovernmental	4,627,371	-	4,627,371
Accounts	57,268	1,122,389	1,179,657
Interest/Other	599,892	-	599,892
Prepaid Expenses	631,742	68,905	700,647
Inventory	-	143,690	143,690
Capital Assets:			
Land	6,085,179	1,104,046	7,189,225
Buildings and Improvements	32,205,689	58,902,561	91,108,250
Equipment	1,867,748	1,334,058	3,201,806
Vehicles	10,630,745	1,223,206	11,853,951
Infrastructure	107,841,064	53,992,623	161,833,687
Construction in Progress	-	24,917,219	24,917,219
Accumulated Depreciation	<u>(90,456,574)</u>	<u>(36,459,727)</u>	<u>(126,916,301)</u>
Net Capital Assets	<u>68,173,851</u>	<u>105,013,986</u>	<u>173,187,837</u>
Total Assets	<u>94,471,481</u>	<u>113,390,470</u>	<u>207,861,951</u>
<b><u>Deferred Outflows of Resources</u></b>			
Future Pension Expense	3,142,831	-	3,142,831
Loss on Bond Refunding	-	92,093	92,093
Total Deferred Outflows of Resources	<u>3,142,831</u>	<u>92,093</u>	<u>3,234,924</u>
<b><u>Liabilities</u></b>			
Accounts Payable	2,713,130	2,320,447	5,033,577
Accrued Salaries and Benefits	952,109	142,627	1,094,736
Accrued Interest Payable	1,187,466	385,257	1,572,723
Noncurrent Liabilities:			
Due Within One Year	5,149,378	3,399,147	8,548,525
Due in More Than One Year	<u>135,388,026</u>	<u>61,196,456</u>	<u>196,584,482</u>
Total Liabilities	<u>145,390,109</u>	<u>67,443,934</u>	<u>212,834,043</u>
<b><u>Deferred Inflows of Resources</u></b>			
Future Pension Expense	<u>7,153,695</u>	<u>607,701</u>	<u>7,761,396</u>
	<u>7,153,695</u>	<u>607,701</u>	<u>7,761,396</u>
<b><u>Net Position</u></b>			
Net Investment in Capital Assets	37,548,295	41,154,109	78,702,404
Restricted	17,899,089	-	17,899,089
Unrestricted	<u>(110,376,876)</u>	<u>4,276,819</u>	<u>(106,100,057)</u>
Total Net Position	<u>\$ (54,929,492)</u>	<u>\$ 45,430,928</u>	<u>\$ (9,498,564)</u>

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

**CITY OF BELLEVILLE, ILLINOIS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED APRIL 30, 2018**

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities:</b>							
General Government	\$ 6,886,015	\$ 1,547,163	\$ -	\$ -	\$ (5,338,852)		\$ (5,338,852)
Public Safety	14,922,990	1,272,034	-	17,262	(13,633,694)		(13,633,694)
Public Works	4,225,712	28,689	-	46,612	(4,150,411)		(4,150,411)
Sanitation	2,342,371	3,391,021	-	-	1,048,650		1,048,650
Cemetery	213,162	57,271	-	-	(155,891)		(155,891)
Health and Welfare	911,634	218,906	-	-	(692,728)		(692,728)
Development	7,866,574	147,367	-	-	(7,719,207)		(7,719,207)
Cultural and Recreational	2,963,600	546,368	66,679	424,975	(1,925,578)		(1,925,578)
Interest on Long-term Debt	4,689,310	-	-	-	(4,689,310)		(4,689,310)
Total Governmental Activities	45,021,368	7,208,819	66,679	488,849	(37,257,021)		(37,257,021)
<b>Business-type Activities:</b>							
Sewerage	9,022,824	9,137,420	-	-		\$ 114,596	114,596
Total Business-type Activities	9,022,824	9,137,420	-	-		114,596	114,596
Total Government	\$ 54,044,192	\$ 16,346,239	\$ 66,679	\$ 488,849	(37,257,021)	114,596	(37,142,425)
<b>General Revenues:</b>							
Property Tax, Levied for General Purposes					21,986,440	-	21,986,440
Sales and Use Tax					14,124,363	-	14,124,363
Income Tax					4,047,232	-	4,047,232
Corporate Personal Property Tax					439,110	-	439,110
Motor Fuel Tax					1,170,694	-	1,170,694
Telecommunications Tax					985,692	-	985,692
Gaming Tax					275,259	-	275,259
Other Local Tax					142,739	-	142,739
Utility Tax					3,503,969	-	3,503,969
Investment Earnings					241,857	59,139	300,996
Miscellaneous					28,530	-	28,530
Transfers					(1,200,000)	1,200,000	-
Total General Revenues and Transfers					45,745,885	1,259,139	47,005,024
Change in Net Position					8,488,864	1,373,735	9,862,599
Net Position - Beginning, as Restated					(63,418,356)	44,057,193	(19,361,163)
Net Position - Ending					\$ (54,929,492)	\$ 45,430,928	\$ (9,498,564)

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

**CITY OF BELLEVILLE, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
APRIL 30, 2018

	<u>General Fund</u>	<u>Tax Increment Financing Fund</u>	<u>PD Project Construction Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>					
Cash and Cash Equivalents	\$ 1,462,890	\$ 9,772,720	\$ -	\$ 8,762,380	\$ 19,997,990
Receivables (Net of allowance for uncollectible):					
Property Tax	-	17,892,300	-	4,113,100	22,005,400
Intergovernmental	3,540,605	713,637	-	373,129	4,627,371
Accounts	57,268	-	-	-	57,268
Other	516,951	40,749	-	42,192	599,892
Due From Other Funds	807,958	-	-	-	807,958
Prepaid Expenses	601,363	-	-	30,379	631,742
Total Assets	<u>\$ 6,987,035</u>	<u>\$ 28,419,406</u>	<u>\$ -</u>	<u>\$ 13,321,180</u>	<u>\$ 48,727,621</u>
 <u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>					
Liabilities:					
Accounts Payable	\$ 288,060	\$ 1,105,613	\$ -	\$ 198,391	\$ 1,592,064
Accrued Salaries	907,172	-	-	44,937	952,109
Total Liabilities	<u>1,195,232</u>	<u>1,105,613</u>	<u>-</u>	<u>243,328</u>	<u>2,544,173</u>
Deferred Inflows of Resources:					
Unearned Revenue	<u>895,779</u>	<u>18,137,809</u>	<u>-</u>	<u>4,205,842</u>	<u>23,239,430</u>
Fund Balance:					
Nonspendable	601,363	-	-	30,379	631,742
Restricted	-	9,175,984	-	8,723,105	17,899,089
Committed	-	-	-	118,526	118,526
Unassigned	4,294,661	-	-	-	4,294,661
Total Fund Balance	<u>4,896,024</u>	<u>9,175,984</u>	<u>-</u>	<u>8,872,010</u>	<u>22,944,018</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 6,987,035</u>	<u>\$ 28,419,406</u>	<u>\$ -</u>	<u>\$ 13,321,180</u>	<u>\$ 48,727,621</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

RECONCILIATION OF THE BALANCE SHEET OF THE  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
FOR THE YEAR ENDED APRIL 30, 2018

Amounts reported for governmental fund balances are different because:

Fund balances - total governmental funds	\$ 22,944,018
Capital assets used in governmental activities are not financial resources and, therefore, are not reported on the balance sheet of the governmental funds.	68,173,851
Long-term debt (e.g., bonds, leases) is not reported as a liability on the balance sheet of the governmental funds.	(71,674,421)
Some receivables are not available to pay current-period expenditures and, therefore, are deferred in the governmental funds balance sheet, but recognized as revenue as economic financial resources.	1,234,030
Accrued interest payable on the long-term debt is not reported as a liability on the balance sheet of the governmental funds.	(1,187,466)
Accrued compensated absences are not reported as a liability on the balance sheet of the governmental funds.	(368,907)
Net pension liabilities and the related future pension expense are not reported as assets and liabilities on the balance sheet of the governmental funds.	(68,010,058)
The amount of accrued retirement benefits is not recorded as a liability on the balance sheet of the governmental funds.	(4,494,882)
Internal service funds are included in the statement of net position in the government wide financial statements as these funds benefit the general government as a whole.	<u>(1,545,657)</u>
Net position of governmental activities	<u>\$ (54,929,492)</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>General Fund</u>	<u>Tax Increment Financing Fund</u>	<u>PD Project Construction Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
Property Tax	\$ -	\$ 17,345,815	\$ -	\$ 4,311,985	\$ 21,657,800
Utility Tax	3,503,969	-	-	-	3,503,969
Intergovernmental	16,200,488	3,414,660	-	2,563,307	22,178,455
Local Tax	87,307	-	-	55,432	142,739
Licenses, Permits and Fees	1,568,510	-	-	-	1,568,510
Charges for Services	3,835,859	-	-	442,409	4,278,268
Fines and Forfeitures	168,617	-	-	380,419	549,036
Investment Earnings	21,357	124,944	5,784	84,825	236,910
Contributions	1,089	-	-	35,037	36,126
Reimbursements/Miscellaneous	568,964	147,367	-	75,058	791,389
Total Revenues	<u>25,956,160</u>	<u>21,032,786</u>	<u>5,784</u>	<u>7,948,472</u>	<u>54,943,202</u>
Expenditures:					
Current:					
General Government	3,768,211	-	61,677	2,293,429	6,123,317
Public Safety	15,837,434	-	-	76,005	15,913,439
Public Works	1,968,507	-	-	745,225	2,713,732
Sanitation	2,258,946	-	-	-	2,258,946
Cemetery	201,744	-	-	-	201,744
Health and Welfare	814,334	-	-	98,664	912,998
Development	241,923	7,629,935	-	-	7,871,858
Cultural and Recreational	764,582	-	-	2,108,494	2,873,076
Capital Outlay	19,250	3,615,772	2,618,116	56,564	6,309,702
Debt Service:					
Principal	186,669	1,474,940	-	1,530,000	3,191,609
Interest and Charges	98,700	3,583,984	-	1,101,963	4,784,647
Total Expenditures	<u>26,160,300</u>	<u>16,304,631</u>	<u>2,679,793</u>	<u>8,010,344</u>	<u>53,155,068</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(204,140)</u>	<u>4,728,155</u>	<u>(2,674,009)</u>	<u>(61,872)</u>	<u>1,788,134</u>
Other Financing Sources (Uses):					
Proceeds from Debt	-	455,122	-	-	455,122
Proceeds from Fixed Asset Sales	14,020	-	-	-	14,020
Transfers In	1,716,005	-	-	1,530,213	3,246,218
Transfers Out	<u>(642,639)</u>	<u>(4,146,218)</u>	<u>-</u>	<u>(155,361)</u>	<u>(4,944,218)</u>
Total Other Financing Sources (Uses)	<u>1,087,386</u>	<u>(3,691,096)</u>	<u>-</u>	<u>1,374,852</u>	<u>(1,228,858)</u>
Net Change in Fund Balances	883,246	1,037,059	(2,674,009)	1,312,980	559,276
Fund Balance, Beginning of Year, as Restated	<u>4,012,778</u>	<u>8,138,925</u>	<u>2,674,009</u>	<u>7,559,030</u>	<u>22,384,742</u>
Fund Balance, End of Year	<u>\$ 4,896,024</u>	<u>\$ 9,175,984</u>	<u>\$ -</u>	<u>\$ 8,872,010</u>	<u>\$ 22,944,018</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED APRIL 30, 2018

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

Net change in fund balances - total governmental funds	\$ 559,276
<p>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. This is the amount by which capital outlays (\$6,309,702) and contributed capital (\$46,612) exceeded depreciation expense (\$2,749,379) in the current year.</p>	3,606,935
<p>The issuance of long-term debt (e.g., bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of those differences in the treatment of long-term debt and related items.</p>	2,831,824
<p>Accrued compensated absences are reported in the government-wide statement of activities and changes in net assets, but do not require the use of current financial resources; therefore, accrued compensated absences are not reported as expenditures in governmental funds. This is the change in accrued compensated absences.</p>	47,646
<p>Net pension liabilities and the related future pension expense are reported in the government-wide statement of activities and changes in net position, but do not require the use of current financial resources; therefore, these amounts are not reported as expenditures in governmental funds. This is the change in the net</p>	2,239,416
<p>The amount of accrued retirement benefits is not recorded as expense in the fund financial statements. In the statement of activities, these amounts are included and recorded currently in the various functional expense categories. This amount is the current year addition to accrued retirement benefits that has been included in the statement of activities.</p>	(367,526)
<p>Some intergovernmental revenues will not be collected for several months after the City's fiscal year end. They are not considered "available" revenues in the governmental funds. This is the change in deferred revenues between fiscal years.</p>	(627,189)
<p>Activity related to the internal service funds are included in the statement of net position in the government wide financial statements as these funds benefit the general government as a whole.</p>	<u>198,482</u>
Change in net position of governmental activities	<u>\$ 8,488,864</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 APRIL 30, 2018

	<u>Business Type Activities - Enterprise Fund Sewerage</u>	<u>Governmental Activities - Internal Service Funds</u>
<b><u>Assets</u></b>		
Current Assets:		
Cash	\$ 7,041,500	\$ 383,367
Receivables (Net, where applicable, of allowances for uncollectible):		
Property Tax	-	475,200
Accounts	561,902	-
Unbilled Revenue	560,487	-
Prepaid Expenses	68,905	-
Inventory, at Cost	143,690	-
Total Current Assets	<u>8,376,484</u>	<u>858,567</u>
Noncurrent Assets:		
Capital Assets:		
Land	1,104,046	-
Buildings and Improvements	58,902,561	-
Equipment	1,334,058	-
Vehicles	1,223,206	-
Distribution System	53,992,623	-
Construction in Progress	24,917,219	-
Total	141,473,713	-
Less - Accumulated Depreciation	<u>(36,459,727)</u>	-
Net Capital Assets	105,013,986	-
Total Assets	<u>\$ 113,390,470</u>	<u>\$ 858,567</u>
<b><u>Deferred Outflows of Resources</u></b>		
Loss on Bond Refunding	\$ 92,093	\$ -
<b><u>Liabilities</u></b>		
Current Liabilities:		
Accrued Payroll and Benefits	\$ 142,627	\$ -
Accounts Payable	2,320,447	1,121,066
Accrued Interest	385,257	-
Due to Other Funds	-	807,958
Total Current Liabilities	<u>2,848,331</u>	<u>1,929,024</u>
Noncurrent Liabilities:		
Net Pension Liability	194,891	-
Accrued Sick Leave	26,262	-
OPEB Obligation	142,422	-
Due Within One Year	3,399,147	-
Due in More Than One Year	60,832,881	-
Total Noncurrent Liabilities	<u>64,595,603</u>	-
Total Liabilities	<u>\$ 67,443,934</u>	<u>\$ 1,929,024</u>
<b><u>Deferred Inflows of Resources</u></b>		
Unearned Revenue	\$ -	\$ 475,200
Future Pension Expense	607,701	-
	<u>\$ 607,701</u>	<u>\$ 475,200</u>
<b><u>Net Position</u></b>		
Net Investment in Capital Assets	\$ 41,154,109	\$ -
Unrestricted	4,276,819	(1,545,657)
Total Net Position	<u>\$ 45,430,928</u>	<u>\$ (1,545,657)</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Business Type Activities - Enterprise Fund Sewerage</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating Revenues:		
Charges for Services	\$ 9,137,420	\$ 4,014,245
Operating Expenses:		
Personal Services	2,316,881	4,647,350
Supplies	310,666	-
Contractual Services	2,694,396	-
Depreciation	2,597,264	-
Total Operating Expenses	<u>7,919,207</u>	<u>4,647,350</u>
Operating Income (Loss)	<u>1,218,213</u>	<u>(633,105)</u>
Nonoperating Revenues (Expenses):		
Amortization	(9,610)	-
Property Tax	-	328,640
Investment Earnings	59,139	4,947
Interest and Fiscal Charges	(1,094,007)	-
Total Nonoperating Revenues (Expenses)	<u>(1,044,478)</u>	<u>333,587</u>
Income (Loss) Before Transfers	173,735	(299,518)
Transfers In	<u>1,200,000</u>	<u>498,000</u>
Change in Net Position	1,373,735	198,482
Net Position - Beginning of Year, As Restated	<u>44,057,193</u>	<u>(1,744,139)</u>
Net Position - End of Year	<u>\$ 45,430,928</u>	<u>\$ (1,545,657)</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED APRIL 30, 2018

	Business Type Activities - Enterprise Fund <u>Sewerage</u>	Governmental Activities - Internal Service Funds <u>Service Funds</u>
Cash Flows from Operating Activities:		
Receipts from Customers	\$ 9,208,919	\$ 4,019,680
Payments to Suppliers	(3,590,449)	(4,846,129)
Payments to Employees	(1,914,983)	-
Net Cash Provided (Used) by Operating Activities	<u>3,703,487</u>	<u>(826,449)</u>
Cash Flows from Noncapital Financing Activities:		
Property Tax	-	328,640
Payments from (to) Other Funds	1,200,000	498,000
Net Cash Provided by Noncapital Financing Activities	<u>1,200,000</u>	<u>826,640</u>
Cash Flows from Capital and Related Financing Activities:		
Principal Payments on Long-Term Debt	(2,038,239)	-
Proceeds from Long-Term Debt	5,004,097	-
Interest Paid on Debt	(1,132,590)	-
Cash Payments for Capital Assets	(4,698,051)	-
Net Cash Provided (Used) by Capital Related Financing Activities	<u>(2,864,783)</u>	<u>-</u>
Cash Flows from Investing Activities:		
Interest Received	59,139	4,947
Net Cash Provided by Investing Activities	<u>59,139</u>	<u>4,947</u>
Net Change in Cash and Cash Equivalents	2,097,843	5,138
Cash and Cash Equivalents, Beginning of Year	4,943,657	378,229
Cash and Cash Equivalents, End of Year	<u>\$ 7,041,500</u>	<u>\$ 383,367</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	\$ 1,218,213	\$ (633,105)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	2,597,264	-
Net Pension Liability Adjustment	(142,345)	-
(Increase) Decrease in Assets:		
Accounts Receivable	432,598	5,435
Unbilled Revenue	(174,015)	-
Inventory	(379)	-
Prepaid Expenses	410	-
Increase (Decrease) in Liabilities:		
Accrued Payroll and Benefits	(69,368)	-
Accounts Payable	28,193	(198,779)
Unearned Revenue	(187,084)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,703,487</u>	<u>\$ (826,449)</u>

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

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS - PENSION TRUST FUNDS  
APRIL 30, 2018

Assets:	
Cash and Cash Equivalents	\$ 2,953,566
Investments, at Market	60,719,563
Receivables:	
Taxes Receivable	6,732,572
Other	4,867
Interest Receivable	<u>133,538</u>
Total Assets	<u>70,544,106</u>
Liabilities	<u>13,523</u>
Net Position - Restricted for Pensions	<u><u>\$ 70,530,583</u></u>

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

**CITY OF BELLEVILLE, ILLINOIS**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS - PENSION TRUST FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

Additions:

Contributions:

Employee Contributions	\$ 977,368
Employer Contributions:	
Property Taxes	6,702,137
Personal Property Replacement Taxes	150,549
Total Contributions	<u>7,830,054</u>

Investment Income:

Interest and Dividend Income	1,778,406
Gain (Loss) on Sales of Securities	650,592
Net Appreciation in Fair Market Value of Investments	<u>2,325,859</u>
	4,754,857
Less Investment Expense	<u>(118,004)</u>
Total Investment Income	<u>4,636,853</u>

Reimbursements	<u>539</u>
Total Additions	<u>12,467,446</u>

Deductions:

Benefits Paid to Participants:	
Service and Disability	6,098,449
Dependents	930,555
Refund of Contributions	137,998
Professional Fees	51,569
Other	<u>27,110</u>
Total Deductions	<u>7,245,681</u>

Change in Net Position	5,221,765
Net Position - Beginning of Year	<u>65,308,818</u>
Net Position - End of Year	<u>\$ 70,530,583</u>

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

## CITY OF BELLEVILLE, ILLINOIS

### NOTE TO FINANCIAL STATEMENTS

APRIL 30, 2018

#### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Belleville, Illinois (City) was incorporated on March 30, 1850, under the provisions of the State of Illinois. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, sanitation, recreation, public improvements, planning and development and general administrative services. The City also provides sewer utilities services.

##### (a) Reporting entity

The City defines its reporting entity in accordance with Codification of Governmental Accounting and Financial Reporting Standards, Section 2100. The criteria used in determining the scope of the entity for financial reporting purposes includes, but is not limited to, the method of budget adoption, taxing authority, whether debt is secured by revenues or general obligations of the City, the obligation of the City to finance any deficits that may occur and supervision over the accounting functions.

Component units are organizations for which the City, as the primary government, is financially accountable. To be considered financially accountable, the organization must be fiscally dependent on the City or the City must appoint a majority of the board of the organization and either (1) be able to impose its will on the organization or (2) the relationship must have the potential for creating a financial benefit to or imposing a financial burden on the City.

Based on the foregoing, the City's financial statements include all funds, agencies, boards, commissions and authorities that are controlled by or dependent on the City.

##### (b) Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

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

(c) Measurement focus, basis of accounting and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

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

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Tax Increment Financing Fund accounts for all activity related to the various tax increment financing districts of the City.

The PD Project Construction Fund accounts for all activity related to the building of the new police station and renovation of City Hall.

The City reports the following major proprietary fund:

The Sewer Fund accounts for all activities related to the billing, administration and collection processes of the sewer utilities. The City operates the sewage treatment plant, sewage pumping stations and collection systems.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are reimbursements between funds for direct costs applicable to the other fund. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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.

(d) Assets, liabilities and net position

Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposits and short-term investments with original maturities of three months or less. All deposits and investments are reported at fair value.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City is authorized by state statute to invest in obligations of the United States of America, insured interest bearing accounts of banks, savings and loan associations or credit unions, certain short-term obligations of corporations organized in the United States, money market mutual funds that invest in obligations of the United States of America or its agencies or are guaranteed by the full faith and credit of the United States of America, the Illinois Funds and repurchase agreements of government securities. Investment income is recognized as earned.

The pension funds are authorized to invest in all the same obligations of the City as well as corporate obligations, stock, and mutual funds to a limited percentage. Investment income is recognized as earned.

Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade receivables are shown net of an allowance for uncollectible accounts. The allowance for uncollectible accounts in the enterprise funds at April 30, 2018 is \$153,319.

Unbilled sewer utility receivables related to the business-type activities are recorded at year-end. They are determined by taking cycle billings subsequent to April 30 and prorating the applicable number of days to the current fiscal year.

Capital assets

Capital assets, which include property, plant and equipment, are reported in the business-type activities columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects when constructed.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

<u>Type of Property And Equipment</u>	<u>Estimated Useful Lives</u>
Buildings and Improvements	10 - 50 Years
Collection Systems	10 - 50 Years
Vehicles and Equipment	5 - 10 Years
Infrastructure	10 - 40 Years

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. Debt premiums and discounts are deferred and amortized over the life of the debt using the effective interest method.

In the fund financial statements, governmental fund types recognize debt premiums, discounts, and issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums and discounts related to debt issuances are reported as other financing sources and uses.

Fund balance

In the fund financial statements, the City classifies the governmental fund balances based upon the following criteria:

Nonspendable – includes amounts that cannot be spent because they are either 1) not in spendable form, or 2) legally or contractually required to remain intact.

Restricted – balances with constraints that are either externally imposed by creditors or imposed by law through constitutional provisions or enabling legislation.

Committed – balances that are to be only used for specific purposes pursuant to constraints imposed by formal action of the City Council, the government’s highest level of decision-making authority.

Assigned – balances that are constrained by the government’s administration with the intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned – the residual classification of the General Fund balance.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

When expenditures are incurred for which the City has both restricted and unrestricted funds available, the City spends any restricted funds before using unrestricted sources. Likewise, the City uses committed, assigned and then unassigned balances, in that order, when spending amounts for which all three categories are available.

The following details the description and amount of all constraints recorded by the City in the fund financial statements:

<u>Governmental Funds</u>	
Nonspendable:	
Prepaid Expenses	\$ 631,742
Restricted:	
Property/Sales Tax Restrictions	\$ 3,662,541
TIF Balances	9,175,984
Debt Service	3,578,260
Cemetery Care	210,295
Fines/Forfeitures	424,539
Motor Fuel Tax	844,079
Restricted Donations	3,391
	<u>\$ 17,899,089</u>
Committed:	
Capital Projects	\$ 10,260
Tourism	43,646
Parks Project Funds	64,620
	<u>\$ 118,526</u>
<u>Fiduciary Funds</u>	
Reserved for Employees' Pension Benefits	\$ 70,530,583

(e) Estimates

The City uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenditures. Actual results could vary from estimates that were used.

(f) Risk management

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(g) Budget and budgetary accounting

The City's procedures in establishing the budgetary data reflected in the basic financial statements are as follows:

1. Prior to April 1, the Finance Officer submits to the City Council a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed disbursements and related financing methods.
2. Prior to May 1, the budget is legally enacted through passage of an ordinance.
3. The Finance Officer is authorized to transfer budgeted amounts between line items within an object level of a department; however, any revisions that alter the total expenditure of any object level within a department must be approved by the City Council.
4. Budgets for all funds are adopted on the cash basis.
5. Unused appropriations for all the above annually budgeted funds lapse at year end.
6. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year.

(h) Inventory

Inventory is stated at the lower of cost or market. Cost is determined primarily by the first-in, first-out method.

(i) Compensated absences

City employees earn vacation during the current year which must be taken in the subsequent year. Accrued vacation time is recognized as a liability when earned and any unused accumulated vacation is payable to employees upon termination. Accrued vacation is recorded in the respective fund type from which it will be paid. Unused sick leave benefits are paid to terminating employees at a rate of \$1.00 to \$2.00 per hour for the first 1,000 hours and \$3.00 to \$4.00 per hour in excess of 1,000 hours and are accrued accordingly. Retiring employees can elect to have up to 1,920 unused sick pay hours transferred to their pension, which will be paid out at the calculated pension rate.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

**NOTE 2: CASH AND INVESTMENTS**

**General Government & Business-Like Activities**

At April 30, 2018, the carrying amount of the City's deposits was \$21,165,579 and the bank balance was \$21,220,037. The deposits were comprised of interest checking, savings, federal government obligation funds and certificates of deposit. The City also maintains cash on hand of \$3,529.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the City's name. As of April 30, 2018, all of the City's bank balance was either FDIC insured or collateralized. These amounts are reported in the financial statements as follows:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Federal Money Market Fund	Daily	\$ 5,915,010
Illinois Metropolitan Investment Fund	Daily	338,739
		<u>6,253,749</u>
Deposits from above		21,165,579
Petty Cash		3,529
		<u>\$ 27,422,857</u>
<u>As Reported in the Financial Statements</u>		
Cash and Investments		<u>\$ 27,422,857</u>

The Illinois Metropolitan Investment Fund is a pooled investment that is operated as not-for-profit common law trust and is not registered with the SEC. The funds are monitored regularly through the State by internal and external audits. The goal of the fund is to provide liquidity and to maintain balances that are equal to the par value of the invested shares with no loss to market fluctuations. The fair value of the City's position in the pool is the same as the value of the pool shares.

Interest Rate Risk. The City's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. As of April 30, 2018, the City's investment credit ratings were as follows:

<u>Investment</u>	<u>Standard &amp; Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Illinois Metropolitan Investment Fund	--	Aaa

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Concentration of Credit Risk. As of April 30, 2018, the City did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2018, the City did not have foreign currency risk.

**Fire Pension**

At April 30, 2018, the carrying amount and the bank balance of the Fire Pension Fund's deposits was \$928,400. The deposits were comprised of an interest checking account and a money market account.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Fire Pension Fund's deposits may not be returned to it. The Fire Pension Fund requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Fire Pension's name.

As of April 30, 2018, the Fire Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Corporate Bonds	4.67	\$ 3,738,790
U.S. Treasury Notes	4.04	4,177,653
Federal Loan Mortgage Corporation	11.50	127,928
Federal National Mortgage Association	22.66	384,250
Mutual Funds	--	12,422,014
Common Stock	--	<u>3,669,741</u>
		24,520,376
Deposits as reported above		<u>928,400</u>
Total deposits and investments		<u>\$ 25,448,776</u>
As included in the combined financial statements:		
Cash and Cash Equivalents		\$ 928,400
Investments		<u>24,520,376</u>
		<u>\$ 25,448,776</u>

Interest Rate Risk. The Fire Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Credit Risk. As of April 30, 2018, the Fire Pension Fund had the following investment credit risk.

<u>Investment</u>	<u>Standard &amp; Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Corporate Bonds	--	Aaa to Baa3
Federal National Mortgage Association	AA+	Aaa
Federal Loan Mortgage Corporation	AA+	Aaa

Concentration of Credit Risk. As of April 30, 2018, the Fire Pension Fund did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2018, the Fire Pension Fund did not have foreign currency risk.

**Police Pension**

At April 30, 2018, the carrying amount and bank balance of the Police Pension Fund's deposits was \$3,402,308. The deposits were comprised of a checking account, certificates of deposit, and a money market account.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension requires that all deposits be fully covered by FDIC insurance or collateralized with investments held by the financial institution in the Police Pension Fund's name.

Interest Rate Risk. The Police Pension Fund's investment policy limits investment maturities in order to maintain sufficient liquidity to reflect the cash flow needs of the fund type being invested. The policy also requires diversification of the investment portfolio via length of maturity as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As of April 30, 2018, the Police Pension Fund had the following investments:

<u>Investment</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
U.S. Treasury Note	4.30	\$ 381,750
U.S. Treasury Strips	3.43	1,110,433
U. S. Treasury Bill	0.16	299,168
Corporate Bonds	3.28	5,091,397
Government National Mortgage Association	23.83	1,468,136
Federal Farm Credit Bank	7.51	1,229,154
Municipal and State Bonds	2.59	129,743
Federal Home Loan Mortgage Corporation	21.18	150,668
Federal National Mortgage Association	24.02	175,169
Federal Home Loan Bank	6.74	483,396
Tennessee Valley Authority Coupons	3.13	274,432
Financing Corporation Strips	0.66	199,173
Mutual Funds	--	<u>23,829,426</u>
		34,822,045
Deposits as reported above		<u>3,402,308</u>
Total deposits and investments		<u>\$ 38,224,353</u>
As included in the combined financial statements:		
Cash and Cash Equivalents		\$ 3,402,308
Investments		<u>34,822,045</u>
		<u>\$ 38,224,353</u>

Credit Risk. As of April 30, 2018, the Police Pension Fund's investment credit ratings were as follows:

<u>Investment</u>	<u>Standard &amp; Poor's Rating</u>	<u>Moody's Investors Service Rating</u>
Federal Home Loan Mortgage Corporation	AA+	Aaa
Federal National Mortgage Association	AA+	Aaa
Federal Farm Credit Bank	AA+	Aaa
Federal Home Loan Bank	AA+	Aaa
Des Plaines IL Bond	--	Aa2
Financing Corporation Strips	--	--
Corporate Bonds	AAA to A	Aaa to A3

Concentration of Credit Risk. As of April 30, 2018, the Police Pension Fund did not have a concentration of credit risk.

Foreign Currency Risk. As of April 30, 2018, the Police Pension Fund has no foreign currency risk.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

**NOTE 3: PROPERTY, PLANT AND EQUIPMENT**

The following summarizes property, plant and equipment, and related depreciation, held by the City at April 30, 2018:

	Beginning Balance	Additions/ Completions	Retirements/ Deletions	Ending Balance
<u>Governmental activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 6,082,179	\$ 3,000	\$ -	\$ 6,085,179
Total capital assets not being depreciated	<u>6,082,179</u>	<u>3,000</u>	<u>-</u>	<u>6,085,179</u>
Capital assets, being depreciated:				
Buildings and improvements	27,474,333	4,731,356	-	32,205,689
Machinery and equipment	1,629,353	238,395	-	1,867,748
Vehicles	9,776,968	853,777	-	10,630,745
Infrastructure	107,311,278	529,786	-	107,841,064
Total capital assets being depreciated	<u>146,191,932</u>	<u>6,353,314</u>	<u>-</u>	<u>152,545,246</u>
Less accumulated depreciation for:				
Buildings and improvements	3,489,697	561,347	-	4,051,044
Machinery and equipment	1,067,485	93,765	-	1,161,250
Vehicles	7,390,547	667,850	-	8,058,397
Infrastructure	75,759,466	1,426,417	-	77,185,883
Total accumulated depreciation	<u>87,707,195</u>	<u>2,749,379</u>	<u>-</u>	<u>90,456,574</u>
Total capital assets, being depreciated, net	<u>58,484,737</u>	<u>3,603,935</u>	<u>-</u>	<u>62,088,672</u>
Governmental activities capital assets, net	<u>\$ 64,566,916</u>	<u>\$ 3,606,935</u>	<u>\$ -</u>	<u>\$ 68,173,851</u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 1,104,046	\$ -	\$ -	\$ 1,104,046
Construction in Progress	23,509,812	3,868,226	2,460,819	24,917,219
Total not being depreciated	<u>24,613,858</u>	<u>3,868,226</u>	<u>2,460,819</u>	<u>26,021,265</u>
Capital assets, being depreciated:				
Buildings and improvements	58,835,689	66,872	-	58,902,561
Utility systems	51,276,521	2,716,102	-	53,992,623
Machinery and equipment	1,334,058	-	-	1,334,058
Vehicles	1,223,206	-	-	1,223,206
Total capital assets, being depreciated	<u>112,669,474</u>	<u>2,782,974</u>	<u>-</u>	<u>115,452,448</u>
Less accumulated depreciation for:				
Buildings and improvements	6,982,378	1,470,271	-	8,452,649
Utility systems	24,789,865	1,032,282	-	25,822,147
Machinery and equipment	1,001,046	57,445	-	1,058,491
Vehicles	1,089,174	37,266	-	1,126,440
Total accumulated depreciation	<u>33,862,463</u>	<u>2,597,264</u>	<u>-</u>	<u>36,459,727</u>
Total capital assets, being depreciated, net	<u>78,807,011</u>	<u>185,710</u>	<u>-</u>	<u>78,992,721</u>
Business-type activities capital assets, net	<u>\$ 103,420,869</u>	<u>\$ 4,053,936</u>	<u>\$ 2,460,819</u>	<u>\$ 105,013,986</u>

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Depreciation expense charged to operations for the year ended April 30, 2018 was as follows:

Governmental activities:	
General government	\$ 117,510
Public safety	798,676
Streets and highways, including depreciation of general infrastructure assets	1,565,827
Sanitation	105,788
Cemetery	15,522
Cultural and recreational	<u>146,056</u>
Total depreciation expense - governmental activities	<u>\$2,749,379</u>
Business-type activities:	
Sewer	<u>\$2,597,264</u>

**NOTE 4: LONG-TERM DEBT**

The following is a summary of long-term debt of the City for the year ended April 30, 2018:

**Governmental Activities**

\$1,350,000 Special Service Area Bonds, Series 2006, interest ranging from 4.15% to 4.40%, payable January 1 and July 1, with principal payments on January 1 through 2027. This debt is being retired by the Special Service Area Fund.	\$ 770,000
\$16,350,000 Tax Increment Refunding Revenue Bonds, Series 2007A, interest at 5.70%, interest and principal payable May 1 and November 1, through 2024. This debt is being retired by the Tax Increment Financing Fund.	13,905,000
\$6,565,000 Taxable Business District Revenue Bonds, Series 2007B, interest at 7.875%, interest and principal payable May 1 and November 1, through 2021. This debt is being retired by the Tax Increment Financing Fund.	6,275,000
\$204,454 General Obligation Refunding Bonds, Series 2009, interest ranging from 3.40% to 4.35% payable January 1 and July 1, with principal payments on January 1 through 2028. These bonds were issued to refund Series 2003 Bonds. This debt is being retired by the General Fund.	127,444

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$5,000,000 General Obligation Bonds, Series 2011, interest ranging from 5.00% to 5.25% payable January 1 and July 1, with principal payments on January 1 through 2031. This debt is being retired by the Tax Increment Financing Fund.	5,000,000
\$5,636,342 General Obligation Refunding Bonds, Series 2011B, interest ranging at 2.75% payable January 1 and July 1, with a final principal payment on January 1, 2019. These bonds were issued to refund the entire Series 2004 General Bonds and a portion of the Series 2005 Project Bonds. This debt is being retired by the Debt Service Fund.	800,000
\$16,150,000 SWIDA 2011A Local Government Program Revenue Bonds, dated October 27, 2011, interest ranging from 6.00% to 7.00%, interest and principal payable January 1 and July 1, through 2027. This debt is being retired by the Tax Increment Financing Fund.	14,695,000
\$1,560,000 SWIDA 2011B Local Government Program Revenue Bonds, dated October 27, 2011, interest of 8.75%, interest and principal payable January 1 and July 1, through 2026. This debt is being retired by the Tax Increment Financing Fund.	1,560,000
\$5,700,000 SWIDA 2011C Taxable Local Government Program Revenue Bonds, dated October 27, 2011, interest ranging from 8.318% to 9.250%, interest and principal payable January 1 and July 1, through 2022. This debt is being retired by the Tax Increment Financing Fund.	3,720,000
\$6,915,000 General Obligation Refunding Bonds, Series 2012, interest ranging from 1.50% to 2.50%, interest and principal payable January 1 and July 1, through 2026. These bonds were issued to refund a portion of the Series 2005 Project Bonds. This debt is being retired by the Debt Service Fund.	6,755,000
\$9,495,000 General Obligation Bonds, Series 2014, interest ranging from 3.0% to 4.0%, interest and principal payable January 1 and July 1, through 2035. This debt is being retired by the Debt Service Fund.	8,510,000
\$8,500,000 General Obligation Bonds, Series 2015, interest ranging from 2.00% to 4.25%, interest and principal payable January 1, through 2036. This debt is being retired by the Debt Service Fund.	7,425,000

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The annual requirement to retire governmental activities bonds outstanding as of April 30, 2018 is as follows:

Year Ending April 30,	Principal	Interest	Totals
2019	\$ 4,785,499	\$ 3,229,822	\$ 8,015,321
2020	5,303,338	2,857,381	8,160,719
2021	5,720,715	2,549,930	8,270,645
2022	10,253,841	2,194,858	12,448,699
2023	4,708,272	1,841,233	6,549,505
2024 - 2028	27,565,779	5,387,207	32,952,986
2029 - 2033	8,285,000	1,547,213	9,832,213
2034 - 2036	2,920,000	208,137	3,128,137
	<u>\$ 69,542,444</u>	<u>\$ 19,815,781</u>	<u>\$ 89,358,225</u>

Notes Payable and Capital Leases

\$625,110 capital lease, Commerce Bank, N.A., dated July 19, 2012, for one new fire truck, secured by the equipment, bears interest at 2.55%; annual principal and interest payments of \$56,061 are due through July 2022. This debt is being retired by the Tax Increment Financing Fund. 259,853

\$393,006 capital lease, Commerce Bank, N.A., dated February 11, 2013, for Energy Improvements, secured by the equipment, bears interest at 3.278%; semi-annual principal and interest payments of \$19,910 are due through January 2025. This debt is being retired by the Tax Increment Financing Fund. 247,080

\$32,833 capital lease, Caterpillar Financial Services Corp., dated February 20, 2014, for one caterpillar, secured by the equipment, bears interest at 2.98%; annual principal and interest payments of \$6,958 are due through January 2019. This debt is being retired by the General Fund. 6,757

\$138,156 note payable, Bank of Belleville, dated March 22, 2016, for one Sanitation truck, secured by the equipment, bears interest at 1.87%; annual principal and interest payments of \$47,590 are due through December 2018. This debt is being retired by the Tax Increment Financing Fund. 46,857

\$300,000 note payable, Bank of Belleville, dated December 15, 2015, for Meredith House repayment, secured by the property, bears interest at 1.95%; semi-annual principal and interest payments are due through December 2018. This debt is being retired by the General Fund. 100,000

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$256,667 capital lease, Commerce Bank, N.A., dated October 17, 2016, for one new street sweeper, secured by the equipment, bears interest at 1.836%; semi-annual principal and interest payments of \$26,772 are due through April 2021. This debt is being retired by the Tax Increment Financing Fund. 155,426

\$247,946 note payable, Bank of Belleville, dated May 6, 2016, for new fire equipment, secured by the equipment, bears interest at 1.805%; semi-annual principal and interest payments of \$20,000 are due through May 2020. This debt is being retired by the General Fund. 94,461

\$455,122 capital lease, Clayton Holdings, L.L.C., dated November 21, 2017, for E-One Custom Pumper, secured by the equipment, bears interest at 2.97%; semi-annual principal and interest payments of \$26,470 are due through November 2022. This debt is being retired by the Tax Increment Financing Fund. 455,122

The City is obligated under notes and capital leases considered to be equivalent to an installment purchase. Future payments under the loans and capital leases as of April 30, 2018 are as follows:

Year Ending April 30,	Principal	Interest	Totals
2019	\$ 363,879	\$ 35,011	\$ 398,890
2020	215,468	26,899	242,367
2021	197,829	21,557	219,386
2022	131,886	16,935	148,821
2023	135,731	13,090	148,821
2024 - 2028	<u>320,763</u>	<u>23,574</u>	<u>344,337</u>
	<u>\$ 1,365,556</u>	<u>\$ 137,066</u>	<u>\$ 1,502,622</u>

**Proprietary Fund Debt**

General Obligation Bonds

\$3,180,546 2009 General Obligation Refunding Bonds, dated December 1, 2009, interest ranging from 3.40% to 4.35% payable January 1 and July 1, with principal payments on January 1 through 2028. This debt is being retired by the Sewer Fund. \$ 1,982,556

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The annual requirement to retire business-type bonds outstanding as of April 30, 2018 is as follows:

Year Ending April 30,	Principal	Interest	Totals
2019	\$ 164,430	\$ 78,450	\$ 242,880
2020	173,826	72,858	246,684
2021	178,524	66,602	245,126
2022	183,222	59,996	243,218
2023	192,618	53,034	245,652
2024-2028	<u>1,089,936</u>	<u>141,946</u>	<u>1,231,882</u>
	<u>\$ 1,982,556</u>	<u>\$ 472,886</u>	<u>\$ 2,455,442</u>

Notes Payable

\$346,259 note payable to Illinois Environmental Protection Agency for construction of a swirl concentrator on the combined sewer overflow at the 88th Street lift station, bearing interest at a rate of 2.625%, semi-annual principal and interest payments of \$11,401 are due through April 2019. \$ 22,360

\$144,490 note payable to Illinois Environmental Protection Agency for the sewer system lining, bearing interest at the rate of 2.625%, semi-annual principal and interest payments of \$4,757 are due through November 2018. 9,331

\$17,682,292 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.25%, semi-annual principal and interest payments of \$500,987 are due through January 2032. 12,832,143

\$17,720,902 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.25%, semi-annual principal and interest payments of \$502,081 are due through June 2033. 14,109,627

\$3,393,364 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 2.295%, semi-annual principal and interest payments are due through March 2034. 2,977,639

\$7,566,251 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 2.295%, semi-annual principal and interest payments are due through June 2033. 6,674,075

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

\$2,592,545 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.995%, semi-annual principal and interest payments are due through May 2035. \$ 2,326,125

\$21,008,319 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.86%, semi-annual principal and interest payments are due through November 2037. 21,008,319

\$1,244,185 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.75%, semi-annual principal and interest payments will be due at the completion of the project and all loan draws have been made. 1,037,883

\$8,553,013 note payable to Illinois Environmental Protection Agency for the long-term control plan, bearing interest at the rate of 1.76%, semi-annual principal and interest payments will be due at the completion of the project and all loan draws have been made. 1,251,970

The IEPA loans are all paid by the Sewer Fund. The annual requirement to retire business-type activities notes outstanding as of April 30, 2018 is as follows:

Year Ending April 30,	Principal	Interest	Totals
2019	\$ 3,234,717	\$ 1,003,489	\$ 4,238,206
2020	3,253,394	990,700	4,244,094
2021	3,364,130	918,167	4,282,297
2022	3,418,844	863,452	4,282,296
2023	3,474,441	807,856	4,282,297
2024-2028	18,240,258	3,171,225	21,411,483
2029-2033	18,776,839	1,632,668	20,409,507
2034-2038	8,374,233	383,370	8,757,603
2039	<u>112,616</u>	<u>1,991</u>	<u>114,607</u>
	<u>\$ 62,249,472</u>	<u>\$ 9,772,918</u>	<u>\$ 72,022,390</u>

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The overall debt activity of the City for the year ended April 30, 2018 is summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
<b>Governmental Activities:</b>					
Bonds Payable	\$ 72,382,712	\$ -	\$ 2,840,268	\$ 69,542,444	\$ 4,785,499
Note Payable	457,203	-	215,885	241,318	185,291
Leases Payable	804,572	455,122	135,456	1,124,238	178,588
Bond Premiums	813,905	-	47,484	766,421	-
OPEB Obligation	4,127,356	367,526	-	4,494,882	-
Net Pension Liability	71,040,620	3,044,255	10,085,681	63,999,194	-
Compensated Absences	416,553	-	47,646	368,907	-
	<u>\$ 150,042,921</u>	<u>\$ 3,866,903</u>	<u>\$ 13,372,420</u>	<u>\$ 140,537,404</u>	<u>\$ 5,149,378</u>
<b>Business-type Activities:</b>					
Bonds Payable	\$ 2,142,288	\$ -	\$ 159,732	\$ 1,982,556	\$ 164,430
Notes Payable	59,123,882	5,004,097	1,878,507	62,249,472	3,234,717
Net Pension Liability	1,287,396	-	1,092,505	194,891	-
OPEB Obligation	121,853	20,569	-	142,422	-
Compensated Absences	43,815	-	17,553	26,262	-
	<u>\$ 62,719,234</u>	<u>\$ 5,024,666</u>	<u>\$ 3,148,297</u>	<u>\$ 64,595,603</u>	<u>\$ 3,399,147</u>

**NOTE 5: PENSION AND RETIREMENT PLANS**

**Illinois Municipal Retirement Fund**

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

*Funding Policy.* As set by statute, members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2017 was 10.96 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Covered Employees.* The following types of employees comprise the membership of the plan.

Retirees and Beneficiaries	185
Inactive, non-Retired Members	76
Active Members	<u>194</u>
Total	<u>455</u>

*Discount Rate.* GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.31%; and the resulting single discount rate is 7.50%.

Actuarial Valuation Date	12/31/17
Measurement Date of the Net Pension Liability	12/31/17
Fiscal Year End	04/30/18

Development of the Single Discount Rate as of December 31, 2017	
Long-Term Expected Rate of Investment Return	7.50%
Long-Term Municipal Bond Rate	3.31%
Last year ending December 31 in the 2018 to 2117 projection period for which projected benefit payments are fully funded	2117
Resulting Single Discount Rate based on the above development	7.50%
Single Discount Rate calculated using December 31, 2016 Measurement Date	7.50%

The Long-Term Municipal Bond Rate is based on the Fidelity Index's "20-Year Municipal GO AA Index" as of December 29, 2017.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Actuarial Assumptions.* The following are the actuarial assumptions used in the calculation of the net pension liability.

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10 year rolling period Taxing bodies: 26 year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.50%
Price Inflation	2.75% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	An IMRF specific mortality table was used with fully generational projection scale MP-2014. The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014.

There were no benefit changes during the year.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Net Pension Liability.* The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

<b>Total pension liability</b>	
Service Cost	\$ 1,012,756
Interest on the Total Pension Liability	4,077,653
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	1,004,964
Changes of assumptions	(1,825,644)
Benefit payments, including refunds of employee contributions	<u>(2,683,027)</u>
Net change in total pension liability	\$ 1,586,702
Total pension liability - beginning	<u>55,203,843</u>
Total pension liability - ending	<u>\$ 56,790,545</u>
<b>Plan fiduciary net position</b>	
Contributions - employer	\$ 1,042,246
Contributions - employee	457,474
Net investment income	8,464,667
Benefit payments, including refunds of employee contributions	(2,683,027)
Other (Net Transfer)	<u>(417,289)</u>
Net change in plan fiduciary net position	\$ 6,864,071
Plan fiduciary net position - beginning	<u>48,889,136</u>
Plan fiduciary net position - ending	<u>\$ 55,753,207</u>
<b>Net pension liability/(asset)</b>	<u>\$ 1,037,338</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	98.17%
<b>Covered valuation payroll</b>	\$ 9,464,724
<b>Net pension liability as a percentage of covered valuation payroll</b>	10.96%

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	<u>6.50%</u>	<u>7.50%</u>	<u>8.50%</u>
Total Pension Liability	\$ 63,593,907	\$ 56,790,545	\$ 51,125,869
Plan Fiduciary Net Position	<u>55,753,207</u>	<u>55,753,207</u>	<u>55,753,207</u>
Net Pension Liability/(Asset)	<u>\$ 7,840,700</u>	<u>\$ 1,037,338</u>	<u>\$ (4,627,338)</u>

*Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses.* The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 320,805
Changes in assumptions	(1,469,104)
Subsequent contributions to plan	355,685
Net difference between projected and actual earnings on pension plan investments	<u>(2,441,971)</u>
Total	<u>\$ (3,234,585)</u>

Year Ending <u>December 31,</u>	Net Deferred Inflows of Resources
2018	\$ (411,382)
2019	(628,304)
2020	(1,133,979)
2021	<u>(1,060,920)</u>
	<u>\$ (3,234,585)</u>

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

**Police Pension Fund**

a) Plan Description

Plan Administration. The Board consists of one member appointed by the City, two active members of the police department elected by the membership, and two retired members of the police department elected by the membership.

Plan Membership as of April 30, 2018:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	78
Active Plan Members	<u>75</u>
Total	<u>151</u>

Benefits Provided.

The Plan provides retirement, termination, disability, and death benefits.

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,000 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Tier 2: An annual increase each January 1 equal to 3.00 per year or one-half of the annual unadjusted percentage increase in the consumer price index-u for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 50% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50. For non-service deaths with less than 10 years of service, a refund of member contributions is provided.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a refund of member contributions. The termination benefit is 2.50% of annual salary held in the year prior to termination times creditable service.

Contributions:

Employee: 9.91% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability over a period ending in 2040.

b) Investments

Investment Policy:

The following was the Board's adopted asset allocation policy as of April 30, 2018:

<u>Asset Class</u>	<u>Target Allocation</u>
Fixed Income	37.5%
Equities	60.0%
Cash	<u>2.5%</u>
Total	<u>100.0%</u>

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan's fiduciary net position.

Rate of Return:

For the year ended April 30, 2018, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 7.79%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

c) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2018 were as follows:

Total Pension Liability	\$ 68,211,517
Plan Fiduciary Net Position	<u>(41,674,116)</u>
Net Pension Liability	<u>\$ 26,537,401</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	61.10%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2018 using the following actuarial assumptions.

Inflation	0.00%
Payroll Growth	4.00%
Investment Rate of Return	7.00%
Active and Non-Active Mortality Rate: RP-2000 Combined Healthy Mortality with a Blue Collar Adjustment	

The long-term expected rate of return on pension plan investments was determined by the historical return for which the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

Discount Rate:

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 3.89%; and the resulting single discount rate is 7.00%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Fully funded benefit payments are projected through 2069.

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
Total Pension Liability	\$ 76,609,294	\$ 68,211,517	\$ 61,229,766
Plan Fiduciary Net Position	41,674,116	41,674,116	41,674,116
Net Pension Liability/(Asset)	<u>\$ 34,935,178</u>	<u>\$ 26,537,401</u>	<u>\$ 19,555,650</u>

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Net Pension Liability.* The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

<b>Total pension liability</b>	
Service Cost	\$ 1,041,368
Interest on the Total Pension Liability	4,841,241
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	(4,870,535)
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(3,620,578)</u>
Net change in total pension liability	\$ (2,608,504)
Total pension liability - beginning	<u>70,820,021</u>
Total pension liability - ending	<u>\$ 68,211,517</u>
 <b>Plan fiduciary net position</b>	
Contributions - employer	\$ 3,428,642
Contributions - employee	542,225
Net investment income	2,988,591
Benefit payments, including refunds of employee contributions	(3,620,578)
Other (Net Transfer)	<u>(46,567)</u>
Net change in plan fiduciary net position	\$ 3,292,313
Plan fiduciary net position - beginning	<u>38,381,803</u>
Plan fiduciary net position - ending	<u>\$ 41,674,116</u>
 <b>Net pension liability/(asset)</b>	 <u>\$ 26,537,401</u>
 <b>Plan fiduciary net position as a percentage of the total pension liability</b>	 61.10%
 <b>Covered valuation payroll</b>	 \$ 5,422,363
 <b>Net pension liability as a percentage of covered valuation payroll</b>	 489.41%

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses.* The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Inflows of Resources
Difference between expected and actual experience	\$ (4,260,301)
Changes in assumptions	-
Net difference between projected and actual earnings on pension plan investments	<u>(266,510)</u>
Total	<u>\$ (4,526,811)</u>

	Net Deferred Inflows of Resources
<u>Year Ending December 31,</u>	
2019	\$ (676,862)
2020	(676,862)
2021	(676,862)
2022	(676,862)
2023	(610,234)
Thereafter	<u>(1,209,129)</u>
	<u>\$ (4,526,811)</u>

**Firemen's Pension Fund**

a) Plan Description

Plan Administration. The Board consists of one member appointed by the City, two active members of the fire department elected by the membership, and two retired members of the fire department elected by the membership.

Plan Membership as of April 30, 2018:

Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	75
Active Plan Members	<u>61</u>
Total	<u>136</u>

Benefits Provided:

The Plan provides retirement, termination, disability, and death benefits.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Normal Retirement:

Tier 1: Age 50 and 20 years of Credited Service. Tier 2: Age 55 with 10 years of Credited Service. Benefit: Tier 1: 50% of annual salary attached to rank on last day of service plus 2.5% of annual salary for each year over 20 years, up to a maximum of 75% of salary. The minimum monthly benefit is \$1,159.27 per month. Tier 2: 2.50% per year of service times the average salary for the eight consecutive years prior to retirement times the number of years of service. The maximum benefit is 75% of average salary.

Cost of Living Adjustment:

Tier 1 Retirees: An annual increase equal to 3.00% per year after age 55. Those that retire prior to age 55 receive an increase of 1/12 of 3.00% for each full month since benefit commencement upon reaching age 55. Disabled Retirees: An annual increase equal to 3.00% per year of the original benefit amount beginning at age 60. Those that become disabled prior to age 60 receive an increase of 3.00 of the original benefit amount for each year since benefit commencement upon reaching age 60. Tier 2: An annual increase each January 1 equal to 3.00 per year or one-half of the annual unadjusted percentage increase in the consumer price index-u for the twelve months ending with the September preceding each November 1, whichever is less, of the original pension after the attainment of age 60 or first anniversary of pension start date whichever is later.

Disability Benefit:

Eligibility: Total and permanent as determined by the Board of Trustees. Seven years of service required for non-service connected disability. Benefit: A maximum of: a.) 65% of salary attached to the rank held by the member on last day of service, and; b.) The monthly retirement pension that the member is entitled to receive if he or she retired immediately. For non-service connected disabilities, a benefit of 50% of salary attached to rank held by member on last day of service.

Pre-Retirement Death Benefit:

Service Incurred: 100% of salary attached to rank held by member on last day of service. Non-Service Incurred: A maximum of: a.) 54% of salary attached to the rank held by member on last day of service, and; b.) The monthly retirement pension earned by the deceased member at time of death, regardless of whether death occurs before or after age 50.

Vesting (Termination):

Less than 10 years: Refund of Member Contributions.

10 or more years: Either the termination benefit, payable upon reaching age 60, provided contributions are not withdrawn, or a

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

refund of member contributions. The termination benefit is based on the monthly salary attached to the Member's rank at separation from service. The following schedule applies:

<u>Service</u>	<u>% of Salary</u>
10	15.0%
11	17.6%
12	20.4%
13	23.4%
14	26.6%
15	30.0%
16	33.6%
17	37.4%
18	41.4%
19	45.6%

Contributions:

Employee: 9.455% of Salary. City: Remaining amount necessary for payment of Normal (current year's) Cost and amortization of the accrued past service liability by December 31, 2040.

b) Investments

Investment Policy:

The following was the Board's adopted asset allocation policy as of April 30, 2018:

<u>Asset Class</u>	<u>Target Allocation</u>
Large Cap Equity	36%
Small/Mid Cap Equity	13%
International Equity	11%
US Fixed Income	<u>40%</u>
Total	<u>100%</u>

Concentrations:

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan's fiduciary net position.

Rate of Return:

For the year ended April 30, 2018, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 6.12%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

c) Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2018 were as follows:

Total Pension Liability	\$ 65,475,813
Plan Fiduciary Net Position	<u>(28,856,467)</u>
Net Pension Liability	<u>\$ 36,619,346</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	44.07%

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2018 using the following actuarial assumptions.

Inflation	0.00%
Payroll Growth	3.50%
Investment Rate of Return	7.00%
Active and Non-Active Mortality Rate: RP-2000 Combined Healthy Mortality with a Blue Collar Adjustment	

The long-term expected rate of return on pension plan investments was determined by the historical return for which the best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

Discount Rate:

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 3.89%; and the resulting single discount rate is 7.00%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Fully funded benefit payments are projected through 2069.

To report the sensitivity of the net pension liability to the selected discount rate, the following table displays the variation given a 1% increase or decrease.

	Current Single Discount		
	1% Decrease 6.00%	Rate Assumption 7.00%	1% Increase 8.00%
Total Pension Liability	\$ 73,300,949	\$ 65,475,813	\$ 58,929,834
Plan Fiduciary Net Position	28,856,467	28,856,467	28,856,467
Net Pension Liability/(Asset)	<u>\$ 44,444,482</u>	<u>\$ 36,619,346</u>	<u>\$ 30,073,367</u>

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Net Pension Liability.* The following is a summary of the Net Pension Liability as shown as a liability in the financial statements.

<b>Total pension liability</b>	
Service Cost	\$ 896,169
Interest on the Total Pension Liability	4,121,366
Changes of benefit terms	-
Difference between expected and actual experience of the Total Pension Liability	3,502,596
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	<u>(3,546,424)</u>
Net change in total pension liability	\$ 4,973,707
Total pension liability - beginning	<u>60,502,106</u>
Total pension liability - ending	<u>\$ 65,475,813</u>
<b>Plan fiduciary net position</b>	
Contributions - employer	\$ 3,424,044
Contributions - employee	435,143
Net investment income	1,648,262
Benefit payments, including refunds of employee contributions	(3,546,424)
Other (Net Transfer)	<u>(31,573)</u>
Net change in plan fiduciary net position	\$ 1,929,452
Plan fiduciary net position - beginning	<u>26,927,015</u>
Plan fiduciary net position - ending	<u>\$ 28,856,467</u>
<b>Net pension liability/(asset)</b>	<u>\$ 36,619,346</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	44.07%
<b>Covered valuation payroll</b>	\$ 4,531,755
<b>Net pension liability as a percentage of covered valuation payroll</b>	808.06%

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

*Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses.* The following tables display the amount of deferred inflows and outflows related to the net pension liability and the future periods that these deferrals will affect the financial statements.

	Deferred Outflows of <u>Resources</u>
Difference between expected and actual experience	\$ 3,009,599
Changes in assumptions	-
Net difference between projected and actual earnings on pension plan investments	<u>133,232</u>
Total	<u>\$ 3,142,831</u>

Year Ending <u>December 31,</u>	Net Deferred Outflows of <u>Resources</u>
2019	\$ 526,305
2020	526,305
2021	526,305
2022	526,305
2023	492,997
Thereafter	<u>544,614</u>
	<u>\$3,142,831</u>

**NOTE 6: REDEVELOPMENT AGREEMENTS**

The City entered into two redevelopment agreements to develop areas within tax increment financing boundaries. The City and the developers entered into agreements by which the developer would incur reimbursable costs which would be submitted for payment through Tax Increment Finance Notes. The debt would then be retired with tax revenues generated from the increase in values of the developed properties. The notes are payable solely from the new revenues and do not constitute a debt of the City.

The City made payments to reduce the principal amount of the Tax Increment Financing notes for the Reunion Development Project agreement by \$78,789 during the year ended April 30, 2018. These payments are being reported as development expense in the financial statements. The note balances related to this project in the amounts of \$6,629,262, \$6,629,262, \$3,339,951, and \$3,339,951 are still outstanding and not reflected in the debt of the City as of April 30, 2018.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The City also entered into a redevelopment agreement to develop areas within the Parkway North Business District. The City and the developer entered into an agreement by which the developer would incur reimbursable costs which would be submitted for payment through Temporary Notes. The debt would be retired with tax revenues generated from sales tax revenues and business district tax revenues in the project area. The Temporary Notes are payable solely from the new revenues and are not reflected in the long-term debt of the City. Principal reductions during the year ending April 30, 2018 amounted to \$47,798 and were reported as development expense. The balance of the Temporary Notes as of April 30, 2018 is \$880,041.

**NOTE 7: RECEIVABLES**

Accounts receivable for the City, as reported in the statement of net position, including the applicable allowances for uncollectible accounts, are as follows as of April 30, 2018:

	<u>General</u>	<u>Other Major Funds</u>	<u>Enterprise Funds</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Receivables:					
Intergovernmental	\$ 3,540,605	\$ 713,637	\$ -	\$ 373,129	\$ 4,627,371
Accounts	57,268	-	715,221	-	772,489
Unbilled Revenue	-	-	560,487	-	560,487
Notes/Other	<u>516,951</u>	<u>40,749</u>	<u>-</u>	<u>42,192</u>	<u>599,892</u>
Gross Receivables	4,114,824	754,386	1,275,708	415,321	6,560,239
Less: Allowance for uncollectible	<u>-</u>	<u>-</u>	<u>153,319</u>	<u>-</u>	<u>153,319</u>
Net Total Receivables	<u>\$ 4,114,824</u>	<u>\$ 754,386</u>	<u>\$ 1,122,389</u>	<u>\$ 415,321</u>	<u>\$ 6,406,920</u>

**NOTE 8: SELF INSURANCE**

On May 1, 2007, the City adopted a self-insured group health insurance program, which is administered by a service agent. The Insurance Fund is responsible for collecting interfund premiums for covered employees and retirees, paying benefit claims and administrative expenses, and purchasing certain insurance policies. Medical claims exceeding a Specific Stop Loss or a maximum annual aggregate deductible are covered through a private insurance carrier. Fund revenues are received as contribution premiums from other funds and are planned to match the total of expenses of insurance premiums for coverage obtained, claims resulting from the self-insurance program and administrative expenses.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

**NOTE 9: INTERFUND TRANSFERS**

The following is a summary of interfund transfers for the year ended April 30, 2018:

General Fund Transfer From (To):	
Motor Fuel Tax Fund	\$ 300,000
Insurance Fund	(498,000)
Police Trust/Narcotics/LLE Block	(144,639)
Tax Increment Financing Fund	1,416,005
Tax Increment Financing Fund Transfer (To):	
General Fund	(1,416,005)
Sewerage Fund	(1,200,000)
TIF Debt Service Fund	(254,300)
PD Project Debt Service Fund	(1,275,913)
TIF Debt Service Fund Transfer From:	
Tax Increment Financing Fund	254,300
PD Project Debt Service Fund Transfer From:	
Tax Increment Financing Fund	1,275,913
Motor Fuel Tax Fund Transfer (To):	
General Fund	(300,000)
Police Trust/Narcotics/LLE Block Transfer From:	
General Fund	144,639
Insurance Fund Transfer From:	
General Fund	498,000
Sewerage Fund Transfer From:	
Tax Increment Financing Fund	<u>1,200,000</u>
	<u>\$ -</u>

The City makes transfers between funds to reimburse expenses paid from one fund that are related to or allocable to another fund.

**NOTE 10: INTERFUND RECEIVABLES AND PAYABLES**

The following is a schedule of interfund receivables and payables for the year ending April 30, 2018:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 807,958	\$ -
Insurance Fund	<u>-</u>	<u>807,958</u>
Totals	<u>\$ 807,958</u>	<u>\$ 807,958</u>

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

**NOTE 11: POSTEMPLOYMENT HEALTHCARE PLAN**

*Plan Description.* The City maintains a single-employer defined benefit healthcare plan available for retirees. The City provides pre and post Medicare post-retirement healthcare benefits to all retirees who worked for the City, were enrolled in one of the City's healthcare plans at the time of employment, and receive a pension from the City through IMRF, the Police Pension Fund or the Firefighter's Pension Fund. The various eligibility requirements vary with the type of retirement plan the employee was associated with. The City does not issue a separate report related to post-retirement healthcare benefits.

*Funding Policy.* The contribution requirements are as determine by the contracts with City employees and are funded as a pay-as-you-go basis.

Plan Membership as of April 30, 2018:

Active Employees	306
Inactive Employees Currently Receiving Benefit Payments	<u>43</u>
Total	<u>349</u>

Investments

Investment Policy:

Currently, there is no expectation for future returns on OPEB plan assets since the OPEB obligation is an unfunded obligation. The employer does not have a trust dedicated exclusively to the payment of OPEB benefits.

Receivables:

The Plan does not have any receivables as of April 30, 2018.

Net OPEB Liability of the Sponsor

The components of the net pension liability of the sponsor on April 30, 2018 were as follows:

Total OPEB Liability	\$ 9,262,177
Plan Fiduciary Net Position	<u>-</u>
Net OPEB Liability	<u>\$ 9,262,177</u>
Plan Fiduciary Net Position as a % of Total OPEB Liability	0%
Covered Employee Payroll	\$ 18,875,089
Employer's Net OPEB Liability as a % of Employee Payroll	49.1%

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Actuarial Assumptions:

The total pension liability was determined by an actuarial valuation as of April 30, 2018 using the following actuarial assumptions.

Projected Increase in Total Payroll	3.50%
Discount Rate	4.00%
Investment Rate of Return	N/A
Mortality Rates: Follows the RP2000 Blue Collar table projected to 2018 using scale AA for Police and Fire. For all others, the RP2014 table projected to 2018 using scale MP2017 was used.	
Health Care Cost Inflation Rates:	
FY 2018	8.50%
FY 2019	8.00%
FY 2020	7.50%
FY 2021	7.00%
FY 2022	6.50%
FY 2023	6.00%
FY 2024	5.50%
FY 2025	5.00%
After	4.50%

The actuarial did not provide an estimate of the liability due to sensitivity of the net OPEB liability to the healthcare trend rate assumption.

Discount Rate:

The discount rate used to measure the total OPEB liability was 4.00 percent. If the OPEB plan is funded, the projection of cash flows will be used to determine the extent to which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are not covered by the plan's net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

*Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses.* For the year ended April 30, 2018, the City recognized an OPEB expense of \$479,693. The City did not have any deferred inflows or outflows related to the net OPEB liability and the future periods.

*Annual OPEB Cost and Net OPEB Obligation.* The City's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following shows the components of the annual OPEB for the year, the actual amount contributed to the plan, and the change in the OPEB obligation.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Annual required contribution	\$ 849,580
Interest on OPEB obligation	169,968
Adjustment to ARC	<u>(151,760)</u>
Annual OPEB cost	867,788
Contributions made	<u>(479,693)</u>
Increase in OPEB	388,095
Net OPEB – Beg of Year	<u>4,249,209</u>
Net OPEB – End of Year	<u>\$ 4,637,304</u>

The City’s annual OPEB costs, the percentages of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2018 are as follows:

<u>Fiscal</u> <u>Year Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of</u> <u>Annual OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
04/30/18	\$ 867,788	55.28%	\$ 4,637,304
04/30/17	761,293	48.04%	4,249,209
04/30/16	834,283	40.40%	3,853,605

*Funding Status and Funding Progress.* As of May 1, 2017, the most recent actuarial valuation date, the plan was 0.0 percent funded. The actuarial accrued liability for benefits and the unfunded actuarial accrued liability is \$9,262,177. The plan has no assets as payments are made on a pay-as-you-go basis. The covered payroll was \$18,875,089 and the ratio of the UAAL to the covered payroll was 49.1 percent.

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

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

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

**NOTE 12: FOREIGN FIRE INSURANCE**

The City's fire department maintains a bank account that provides for the receipts and expenditures related to foreign fire insurance funds. The balance in this bank account is \$70,723 as of April 30, 2018. Current year receipts from foreign fire insurance are \$92,090 and the current year expenditures were \$110,913. These funds were used for the maintenance, use and benefit of the department.

**NOTE 13: TAX ABATEMENTS**

In addition to the redevelopment agreements in Note 6, the City also has several other agreements in the TIF Funds to rebate a certain level of property and sales taxes paid. These agreements were all entered into through Council approval for development purposes. Payments made to private organizations during the year ended April 30, 2018 were \$172,353.

**NOTE 14: SUBSEQUENT EVENT**

The City has evaluated events occurring after the financial statement date through October 5, 2018 in order to determine their potential for recognition or disclosure in the financial statements. The latter date is the same date the financial statements were available to be issued.

**NOTE 15: CHANGE IN BASIS OF ACCOUNTING/BEGINNING NET POSITION**

In the current year, the City of Belleville changed the basis of accounting for the financial statements. The City adopted the modified accrual basis of accounting for the governmental activities in the government-wide financial statements and for the governmental fund financial statements in accordance with generally accepted accounting principles. In prior years, the City used the modified cash basis of accounting which is an other comprehensive basis of accounting. Accordingly, revenue is recognized when earned and collectible within sixty days of year end and expenditures are recognized when the liability is incurred. The City also began recording capital assets, infrastructure, and the related depreciation in the governmental activities.

In fiscal year 2018, the City of Belleville and Belleville Township approved legislation to merge the legally separate units into the existing City of Belleville. The merger will allow the City to take advantage of cost efficiencies by the elimination of redundancies in costs related to duplicate services.

CITY OF BELLEVILLE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Beginning net position and fund balances have been restated to conform to the accrual and modified accrual bases of accounting. The changes made to the prior year ending balances are as follows:

Governmental Funds:	
Prior Ending Fund Balance	\$ 20,508,900
Changes made for:	
Intergovernmental receivable	5,174,433
Accounts receivable - other	674,068
Prepaid expenses	669,094
Township merger	750,939
Prior land	(33,750)
Accrued salaries/vacation	(1,384,340)
Accounts payable	(2,113,383)
Deferred revenue - intergovernmental	<u>(1,861,219)</u>
Beginning Fund Balance, As Restated	<u>\$ 22,384,742</u>
Government-wide - governmental activities	
Prior Ending Net Position	\$ (53,565,316)
Changes made for:	
Capital assets/infrastructure	64,533,166
Intergovernmental receivable	5,174,433
Accounts receivable - other	679,503
Prepaid expenses	669,094
Township merger	750,939
Accrued salaries/vacation	(1,384,340)
Accrued sick leave	(416,553)
Accounts payable	(3,433,228)
Unamortized bond premium	(813,905)
Police pension liability	(33,040,778)
Fire pension liability	(33,518,697)
IMRF pension liability	(3,689,999)
Pension benefit obligation	(4,127,356)
Accrued interest expense	<u>(1,235,319)</u>
Beginning Net Position, As Restated	<u>\$ (63,418,356)</u>

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual (Budget Basis)</u>
	<u>Original</u>	<u>Final</u>	
Receipts:			
Local Taxes:			
Hotel/Motel	\$ 100,000	\$ 100,000	\$ 90,114
Utility	<u>3,400,000</u>	<u>3,400,000</u>	<u>3,445,902</u>
Total Taxes	<u>3,500,000</u>	<u>3,500,000</u>	<u>3,536,016</u>
Licenses, Permits and Fees:			
Liquor Licenses	80,000	80,000	85,990
Franchise Fees	775,000	775,000	703,960
Business Licenses	46,000	46,000	72,845
Building Permits	320,000	320,000	124,576
Electrical Permits	30,200	30,200	32,183
Other Permits	35,600	35,600	55,358
Occupancy Permits	160,000	160,000	143,495
Housing Inspection Permits	357,000	357,000	342,180
Fire Inspection Fees	65,000	65,000	65,255
Other Fees	<u>77,000</u>	<u>77,000</u>	<u>283,492</u>
Total Licenses and Permits	<u>1,945,800</u>	<u>1,945,800</u>	<u>1,909,334</u>
Intergovernmental:			
State Income Tax	4,500,000	4,500,000	4,711,349
Sales Tax	9,043,700	9,043,700	8,715,445
Local Use Tax	1,135,000	1,135,000	1,153,811
Personal Property Replacement Tax	265,000	265,000	238,711
Grants	1,000	1,000	2,144
Gaming Tax	265,000	265,000	274,903
Telecommunications Tax	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,025,984</u>
Total Intergovernmental	<u>16,409,700</u>	<u>16,409,700</u>	<u>16,122,347</u>
Charges for Services:			
Trash Disposal Charges	3,056,000	3,056,000	3,333,753
Cemetery Fees	57,600	57,600	55,871
Rent/Lease	<u>97,000</u>	<u>97,000</u>	<u>71,739</u>
Total Charges for Services	<u>3,210,600</u>	<u>3,210,600</u>	<u>3,461,363</u>
Fines and Forfeitures:			
Police and Circuit Clerk Fines	<u>230,000</u>	<u>230,000</u>	<u>166,097</u>
Total Fines and Forfeitures	<u>230,000</u>	<u>230,000</u>	<u>166,097</u>
Interest	<u>12,000</u>	<u>12,000</u>	<u>21,357</u>

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts (continued):			
Miscellaneous:			
Donations	1,010	1,010	1,089
Departmental Reimbursement	598,200	598,200	537,182
Other	<u>44,000</u>	<u>44,000</u>	<u>41,014</u>
Total Miscellaneous	<u>643,210</u>	<u>643,210</u>	<u>579,285</u>
 Total Receipts	 <u>\$ 25,951,310</u>	 <u>\$ 25,951,310</u>	 <u>\$ 25,795,799</u>
Disbursements:			
General Government:			
Administrative:			
Personal Services	\$ 631,900	\$ 603,900	\$ 590,138
Contractual Services	1,334,425	1,325,425	1,288,704
Commodities	14,200	19,200	17,366
Capital Outlay	2,000	2,000	1,947
Debt Service	187,685	207,685	205,413
Other	<u>32,000</u>	<u>39,000</u>	<u>36,171</u>
	<u>2,202,210</u>	<u>2,197,210</u>	<u>2,139,739</u>
Legal:			
Personal Services	178,600	178,600	178,520
Contractual Services	<u>20,900</u>	<u>25,900</u>	<u>24,116</u>
	<u>199,500</u>	<u>204,500</u>	<u>202,636</u>
Health and Housing:			
Personal Services	724,300	724,300	690,407
Contractual Services	125,013	125,013	114,929
Commodities	19,100	19,100	12,139
Capital Outlay	<u>500</u>	<u>500</u>	<u>-</u>
	<u>868,913</u>	<u>868,913</u>	<u>817,475</u>
Mayor's Office:			
Personal Services	208,100	208,100	189,014
Contractual Services	7,250	7,250	4,827
Commodities	<u>2,700</u>	<u>2,700</u>	<u>2,094</u>
	<u>218,050</u>	<u>218,050</u>	<u>195,935</u>
Finance:			
Personal Services	262,250	262,250	260,576
Contractual Services	2,100	2,100	1,479
Commodities	<u>900</u>	<u>900</u>	<u>362</u>
	<u>265,250</u>	<u>265,250</u>	<u>262,417</u>

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (continued):			
Human Resources:			
Personal Services	151,027	151,027	149,931
Contractual Services	28,500	28,500	10,946
Commodities	300	550	403
Capital Outlay	250	-	-
	<u>180,077</u>	<u>180,077</u>	<u>161,280</u>
City Clerk:			
Personal Services	230,000	230,000	223,173
Contractual Services	30,200	30,200	17,169
Commodities	3,000	3,000	925
Capital Outlay	1,200	1,200	-
	<u>264,400</u>	<u>264,400</u>	<u>241,267</u>
Treasurer:			
Personal Services	\$ 146,050	\$ 146,050	\$ 143,299
Contractual Services	9,645	9,645	6,923
Commodities	1,550	1,550	1,000
Capital Outlay	400	400	-
	<u>157,645</u>	<u>157,645</u>	<u>151,222</u>
Maintenance:			
Personal Services	555,300	555,300	527,954
Contractual Services	119,647	119,647	85,036
Commodities	26,600	26,600	24,721
Capital Outlay	1,250	1,250	801
	<u>702,797</u>	<u>702,797</u>	<u>638,512</u>
Total General Government	<u>5,058,842</u>	<u>5,058,842</u>	<u>4,810,483</u>
Public Safety:			
Police Department:			
Personal Services	8,747,800	8,747,800	8,644,476
Contractual Services	924,460	924,460	821,254
Commodities	216,000	216,000	189,537
Capital Outlay	40,500	40,500	30,660
Other	29,000	29,000	5,748
	<u>9,957,760</u>	<u>9,957,760</u>	<u>9,691,675</u>
Fire Department:			
Personal Services	5,830,000	5,830,000	5,755,771
Contractual Services	638,800	638,800	619,777
Commodities	96,500	99,000	97,855
Capital Outlay	25,000	25,000	11,202
Debt Service	72,650	72,650	72,649
Other	5,500	5,500	2,047
	<u>6,668,450</u>	<u>6,670,950</u>	<u>6,559,301</u>

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Disbursements (continued):			
Public Safety:			
Board of Police and Fire Commissioners:			
Contractual Services	6,000	6,000	900
	<u>6,000</u>	<u>6,000</u>	<u>900</u>
Total Public Safety	<u>16,632,210</u>	<u>16,634,710</u>	<u>16,251,876</u>
Public Works:			
Personal Services	\$ 1,493,600	\$ 1,493,600	\$ 1,386,310
Contractual Services	257,590	256,390	216,948
Commodities	179,000	177,700	150,809
Capital Outlay	-	-	-
Total Public Works	<u>1,930,190</u>	<u>1,927,690</u>	<u>1,754,067</u>
Parks and Recreation:			
Personal Services	525,000	525,000	473,665
Contractual Services	286,330	286,330	218,034
Commodities	163,125	163,125	83,657
Capital Outlay	42,500	42,500	25,083
Total Parks and Recreation	<u>1,016,955</u>	<u>1,016,955</u>	<u>800,439</u>
Health and Sanitation:			
Personal Services	1,118,500	1,068,500	969,957
Contractual Services	1,166,020	1,216,020	1,141,059
Commodities	254,500	254,500	247,840
Capital Outlay	15,000	15,000	13,116
Total Health and Sanitation	<u>2,554,020</u>	<u>2,554,020</u>	<u>2,371,972</u>
Cemetery:			
Personal Services	187,400	187,400	164,699
Contractual Services	37,320	23,900	15,452
Commodities	23,800	37,220	22,174
Total Cemetery	<u>248,520</u>	<u>248,520</u>	<u>202,325</u>
Engineering:			
Personal Services	247,300	227,300	202,822
Contractual Services	37,100	57,100	45,731
Commodities	7,000	7,000	3,941
Capital Outlay	1,000	1,000	77
Total Engineering	<u>292,400</u>	<u>292,400</u>	<u>252,571</u>

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS) - GENERAL FUND  
 FOR THE YEAR ENDED APRIL 30, 2018

	Budgeted Amounts		Actual
	Original	Final	(Budget Basis)
Disbursements (continued):			
Planning & Economic Development:			
Personal Services	260,300	260,300	237,347
Contractual Services	20,560	20,560	6,304
Commodities	5,200	5,200	1,815
Capital Outlay	7,200	7,200	-
Total Planning & Economic Development	293,260	293,260	245,466
Total Disbursements	\$ 28,026,397	\$ 28,026,397	\$ 26,689,199
Excess (Deficiency) of Receipts Over			
Disbursements	(2,075,087)	(2,075,087)	(893,400)
Other Financing Sources:			
Proceeds From Fixed Asset Sales	10,000	10,000	14,020
Transfers In	2,071,005	2,071,005	1,716,005
Excess of Receipts and Other			
Financing Sources Over Disbursements	\$ 5,918	\$ 5,918	836,625
Change for reporting on modified accrual basis:			
Change in intergovernmental revenue on modified accrual basis			81,008
Change in other receivable on modified accrual basis			7,973
Change in accounts receivable on modified accrual basis			57,268
Change in prepaid expenses on modified accrual basis			(23,407)
Change in interfund activity			(642,639)
Change in accrued payroll on modified accrual basis			397,687
Change in accounts payable on modified accrual basis			168,731
As reported on the Statement of Revenues, Expenditures			
and Changes in Fund Balance			\$ 883,246

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS)  
 TAX INCREMENT FINANCING FUND  
 FOR THE YEAR ENDED APRIL 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Property Tax	\$ 16,527,500	\$ 16,527,500	\$ 17,345,815
Intergovernmental	3,822,000	3,822,000	3,416,524
Interest	46,050	46,050	124,944
Miscellaneous	<u>57,000</u>	<u>57,000</u>	<u>257,478</u>
Total Receipts	<u>20,452,550</u>	<u>20,452,550</u>	<u>21,144,761</u>
Disbursements:			
Current:			
Development:			
Contractual Services	798,750	776,250	517,022
Tax District Reimbursements and Rebates	7,070,000	7,148,700	7,021,020
Capital Outlay	5,406,300	5,442,300	3,986,151
Debt Service	<u>4,470,000</u>	<u>4,435,000</u>	<u>4,094,926</u>
Total Disbursements	<u>17,745,050</u>	<u>17,802,250</u>	<u>15,619,119</u>
Excess of Receipts Over Disbursements	<u>2,707,500</u>	<u>2,650,300</u>	<u>5,525,642</u>
Other Financing Sources:			
Transfers In	130,500	130,500	-
Transfers Out	<u>(4,277,219)</u>	<u>(4,272,219)</u>	<u>(4,146,217)</u>
Excess (Deficiency) of Receipts and Other Financing Sources Over Disbursements	<u>\$ (1,439,219)</u>	<u>\$ (1,491,419)</u>	1,379,425
Change for reporting on modified accrual basis:			
Change in other receivable on modified accrual basis			(110,112)
Change in intergovernmental revenue on modified accrual basis			(1,864)
Change in accounts payable on modified accrual basis			<u>(230,390)</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ 1,037,059</u>

**CITY OF BELLEVILLE, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE (MODIFIED CASH BASIS)  
PD PROJECT CONSTRUCTION FUND  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>(Budget Basis)</u>
Receipts:			
Investment Earnings	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ 5,784</u>
Total Receipts	<u>8,000</u>	<u>8,000</u>	<u>5,784</u>
Disbursements:			
Capital Outlay	<u>3,198,924</u>	<u>3,289,491</u>	<u>3,289,490</u>
Total Disbursements	<u>3,198,924</u>	<u>3,289,491</u>	<u>3,289,490</u>
Excess (Deficiency) of Receipts Over Disbursements	<u>(3,190,924)</u>	<u>(3,281,491)</u>	<u>(3,283,706)</u>
Change for reporting on modified accrual basis:			
Change in accounts payable on modified accrual basis			<u>609,697</u>
As reported on the Statement of Revenues, Expenditures and Changes in Fund Balance			<u>\$ (2,674,009)</u>

**CITY OF BELLEVILLE, ILLINOIS**

POLICE PENSION FUND  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
APRIL 30, 2018

	Fiscal Year		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability:			
Service Cost	\$ 1,041,368	\$ 1,073,387	\$ 1,066,998
Interest	4,841,241	4,653,937	4,406,637
Difference between expected and actual	(4,870,535)	449,535	1,325,604
Benefit payments, including refunds	<u>(3,620,578)</u>	<u>(3,399,973)</u>	<u>(3,153,346)</u>
Net change in total pension liability	(2,608,504)	2,776,886	3,645,893
Total pension liability - beginning	<u>70,820,021</u>	<u>68,043,135</u>	<u>64,397,242</u>
Total pension liability - ending	<u>\$ 68,211,517</u>	<u>\$ 70,820,021</u>	<u>\$ 68,043,135</u>
Plan Fiduciary Net Position			
Contributions - employer	3,428,642	3,061,478	2,388,327
Contributions - employee	542,225	565,398	595,180
Net investment income	2,988,591	3,641,360	(808,519)
Benefit payments, including refunds	(3,620,578)	(3,399,973)	(3,153,346)
Administrative	<u>(46,567)</u>	<u>(27,817)</u>	<u>(35,261)</u>
Net change in plan fiduciary net position	3,292,313	3,840,446	(1,013,619)
Plan fiduciary net position - beginning	<u>38,381,803</u>	<u>34,541,357</u>	<u>35,554,976</u>
Plan fiduciary net position - ending	<u>\$ 41,674,116</u>	<u>\$ 38,381,803</u>	<u>\$ 34,541,357</u>
Net Pension Liability	<u>\$ 26,537,401</u>	<u>\$ 32,438,218</u>	<u>\$ 33,501,778</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>61.10%</u>	<u>54.20%</u>	<u>50.76%</u>
Covered-employee Payroll	<u>\$ 5,422,363</u>	<u>\$ 5,543,274</u>	<u>\$ 5,465,773</u>
Net position liability as a percentage of covered-employee payroll	<u>489.41%</u>	<u>585.18%</u>	<u>612.94%</u>

**CITY OF BELLEVILLE, ILLINOIS**

FIREMEN'S PENSION FUND  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
APRIL 30, 2018

	Fiscal Year		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability:			
Service Cost	\$ 896,169	\$ 873,241	\$ 888,935
Interest	4,121,366	4,001,639	3,665,431
Differences between expected and actual	3,502,596	272,913	3,490,547
Benefit payments, including refunds	<u>(3,546,424)</u>	<u>(3,345,140)</u>	<u>(3,154,634)</u>
Net change in total pension liability	4,973,707	1,802,653	4,890,279
Total pension liability - beginning	<u>60,502,106</u>	<u>58,699,453</u>	<u>53,809,174</u>
Total pension liability - ending	<u>\$ 65,475,813</u>	<u>\$ 60,502,106</u>	<u>\$ 58,699,453</u>
Plan Fiduciary Net Position			
Contributions - employer	3,424,044	2,966,715	2,832,970
Contributions - employee	435,143	432,164	422,345
Net investment income	1,648,262	1,881,873	(372,624)
Benefit payments, including refunds	(3,546,424)	(3,345,140)	(3,154,634)
Administrative	<u>(31,573)</u>	<u>(32,529)</u>	<u>(41,915)</u>
Net change in plan fiduciary net position	1,929,452	1,903,083	(313,858)
Plan fiduciary net position - beginning	<u>26,927,015</u>	<u>25,023,932</u>	<u>25,337,790</u>
Plan fiduciary net position - ending	<u>\$ 28,856,467</u>	<u>\$ 26,927,015</u>	<u>\$ 25,023,932</u>
Net Pension Liability	<u>\$ 36,619,346</u>	<u>\$ 33,575,091</u>	<u>\$ 33,675,521</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>44.07%</u>	<u>44.51%</u>	<u>42.63%</u>
Covered-employee Payroll	<u>\$ 4,531,755</u>	<u>\$ 4,349,765</u>	<u>\$ 4,379,022</u>
Net position liability as a percentage of covered-employee payroll	<u>808.06%</u>	<u>771.88%</u>	<u>769.02%</u>

**CITY OF BELLEVILLE, ILLINOIS**

POLICE PENSION FUND  
SCHEDULE OF CONTRIBUTIONS  
APRIL 30, 2018

	Fiscal Year		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarial Determined Contribution	\$ 2,948,748	\$ 3,397,194	\$ 3,303,241
Contributions in relation to actuarial determined contribution	<u>3,428,642</u>	<u>3,061,477</u>	<u>2,388,327</u>
Contribution deficiency (excess)	<u>\$ (479,894)</u>	<u>\$ 335,717</u>	<u>\$ 914,914</u>
Covered-employee Payroll	<u>\$ 5,422,363</u>	<u>\$ 5,543,274</u>	<u>\$ 5,465,773</u>
Contributions as a percentage of covered-employee payroll	<u>63.23%</u>	<u>55.23%</u>	<u>43.70%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2018.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	23 years
Asset Valuation Method:	Gains and losses recognized over a five year period
Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Payroll Growth	4.00%
Cost of Living	0.00%

**CITY OF BELLEVILLE, ILLINOIS**

FIREMEN'S PENSION FUND  
SCHEDULE OF CONTRIBUTIONS  
APRIL 30, 2018

	Fiscal Year		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarial Determined Contribution	\$ 2,760,662	\$ 3,412,016	\$ 3,350,301
Contributions in relation to actuarial determined contribution	<u>3,424,044</u>	<u>2,966,715</u>	<u>2,832,970</u>
Contribution deficiency (excess)	<u>\$ (663,382)</u>	<u>\$ 445,301</u>	<u>\$ 517,331</u>
 Covered-employee Payroll	 <u>\$ 4,531,755</u>	 <u>\$ 4,349,765</u>	 <u>\$ 4,379,022</u>
 Contributions as a percentage of covered-employee payroll	 <u>75.56%</u>	 <u>68.20%</u>	 <u>64.69%</u>

Actuarial valuations are performed as of April 30 of each year with the related contributions to be made in the following year. Actuarial valuation date for above is April 30, 2018.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	23 years
Asset Valuation Method:	Gains and losses recognized over a five year period
Actuarial Assumptions:	
Interest Rate (current and prior)	7.00%
Payroll Growth	3.50%
Cost of Living	0.00%

**CITY OF BELLEVILLE, ILLINOIS**

POLICE PENSION FUND  
SCHEDULE OF INVESTMENT RETURNS  
APRIL 30, 2018

Annual money-weighted rate of return,  
net of investment expense

2018	7.79%
2017	10.52%
2016	-2.38%
2015	6.45%
2014	8.29%
2013	6.24%
2012	0.14%
2011	7.34%
2010	10.14%

**CITY OF BELLEVILLE, ILLINOIS**

**FIREMEN'S PENSION FUND  
SCHEDULE OF INVESTMENT RETURNS  
APRIL 30, 2018**

Annual money-weighted rate of return,  
net of investment expense

2018	6.12%
2017	7.52%
2016	-1.63%
2015	5.41%
2014	9.67%
2013	8.65%
2012	3.19%
2011	8.91%
2010	12.74%

**CITY OF BELLEVILLE, ILLINOIS**

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
ILLINOIS MUNICIPAL RETIREMENT FUND  
APRIL 30, 2018

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability:			
Service Cost	\$ 1,012,756	\$ 966,744	\$ 977,248
Interest	4,077,653	3,911,304	3,810,790
Difference between expected and actual experience	1,004,964	(190,574)	(1,116,165)
Assumption changes	(1,825,644)	(131,532)	63,016
Benefit payments, including refunds	<u>(2,683,027)</u>	<u>(2,317,764)</u>	<u>(2,317,937)</u>
Net change in total pension liability	1,586,702	2,238,178	1,416,952
Total pension liability - beginning	<u>55,203,843</u>	<u>52,965,665</u>	<u>51,548,713</u>
Total pension liability - ending	<u>\$ 56,790,545</u>	<u>\$ 55,203,843</u>	<u>\$ 52,965,665</u>
Plan Fiduciary Net Position			
Contributions - employer	1,042,246	1,124,495	1,076,108
Contributions - employee	457,474	436,840	402,058
Net investment income	8,464,667	3,245,792	235,252
Benefit payments, including refunds	(2,683,027)	(2,317,764)	(2,317,937)
Other	<u>(417,289)</u>	<u>(280,407)</u>	<u>(185,553)</u>
Net change in plan fiduciary net position	6,864,071	2,208,956	(790,072)
Plan fiduciary net position - beginning	<u>48,889,136</u>	<u>46,680,180</u>	<u>47,470,252</u>
Plan fiduciary net position - ending	<u>\$ 55,753,207</u>	<u>\$ 48,889,136</u>	<u>\$ 46,680,180</u>
Net Pension Liability	<u>\$ 1,037,338</u>	<u>\$ 6,314,707</u>	<u>\$ 6,285,485</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>98.17%</u>	<u>88.56%</u>	<u>88.13%</u>
Covered-employee Payroll	<u>\$ 9,464,724</u>	<u>\$ 9,457,035</u>	<u>\$ 8,923,922</u>
Net position liability as a percentage of covered-employee payroll	<u>10.96%</u>	<u>66.77%</u>	<u>70.43%</u>

**CITY OF BELLEVILLE, ILLINOIS**

SCHEDULE OF CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND  
APRIL 30, 2018

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarial Determined Contribution	\$ 1,076,225	\$ 1,120,659	\$ 1,076,225
Contributions in relation to actuarial determined contribution	<u>1,076,108</u>	<u>1,124,495</u>	<u>1,076,108</u>
Contribution deficiency (excess)	<u>\$ 117</u>	<u>\$ (3,836)</u>	<u>\$ 117</u>
Covered-employee Payroll	<u>8,923,922</u>	<u>9,457,035</u>	<u>8,923,922</u>
Contributions as a percentage of covered-employee payroll	<u>12.06%</u>	<u>11.89%</u>	<u>12.06%</u>

Actuarial valuation date for above is December 31, 2017.

The actuarial valuations presented are prepared using the following parameters:

Actuarial Cost Method:	Aggregate Entry Age Normal
Amortization Method:	Level Percentage of Payroll, Closed
Remaining Amortization Period:	26 years
Asset Valuation Method:	Gains and losses recognized over a five year period
Actuarial Assumptions:	
Interest Rate (current and prior)	7.50%
Wage Growth	3.50%
Price Inflation	2.75%

**CITY OF BELLEVILLE, ILLINOIS**

SCHEDULE OF POST-EMPLOYMENT HEALTHCARE  
FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS  
APRIL 30, 2018

	Fiscal Year					
	2018	2017	2016	2015	2014	2013
Actuarial Value of Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Actuarial Accrued Liability (AAL)	9,262,177	9,741,373	9,209,241	13,410,157	12,649,505	13,085,224
Unfunded AAL (UAAL)	9,262,177	9,741,373	9,209,241	13,410,157	12,649,505	13,085,224
Funded Ratio	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	18,875,089	19,522,812	18,862,620	18,432,075	17,808,768	16,829,778
UAAL as a % of Covered Payroll	49.07%	49.90%	48.82%	72.75%	71.03%	77.75%
Employer Contributions:						
Required	867,788	761,293	834,283	1,113,989	1,108,456	1,064,575
Made	479,693	365,689	337,042	476,736	437,372	466,394
Percentage of Employer Contributions						
Made to Required Contributions	55.28%	48.04%	40.40%	42.80%	39.46%	43.81%

The actuarial valuations presented are prepared for the post-retirement healthcare benefits using the following parameters:

Actuarial Cost Method:	Entry Age Normal Actuarial Cost
Amortization Method:	Level Percentage of Pay
Remaining Amortization Period:	30 years
Actuarial Assumptions:	
Discount Rate	4.00%
Wage Inflation	3.50%
Healthcare Trend	8.50% initially with a reduction to 4.5% after eight years

CITY OF BELLEVILLE, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
APRIL 30, 2018

	Total Special Revenue	Special Service Area	Debt Service				PD Project	Total	Capital Projects Fund	Permanent		Total Nonmajor Government Funds
			2011 Bond Fund	TIF						Fund Cemetery Care		
Cash and Investments	\$ 5,142,130	\$ 251,157	\$ 1,596,014	\$ 260,227	\$ 1,292,297	\$ 3,399,695	\$ 10,260	\$ 210,295	\$ 8,762,380			
Receivables (Net of allowance for uncollectible):												
Property Tax	4,011,000	102,100	-	-	-	102,100	-	-	4,113,100			
Intergovernmental	101,822	-	271,307	-	-	271,307	-	-	373,129			
Other	42,192	-	-	-	-	-	-	-	42,192			
Prepaid Expenses	30,379	-	-	-	-	-	-	-	30,379			
Total Assets	<u>\$ 9,327,523</u>	<u>\$ 353,257</u>	<u>\$ 1,867,321</u>	<u>\$ 260,227</u>	<u>\$ 1,292,297</u>	<u>\$ 3,773,102</u>	<u>\$ 10,260</u>	<u>\$ 210,295</u>	<u>\$ 13,321,180</u>			
<u>Liabilities, Deferred Inflows of Resources, and Fund Balance</u>												
Liabilities:												
Accounts Payable	\$ 198,391	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 198,391			
Accrued Salaries	44,937	-	-	-	-	-	-	-	44,937			
Total Liabilities	<u>243,328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>243,328</u>			
Deferred Inflows of Resources:												
Unearned Revenue	4,011,000	102,100	92,742	-	-	194,842	-	-	4,205,842			
Fund Balances:												
Nonspendable	30,379	-	-	-	-	-	-	-	30,379			
Restricted	4,934,550	251,157	1,774,579	260,227	1,292,297	3,578,260	-	210,295	8,723,105			
Committed	108,266	-	-	-	-	-	10,260	-	118,526			
Total Fund Balances	<u>5,073,195</u>	<u>251,157</u>	<u>1,774,579</u>	<u>260,227</u>	<u>1,292,297</u>	<u>3,578,260</u>	<u>10,260</u>	<u>210,295</u>	<u>8,872,010</u>			
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,327,523</u>	<u>\$ 353,257</u>	<u>\$ 1,867,321</u>	<u>\$ 260,227</u>	<u>\$ 1,292,297</u>	<u>\$ 3,773,102</u>	<u>\$ 10,260</u>	<u>\$ 210,295</u>	<u>\$ 13,321,180</u>			

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

	Total Special Revenue	Debt Service					Capital Projects Fund	Permanent Fund Cemetery Care	Total Nonmajor Government Funds
		Special Service Area	2011 Bond Fund	TIF Debt	PD Project	Total			
Revenues:									
Property Tax	\$ 4,211,399	\$ 100,586	\$ -	\$ -	\$ -	\$ 100,586	\$ -	\$ 4,311,985	
Intergovernmental	1,424,578	-	1,138,729	-	-	1,138,729	-	2,563,307	
Local Tax	55,432	-	-	-	-	-	-	55,432	
Charges for Services	441,009	-	-	-	-	-	1,400	442,409	
Fines and Forfeitures	380,419	-	-	-	-	-	-	380,419	
Investment Income	52,987	3,002	15,282	10,859	-	31,606	135	84,825	
Contributions	35,037	-	-	-	-	-	-	35,037	
Miscellaneous	75,058	-	-	-	-	-	-	75,058	
Total Revenues	6,675,919	103,588	1,154,011	2,463	10,859	1,270,921	1,535	7,948,472	
Expenditures:									
Current:									
General Government	2,293,429	-	-	-	-	-	-	2,293,429	
Public Safety	76,005	-	-	-	-	-	-	76,005	
Public Works	745,225	-	-	-	-	-	-	745,225	
Health and Welfare	98,664	-	-	-	-	-	-	98,664	
Cultural and Recreational	2,108,494	-	-	-	-	-	-	2,108,494	
Capital Outlay	31,156	-	-	-	-	-	25,408	56,564	
Debt Service:									
Principal	-	65,000	810,000	-	655,000	1,530,000	-	1,530,000	
Interest and Fiscal Charges	-	36,061	195,242	254,012	616,648	1,101,963	-	1,101,963	
Total Expenditures	5,352,973	101,061	1,005,242	254,012	1,271,648	2,631,963	25,408	8,010,344	
Excess (Deficiency) of Revenues Over Expenditures	1,322,946	2,527	148,769	(251,549)	(1,260,789)	(1,361,042)	(23,873)	(61,872)	
Other Financing Sources (Uses):									
Transfers In	-	-	-	254,300	1,275,913	1,530,213	-	1,530,213	
Transfers Out	(155,361)	-	-	-	-	-	-	(155,361)	
Total Other Financing Sources (Uses)	(155,361)	-	-	254,300	1,275,913	1,530,213	-	1,374,852	
Net Change in Fund Balances	1,167,585	2,527	148,769	2,751	15,124	169,171	(23,873)	1,312,980	
Fund Balances, Beginning of Year, As Restated	3,905,610	248,630	1,625,810	257,476	1,277,173	3,409,089	234,168	7,559,030	
Fund Balances, End of Year	\$ 5,073,195	\$ 251,157	\$ 1,774,579	\$ 260,227	\$ 1,292,297	\$ 3,578,260	\$ 210,295	\$ 8,872,010	

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS  
APRIL 30, 2018

Assets		Parks Project	Playground and Recreation	Motor Fuel Tax	Illinois Municipal Retirement	Public Library	Tort Liability	Belleville Illinois Tourism	Veteran's Memorial Fountain	Police Trust/ Narcotics/ LLE Block	General and Community Assistance	Special Service Area	Total
Cash and Investments	\$ 124,620	\$ 1,412,025	\$ 758,205	\$ 397,390	\$ 543,390	\$ 520,244	\$ 46,573	\$ 3,391	\$ 427,259	\$ 757,634	\$ 151,399	\$ 5,142,130	
Receivables (Net of allowance for uncollectible):													
Property Tax	-	376,200	-	1,371,700	1,272,200	693,300	-	-	-	262,000	35,600	4,011,000	
Intergovernmental	-	-	101,822	-	-	-	-	-	-	-	-	101,822	
Other	-	7,085	-	-	-	30,710	4,397	-	-	-	-	42,192	
Prepaid Expenses	-	10,522	-	-	6,890	-	-	-	-	11,244	1,723	30,379	
Total Assets	\$ 124,620	\$ 1,805,832	\$ 860,027	\$ 1,769,090	\$ 1,822,480	\$ 1,244,254	\$ 50,970	\$ 3,391	\$ 427,259	\$ 1,030,878	\$ 188,722	\$ 9,327,523	
<b>Liabilities, Deferred Inflows of Resources, and Fund Balance</b>													
<b>Liabilities:</b>													
Accounts Payable	\$ 60,000	\$ 21,236	\$ 15,948	\$ 81,652	\$ 5,197	\$ 4,314	\$ 7,324	\$ -	\$ -	\$ 2,720	\$ -	\$ -	\$ 198,391
Accrued Salaries	-	18,652	-	-	26,285	-	-	-	-	-	-	-	44,937
Total Liabilities	60,000	39,888	15,948	81,652	31,482	4,314	7,324	-	-	2,720	-	-	243,328
<b>Deferred Inflows of Resources:</b>													
Unearned Revenue	-	376,200	-	1,371,700	1,272,200	693,300	-	-	-	-	262,000	35,600	4,011,000
<b>Fund Balance:</b>													
Nonspendable	-	10,522	-	-	6,890	-	-	-	-	-	11,244	1,723	30,379
Restricted	-	1,379,222	844,079	315,738	511,908	546,640	-	3,391	424,539	757,634	151,399	4,934,550	
Committed	64,620	-	-	-	-	-	43,646	-	-	-	-	-	108,266
Total Fund Balance	64,620	1,389,744	844,079	315,738	518,798	546,640	43,646	3,391	424,539	768,878	153,122	5,073,195	
Total Liabilities, Deferred Inflows, of Resources, and Fund Balance	\$ 124,620	\$ 1,805,832	\$ 860,027	\$ 1,769,090	\$ 1,822,480	\$ 1,244,254	\$ 50,970	\$ 3,391	\$ 427,259	\$ 1,030,878	\$ 188,722	\$ 9,327,523	

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

	Parks Project	Playground and Recreation	Motor Fuel Tax	Illinois Municipal Retirement	Public Library	Tort Liability	Belleville Illinois Tourism	Veterans Memorial Fountain	Police Trust/ Narcotics/ LLE Block	General and Community Assistance	Special Service Area	Total
<b>Revenues:</b>												
Property Tax Intergovernmental	\$ 30,000	\$ 378,401	\$ -	\$ 1,451,008	\$ 1,278,770	\$ 802,151	\$ -	\$ -	\$ -	\$ 263,135	\$ 37,934	\$ 4,211,399
Local Tax	-	15,378	1,170,694	77,682	93,175	-	-	-	17,262	20,387	-	1,424,578
Charges for Services	-	404,400	7,501	-	29,108	-	55,432	-	-	-	-	55,432
Fines and Forfeitures	-	-	-	-	14,722	-	-	-	365,697	-	-	441,009
Investment Income	1,203	15,067	7,555	5,075	6,773	6,561	462	46	1,456	7,156	1,633	380,419
Contributions	-	25,504	-	-	4,033	-	-	4,500	1,000	-	-	52,037
Miscellaneous	-	-	-	-	52,526	-	-	-	1,646	20,886	-	75,058
<b>Total Revenues</b>	<b>31,203</b>	<b>838,750</b>	<b>1,185,750</b>	<b>1,533,765</b>	<b>1,479,107</b>	<b>808,712</b>	<b>55,894</b>	<b>4,546</b>	<b>387,061</b>	<b>311,564</b>	<b>39,567</b>	<b>6,675,919</b>
<b>Expenditures:</b>												
<b>Current:</b>												
General Government	-	-	-	1,351,695	-	658,042	88,731	-	-	194,961	-	2,293,429
Public Safety	-	-	-	-	-	-	-	-	76,005	-	-	76,005
Public Works	-	-	705,500	-	-	-	-	-	-	-	39,725	745,225
Health and Welfare	-	-	-	-	-	-	-	-	-	98,664	-	98,664
Cultural and Recreational	4,328	721,704	-	-	1,376,085	-	-	6,377	-	-	-	2,108,494
Capital Outlay	-	-	-	-	-	-	-	-	31,156	-	-	31,156
<b>Total Expenditures</b>	<b>4,328</b>	<b>721,704</b>	<b>705,500</b>	<b>1,351,695</b>	<b>1,376,085</b>	<b>658,042</b>	<b>88,731</b>	<b>6,377</b>	<b>107,161</b>	<b>293,625</b>	<b>39,725</b>	<b>5,352,973</b>
Excess (Deficiency) of Revenues Over Expenditures	26,875	117,046	480,250	182,070	103,022	150,670	(32,837)	(1,831)	279,900	17,939	(158)	1,322,946
Other Financing Sources (Uses):												
Transfers Out	-	-	(300,000)	-	-	-	-	-	144,639	-	-	(155,361)
Total Other Financing Sources (Uses)	-	-	(300,000)	-	-	-	-	-	144,639	-	-	(155,361)
Net Change in Fund Balances	26,875	117,046	180,250	182,070	103,022	150,670	(32,837)	(1,831)	424,539	17,939	(158)	1,167,585
Fund Balance, Beginning of Year	37,745	1,272,698	663,829	133,668	415,776	395,970	76,483	5,222	-	750,939	153,280	3,905,610
Fund Balance, End of Year	\$ 64,620	\$ 1,389,744	\$ 844,079	\$ 315,738	\$ 518,798	\$ 546,640	\$ 43,646	\$ 3,391	\$ 424,539	\$ 768,878	\$ 153,122	\$ 5,073,195

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
APRIL 30, 2018

	<u>Working Cash</u>	<u>Insurance</u>	<u>Total</u>
<b><u>Assets</u></b>			
Current Assets:			
Cash and Investments	\$ 379,830	\$ 3,537	\$ 383,367
Receivables (Net of allowance for uncollectible):			
Property Tax	-	475,200	475,200
Total Assets	<u>\$ 379,830</u>	<u>\$ 478,737</u>	<u>\$ 858,567</u>
<b><u>Liabilities</u></b>			
Current Liabilities:			
Accounts Payable	\$ -	\$ 1,121,066	\$ 1,121,066
Due to Other Funds	-	807,958	807,958
Total Current Liabilities	<u>-</u>	<u>1,929,024</u>	<u>1,929,024</u>
<b><u>Deferred Inflows of Resources</u></b>			
Unearned Revenue	-	475,200	475,200
<b><u>Net Position</u></b>			
Unassigned	<u>379,830</u>	<u>(1,925,487)</u>	<u>(1,545,657)</u>
Total Net Position	<u>\$ 379,830</u>	<u>\$ (1,925,487)</u>	<u>\$ (1,545,657)</u>

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Working Cash</u>	<u>Insurance</u>	<u>Total</u>
Operating Revenues:			
Charges for Services	\$ -	\$ 4,014,245	\$ 4,014,245
Operating Expenses:			
Personal Services	-	4,647,350	4,647,350
Total Operating Expenses	-	4,647,350	4,647,350
Operating Income (Loss)	-	(633,105)	(633,105)
Nonoperating Revenues:			
Property Tax	-	328,640	328,640
Investment Earnings	4,675	272	4,947
Total Nonoperating Revenues	4,675	328,912	333,587
Income (Loss) Before Transfers	4,675	(304,193)	(299,518)
Transfers In	-	498,000	498,000
Change in Net Position	4,675	193,807	198,482
Net Position, Beginning of Year, As Restated	375,155	(2,119,294)	(1,744,139)
Net Position, End of Year	<u>\$ 379,830</u>	<u>\$ (1,925,487)</u>	<u>\$ (1,545,657)</u>

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS - PENSION TRUST FUNDS  
APRIL 30, 2018

	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>Total</u>
Assets:			
Cash and Cash Equivalents	\$ 2,025,166	\$ 928,400	\$ 2,953,566
Investments, at Market	36,199,187	24,520,376	60,719,563
Receivables:			
Taxes Receivable	3,366,286	3,366,286	6,732,572
Other	4,867	-	4,867
Interest Receivable	78,654	54,884	133,538
Total Assets	<u>41,674,160</u>	<u>28,869,946</u>	<u>70,544,106</u>
Liabilities	<u>44</u>	<u>13,479</u>	<u>13,523</u>
Net Position - Restricted for Pensions	<u>\$ 41,674,116</u>	<u>\$ 28,856,467</u>	<u>\$ 70,530,583</u>

**CITY OF BELLEVILLE, ILLINOIS**

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS - PENSION TRUST FUNDS  
FOR THE YEAR ENDED APRIL 30, 2018

	<u>Police Pension</u>	<u>Firemen's Pension</u>	<u>Total</u>
Additions:			
Contributions:			
Employee Contributions	\$ 542,225	\$ 435,143	\$ 977,368
Employer Contributions:			
Property Taxes	3,351,068	3,351,069	6,702,137
Personal Property Replacement Taxes	<u>77,574</u>	<u>72,975</u>	<u>150,549</u>
Total Contributions	<u>3,970,867</u>	<u>3,859,187</u>	<u>7,830,054</u>
Investment Income:			
Interest and Dividend Income	1,222,608	555,798	1,778,406
Gain (Loss) on Sales of Securities	168,599	481,993	650,592
Net Appreciation in Fair Market Value of Investments	<u>1,637,704</u>	<u>688,155</u>	<u>2,325,859</u>
	3,028,911	1,725,946	4,754,857
Less Investment Expense	<u>(40,320)</u>	<u>(77,684)</u>	<u>(118,004)</u>
Total Investment Income	<u>2,988,591</u>	<u>1,648,262</u>	<u>4,636,853</u>
Reimbursements	<u>539</u>	<u>-</u>	<u>539</u>
Total Additions	<u>6,959,997</u>	<u>5,507,449</u>	<u>12,467,446</u>
Deductions:			
Benefits Paid to Participants:			
Service and Disability	3,099,285	2,999,164	6,098,449
Dependents	412,389	518,166	930,555
Refund of Contributions	108,904	29,094	137,998
Professional Fees	30,959	20,610	51,569
Other	<u>16,147</u>	<u>10,963</u>	<u>27,110</u>
Total Deductions	<u>3,667,684</u>	<u>3,577,997</u>	<u>7,245,681</u>
Change in Net Position	3,292,313	1,929,452	5,221,765
Net Position, Beginning of Year	<u>38,381,803</u>	<u>26,927,015</u>	<u>65,308,818</u>
Net Position, End of Year	<u>\$ 41,674,116</u>	<u>\$ 28,856,467</u>	<u>\$ 70,530,583</u>

**CITY OF BELLEVILLE, ILLINOIS**

SCHEDULE OF ASSESSED VALUATION, TAX RATES,  
EXTENSIONS AND COLLECTIONS  
(UNAUDITED)  
APRIL 30, 2018

**Tax Rates**

Levy Year	Total Assessed Valuation	Corporate Fund	Retirement Fund	Police Pension Fund	Firemen's Pension Fund	Library Fund	Liability Insurance Fund	Social Security Fund	Playground and Recreation Fund	Total
2007	\$ 428,399,309	\$ -	\$ 0.2194	\$ 0.3913	\$ 0.3728	\$ 0.2335	\$ 0.1368	\$ -	\$ 0.0817	\$ 1.4355
2008	440,816,585	-	0.2031	0.4134	0.4244	0.2496	0.0945	-	0.0794	1.4644
2009	443,787,198	0.0676	0.2110	0.4627	0.5077	0.2479	0.0704	-	0.0789	1.6462
2010	437,646,688	0.0872	0.2342	0.4658	0.5003	0.2628	0.0869	-	0.0823	1.7195
2011	434,537,205	0.0975	0.2532	0.4622	0.4417	0.2728	0.1197	-	0.0852	1.7323
2012	421,651,482	0.0949	0.2838	0.4940	0.5233	0.2811	0.1296	-	0.0891	1.8958
2013	405,836,417	0.0777	0.3205	0.5670	0.5421	0.2982	0.1603	-	0.0912	2.0570
2014	401,054,614	0.0773	0.3437	0.5261	0.6317	0.3018	0.1816	-	0.0923	2.1545
2015	394,711,073	0.0887	0.2083	0.5864	0.7010	0.3167	0.2043	0.1634	0.0963	2.3651
2016	403,383,189	0.0819	0.1986	0.7220	0.7220	0.3187	0.1999	0.1630	0.0943	2.5004

**Taxes Extended**

Levy Year	Corporate Fund	Retirement Fund	Police Pension Fund	Firemen's Pension Fund	Library Fund	Liability Insurance Fund	Social Security Fund	Playground and Recreation Fund	Total
2007	\$ -	\$ 939,908	\$ 1,676,327	\$ 1,597,073	\$ 1,000,312	\$ 586,050	\$ -	\$ 350,002	\$ 6,149,672
2008	-	895,298	1,822,336	1,870,826	1,100,278	416,572	-	350,008	6,455,318
2009	300,000	936,391	2,053,403	2,253,108	1,100,148	312,426	-	350,148	7,305,624
2010	381,628	1,024,969	2,038,558	2,189,546	1,150,136	380,315	-	360,183	7,525,335
2011	423,674	1,144,571	2,088,820	1,996,264	1,185,418	540,999	-	370,226	7,749,972
2012	400,147	1,196,647	2,082,958	2,206,502	1,185,262	546,460	-	375,691	7,993,667
2013	315,335	1,300,706	2,301,092	2,200,039	1,210,204	650,556	-	370,123	8,348,055
2014	310,015	1,378,425	2,109,948	2,533,462	1,210,383	728,315	-	370,173	8,640,721
2015	350,109	822,183	2,314,586	2,766,924	1,250,050	806,395	644,958	380,107	9,335,312
2016	330,371	801,119	2,912,427	2,912,427	1,285,400	806,363	657,515	380,390	10,086,012

**Taxes Collected**

Levy Year	Total Taxes Extended	Total Taxes Collected	Percent of Current Year Taxes Collected	Current Year Uncollected Balance
2007	\$ 6,149,672	\$ 5,655,277	91.96%	\$ 494,395
2008	6,455,318	6,414,605	99.37%	40,713
2009	7,305,624	7,248,774	99.22%	56,850
2010	7,525,335	7,661,890	101.81%	(136,555)
2011	7,749,972	7,702,405	99.39%	47,567
2012	7,993,667	7,946,502	99.41%	47,165
2013	8,348,055	8,304,947	99.48%	43,108
2014	8,640,721	8,588,031	99.39%	52,690
2015	9,335,312	9,228,726	98.86%	106,586
2016	10,086,012	10,029,160	99.44%	56,852