

CITY OF KEWANEE, ILLINOIS
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED APRIL 30, 2019



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**CITY OF KEWANEE, ILLINOIS
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YEAR ENDED APRIL 30, 2019**

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**CITY OF KEWANEE, ILLINOIS
CITY OFFICIALS
APRIL 30, 2019**

<u>Official Title</u>	<u>Official</u>	<u>Term Expiration Date of Elected Officials</u>
Elected Officials:		
Mayor	Gary Moore	4/30/2023
Council Member	Mike Komnick	4/30/2023
Council Member	Chris Colomer	4/30/2023
Council Member	Mike Yaklich	4/30/2021
Council Member	Steve Faber	4/30/2021
Administration:		
City Manager	Gary Bradley	
City Clerk	Rabecka Jones	
City Attorney	Justin Raver	
City Treasurer	Ray Jacobs	
Departments:		
Police	Chief Troy Ainley	
Fire	Chief Kevin Shook	
Parks and Cemetery	Kevin Newton	
Health, Building, and Zoning	Keith Edwards	
Central Maintenance	Victor Kluever	
Operations Manager	Rod Johnson	
City Engineer	Scott Hinton	
Finance and Administrative Services	Deborah Johnson	



INDEPENDENT AUDITORS' REPORT

The Honorable Mayor, City Council, and City Manager
City of Kewanee, Illinois
Kewanee, Illinois

Report on the Financial Statements

We have audited the accompanying cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kewanee, Illinois (the City), as of and for the year ended April 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Unmodified
Business-Type Activities	Unmodified
General Fund	Unmodified
Acquisition Fund	Unmodified
NHR Sales Tax Infrastructure Improvement Fund	Unmodified
Sanitation Fund	Unmodified
Water Fund	Unmodified
Sewer Fund	Unmodified
Cemetery Fund	Unmodified
Aggregate Remaining Fund Information	Qualified

Basis for Qualified Opinion on Aggregate Remaining Fund Information

The financial statements referred to above do not include financial data for the City's legally separate fiduciary (pension trust) funds. Accounting principles generally accepted in the United States of America require financial data for those fiduciary funds to be reported with the financial data of the City's primary government, thus increasing the aggregate remaining fund information's assets, net position, revenues, and expenses. The amount by which this departure would affect the assets, net position, revenues, and expenses of the aggregate remaining fund information has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on Aggregate Remaining Fund Information" paragraph, the financial statements referred to above present fairly, in all material respects, the cash basis financial position of the aggregate remaining fund information of the City, as of April 30, 2019, and the changes in cash basis financial position thereof for the year then ended in accordance with the cash basis of accounting.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business-type activities, and each major fund of the City, as of April 30, 2019, and the respective changes in cash basis financial position thereof for the year then ended on the basis of accounting described in Note 1.

Basis of Accounting

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

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining schedules of cash transactions, the schedules of cash transactions – budget to actual, and the consolidated year-end financial report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Honorable Mayor, City Council, and City Manager
City of Kewanee, Illinois

The combining schedules of cash transactions and the consolidated year-end financial report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us. In our opinion, except for the effect on the supplementary information of the omitted pension trust fund information as described in the Basis for Qualified Opinion paragraph, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The schedules of cash transactions – budget to actual have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



CliftonLarsonAllen LLP

Peoria, Illinois
June 12, 2020

CITY OF KEWANEE, ILLINOIS
STATEMENT OF ACTIVITIES AND NET POSITION – CASH BASIS
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019

FUNCTIONS/PROGRAMS	Program Receipts			Net Receipts (Disbursements) and Changes in Cash Basis Net Position		
	Disbursements	Charges for	Operating	Governmental	Business-Type	Total
		Services	Grants			
FUNCTIONS/PROGRAMS						
Governmental Activities:						
General Government	\$ 1,442,144	\$ 335,958	\$ -	\$ (1,106,186)	\$ -	\$ (1,106,186)
Public Safety	6,165,200	651,305	-	(5,513,895)	-	(5,513,895)
Public Works and Transportation	2,022,037	4,280	-	(2,017,757)	-	(2,017,757)
Culture and Recreation	76,123	12,091	-	(64,032)	-	(64,032)
Development	230,665	-	-	(230,665)	-	(230,665)
Debt Service:						
Principal Retirement	1,323,004	-	-	(1,323,004)	-	(1,323,004)
Interest	343,853	-	-	(343,853)	-	(343,853)
Total Governmental Activities	11,603,026	1,003,634	-	(10,599,392)	-	(10,599,392)
Business-Type Activities:						
Sanitation	1,157,931	1,276,471	-	-	118,540	118,540
Water	1,614,945	2,291,257	-	-	676,312	676,312
Sewer	1,506,612	1,638,913	-	-	132,301	132,301
Cemetery	302,390	56,880	-	-	(245,510)	(245,510)
Total Business-Type Activities	4,581,878	5,263,521	-	-	681,643	681,643
Total	<u>\$ 16,184,904</u>	<u>\$ 6,267,155</u>	<u>\$ -</u>	(10,599,392)	681,643	(9,917,749)
GENERAL RECEIPTS AND OTHER FINANCING SOURCES (USES)						
Property and Other City Tax Levied for:						
General Purposes				3,139,596	-	3,139,596
Debt Service				295,846	-	295,846
Sales and Local Option Sales Tax				2,994,860	-	2,994,860
State Income Tax				1,254,001	-	1,254,001
Motor Fuel Tax				328,847	-	328,847
Replacement Tax				296,411	-	296,411
Interest Income				218,144	31,281	249,425
Miscellaneous				545,005	95,017	640,022
Proceeds from Bond Sale				298,570	-	298,570
Transfers In				764,096	-	764,096
Transfers Out				-	(764,096)	(764,096)
Total General Receipts and Other Financing Sources (Uses)				<u>10,135,376</u>	<u>(637,798)</u>	<u>9,497,578</u>
CHANGE IN CASH BASIS NET POSITION				(464,016)	43,845	(420,171)
Cash Basis Net Position - April 30, 2018				<u>12,510,354</u>	<u>4,790,711</u>	<u>17,301,065</u>
CASH BASIS NET POSITION - APRIL 30, 2019				<u>\$ 12,046,338</u>	<u>\$ 4,834,556</u>	<u>\$ 16,880,894</u>
ASSETS						
Cash and Cash Equivalents				<u>\$ 12,046,338</u>	<u>\$ 4,834,556</u>	<u>\$ 16,880,894</u>
NET POSITION						
Restricted - Nonexpendable				\$ -	\$ 1,076,925	\$ 1,076,925
Restricted - Expendable				2,085,005	1,581,071	3,666,076
Unrestricted				9,961,333	2,176,560	12,137,893
Total Cash Basis Net Position				<u>\$ 12,046,338</u>	<u>\$ 4,834,556</u>	<u>\$ 16,880,894</u>

See accompanying Notes to Basic Financial Statements.

CITY OF KEWANEE, ILLINOIS
STATEMENT OF CASH TRANSACTIONS
GOVERNMENTAL FUND TYPES
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019

	General Fund	Capital Projects		Nonmajor Governmental Funds	Total Governmental Fund Types
		Acquisition Fund	NHR Sales Tax Infrastructure Improvement Fund		
RECEIPTS					
Taxes	\$ 918,490	\$ -	\$ -	\$ 2,516,952	\$ 3,435,442
Licenses and Permits	335,958	-	-	-	335,958
Intergovernmental Receipts	3,922,568	-	622,704	328,847	4,874,119
Charges for Services	556,125	-	-	17,098	573,223
Interest Income	179,141	-	4,295	30,776	214,212
Fines and Forfeits	94,453	-	-	-	94,453
Other Receipts	343,288	-	-	53,806	397,094
Total Receipts	<u>6,350,023</u>	<u>-</u>	<u>626,999</u>	<u>2,947,479</u>	<u>9,924,501</u>
DISBURSEMENTS					
General Government	428,647	-	-	979,550	1,408,197
Public Safety	4,732,303	-	-	986,742	5,719,045
Public Works and Transportation	741,891	722,466	143,177	359,611	1,967,145
Culture and Recreation	76,123	-	-	-	76,123
Development	178,968	-	-	51,697	230,665
Debt Service:					
Principal Retirement	27,680	-	250,000	1,045,324	1,323,004
Interest and Fiscal Charges	6,962	-	96,665	240,226	343,853
Total Disbursements	<u>6,192,574</u>	<u>722,466</u>	<u>489,842</u>	<u>3,663,150</u>	<u>11,068,032</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	157,449	(722,466)	137,157	(715,671)	(1,143,531)
OTHER FINANCING SOURCES (USES)					
Transfers In	119,660	305,000	-	696,245	1,120,905
Transfers Out	(270,914)	-	(57,200)	(28,695)	(356,809)
Proceeds from Bond Sale	-	-	-	298,570	298,570
Total Other Financing Sources (Uses)	<u>(151,254)</u>	<u>305,000</u>	<u>(57,200)</u>	<u>966,120</u>	<u>1,062,666</u>
NET CHANGE IN CASH FUND BALANCES	6,195	(417,466)	79,957	250,449	(80,865)
Cash Balances - April 30, 2018	<u>6,462,042</u>	<u>2,287,368</u>	<u>303,652</u>	<u>2,929,461</u>	<u>11,982,523</u>
CASH BALANCES - APRIL 30, 2019	<u>\$ 6,468,237</u>	<u>\$ 1,869,902</u>	<u>\$ 383,609</u>	<u>\$ 3,179,910</u>	<u>\$ 11,901,658</u>
CASH BASIS FUND BALANCES					
Restricted	\$ -	\$ -	\$ 328,921	\$ 1,756,084	\$ 2,085,005
Assigned	-	1,869,902	54,688	1,423,826	3,348,416
Unassigned	6,468,237	-	-	-	6,468,237
Total Cash Basis Fund Balances	<u>\$ 6,468,237</u>	<u>\$ 1,869,902</u>	<u>\$ 383,609</u>	<u>\$ 3,179,910</u>	<u>\$ 11,901,658</u>

See accompanying Notes to Basic Financial Statements.

CITY OF KEWANEE, ILLINOIS
STATEMENT OF CASH TRANSACTIONS
PROPRIETARY FUND TYPES
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019

	Enterprise				Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds	Total Proprietary Fund Types
	Sanitation Fund	Water Fund	Sewer Fund	Cemetery Fund				
RECEIPTS								
Licenses and Permits	\$ -	\$ 1,145	\$ -	\$ -	\$ -	\$ 1,145	\$ -	\$ 1,145
Charges for Services	1,257,673	2,224,313	1,608,800	56,880	-	5,147,666	1,469,036	6,616,702
Interest Income	-	27,194	2,913	-	-	30,107	5,106	35,213
Fines and Forfeits	18,798	65,799	30,113	-	-	114,710	-	114,710
Other Receipts	1,886	76	29,107	19,757	-	50,826	192,100	242,926
Total Receipts	<u>1,278,357</u>	<u>2,318,527</u>	<u>1,670,933</u>	<u>76,637</u>	<u>-</u>	<u>5,344,454</u>	<u>1,666,242</u>	<u>7,010,696</u>
DISBURSEMENTS								
Personnel	450,289	653,141	197,223	241,426	-	1,542,079	1,998,737	3,540,816
Contractual	579,651	498,654	954,290	12,375	-	2,044,970	100,527	2,145,497
Commodities	28,212	231,658	182,218	19,113	-	461,201	70,032	531,233
Capital Expenditures	31,274	160,675	130,813	8,426	-	331,188	2,928	334,116
Other Disbursements	8,606	6,718	18,543	358	-	34,225	19	34,244
Total Disbursements	<u>1,098,032</u>	<u>1,550,846</u>	<u>1,483,087</u>	<u>281,698</u>	<u>-</u>	<u>4,413,663</u>	<u>2,172,243</u>	<u>6,585,906</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	180,325	767,681	187,846	(205,061)	-	930,791	(506,001)	424,790
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	227,212	-	227,212	-	227,212
Transfers Out	(147,333)	(700,059)	(130,037)	(13,879)	-	(991,308)	-	(991,308)
Total Other Financing Sources (Uses)	<u>(147,333)</u>	<u>(700,059)</u>	<u>(130,037)</u>	<u>213,333</u>	<u>-</u>	<u>(764,096)</u>	<u>-</u>	<u>(764,096)</u>
CHANGE IN CASH BASIS NET POSITION	32,992	67,622	57,809	8,272	-	166,695	(506,001)	(339,306)
Cash Balances - April 30, 2018	<u>282,235</u>	<u>2,547,530</u>	<u>664,938</u>	<u>1,131,703</u>	<u>25,606</u>	<u>4,652,012</u>	<u>666,530</u>	<u>5,318,542</u>
CASH BALANCES - APRIL 30, 2019	<u>\$ 315,227</u>	<u>\$ 2,615,152</u>	<u>\$ 722,747</u>	<u>\$ 1,139,975</u>	<u>\$ 25,606</u>	<u>\$ 4,818,707</u>	<u>\$ 160,529</u>	<u>\$ 4,979,236</u>
CASH BASIS NET POSITION								
Restricted - Nonexpendable	\$ -	\$ -	\$ -	\$ 1,076,925	\$ -	\$ 1,076,925	\$ -	\$ 1,076,925
Restricted - Expendable	-	1,555,465	-	-	25,606	1,581,071	-	1,581,071
Unrestricted	315,227	1,059,687	722,747	63,050	-	2,160,711	160,529	2,321,240
Total Cash Basis Net Position	<u>\$ 315,227</u>	<u>\$ 2,615,152</u>	<u>\$ 722,747</u>	<u>\$ 1,139,975</u>	<u>\$ 25,606</u>	<u>\$ 4,818,707</u>	<u>\$ 160,529</u>	<u>\$ 4,979,236</u>

See accompanying Notes to Basic Financial Statements.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The City of Kewanee, Illinois (the City) was originally incorporated in 1855 and reincorporated as a city under general law in 1872. The City is a nonhome rule unit of local government and operates under a council-manager form of government. The City provides numerous services to citizens including law enforcement, fire protection, water and sewer utility services, sanitation, recycling, and landscape waste service.

Reporting Entity

For financial reporting purposes, the City has included all funds, organizations, agencies, boards, commissions, and authorities. The City has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the City.

Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the primary government. The Cemetery Board of Managers is a governing board appointed by the Mayor and City Council. The Cemetery Board is authorized and empowered to receive and hold assets in perpetual trust. The income shall be applied to the upkeep of the City cemeteries. This activity is reported within the Cemetery Fund (enterprise fund) of the City.

Government-Wide and Fund Financial Statements

The government-wide financial statement reports information on all of the activities of the City. Governmental activities, which are primarily supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services.

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

Measurement Focus, Basis of Accounting, and Basis of Presentation

The City maintains its financial statements on the cash basis of accounting. The cash basis of accounting does not give effect to accounts receivable, accounts payable and accrued items. Revenues are recognized when they are received rather than earned, and expenses when paid rather than incurred. Capital assets are expensed as purchased. Accordingly, the financial statements do not present the financial position and results of operations of the funds in accordance with accounting principles generally accepted in the United States of America.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

When a disbursement in governmental funds can be paid using either restricted or unrestricted resources, the City's policy is to first apply the disbursement toward restricted fund balance and then to less restrictive classifications – committed, assigned and then unassigned fund balances.

In the governmental fund financial statements, cash basis fund balances are classified as follows:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The City has classified the state and federal grants as being restricted because their use is restricted by granting agencies. The City has also considered various taxes as being restricted because their use is restricted by state laws and regulations.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council. These amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the City Council or through the City Council delegating this responsibility to the City's management through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

Unassigned – This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

The City reports the following major governmental funds:

The General Fund is the City'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 Acquisition Fund (capital projects fund) accounts for the acquisition of property for City purposes.

NHR Sales Tax Infrastructure Improvement Fund (capital projects fund) accounts for the additional 1/2% of sales tax implemented effective January 1, 2010 to be used for property tax relief or infrastructure improvements.

Proprietary funds distinguish between operating revenues and expenses from nonoperating items. Operating revenues, such as utility user charges, services and permits, and other charges result from exchange transactions associated with the principal activity of the City. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as interest income, result from nonexchange transactions or ancillary activities. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and capital expenditures. All other expenses not meeting this definition, such as interest expense, are reported as nonoperating expenses.

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

The City reports the following major enterprise funds:

The Sanitation Fund accounts for sanitation services provided to residents of the City.

The Water Fund accounts for water services provided to residents of the City.

The Sewer Fund accounts for sewer services provided to residents of the City.

The Cemetery Fund accounts for cemetery plot and maintenance services provided to residents of the City.

Internal service funds are used to account for health insurance coverage and maintenance services provided to other departments based on actual cost.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets

The state of Illinois requires municipalities of less than 500,000 inhabitants to pass an ordinance within the first quarter of each fiscal year to appropriate sums of money deemed necessary to defray all necessary expenses and liabilities of the municipality. This ordinance, setting forth the appropriations budget, is adopted on the cash basis of accounting for all funds.

Statutory compliance with the appropriations budget is at the total expenditure level. State law provides authority for the City Council, by a two-thirds vote of all members of the body, to make transfers within any department of the City; however, any revisions that alter total appropriations are prohibited. All annual appropriations lapse at fiscal year-end.

An annual operating budget is also adopted, by resolution of the City Council, on the cash basis of accounting for all funds from the sum appropriated. The budget includes amounts of funds and categories of receipts and expenditures.

The City amends the budget through City Council action upon review of receipts and expenditures at mid-year and recommendation by the City Manager. The budget was not amended during fiscal year 2019.

Use of Estimates

The preparation of financial statements in conformity with the cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts of assets and fund equities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of receipts and disbursements during the reporting period. Actual results could differ from those estimates.

Minimum Fund Balance Requirements

Effective June 14, 2010, the City established minimum fund balance levels for the General, Water, Sewer, and Health Insurance Reserve Funds. The minimum fund balance for the General Fund is 30% of the audited expenditures for the General Fund, plus 10% of the audited expenditures for the Water Fund, plus 10% of the audited expenditures for the Sewer Fund, as averaged over the prior three fiscal years. At April 30, 2019, the City met the minimum fund balance requirements for the General Fund.

Program Revenues

Program revenues for the City are primarily charges for services. These charges are primarily service charges such as water usage fees, sewer fees, and sanitation fees, and EMS fees.

**CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019**

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Statutory Budget Compliance

As explained in Note 1, the City adopts an annual appropriations budget, which is the legally binding budget. The City also adopts an operating budget by fund. The budgets are approved by the City Council and controlled by the City Manager.

Statutory compliance is demonstrated as follows:

Total Annual Appropriation	<u>\$ 91,331,957</u>
Total Operating Budget	<u>\$ 18,919,229</u>
Total Expenditures - Budgetary Basis	<u>\$ 17,653,938</u>

NOTE 3 DEPOSITS AND INVESTMENTS

Deposits

At year-end, the carrying amount of the City's deposits was \$16,880,894 and the bank balance was \$17,219,258 as shown in the following schedule:

	Total Deposits
Total Cash and Investments	<u>\$ 16,880,894</u>
Carrying Amount of Deposits	<u>\$ 16,880,894</u>
Bank Balance	<u>\$ 17,219,258</u>

The City considers all cash accounts and all certificates of deposit, regardless of their maturity date, to be cash and cash equivalents.

Custodial Credit Risk – Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

Information regarding the City's bank balances is as follows:

	Total Bank Balances
Amount Covered by FDIC or through state pooled collateral	\$ 12,687,693
Collateralized with Securities Held by the Pledging Financial Institution's Trust Department Agent	<u>4,531,565</u>
Total Bank Balance	<u>\$ 17,219,258</u>

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 4 REVOLVING LOAN FUND

The City maintains a revolving loan fund for economic development purposes. The program was initially funded by the state of Illinois. At April 30, 2019, total outstanding loans were approximately \$796,000. During the fiscal year, the City made no new loans and collected principal payments of approximately \$40,000. At April 30, 2019, there was approximately \$683,000 of loans in default.

NOTE 5 BONDS AND LOANS PAYABLE

Revenue Bonds – The City issues bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. There were seven revenue bonds outstanding at April 30, 2019.

The East and 11th Street TIF bonds were issued in 2004 at \$420,000 at a fixed interest rate of 4.00%. These bonds were refinanced in 2009 at \$302,779, requiring semi-annual payments of varying amounts, and bear a fixed interest rate of 2.00%. During the refinancing, \$83,721 of principal was reduced. The General Obligation NHRST bonds were issued in 2012 at \$3,755,000 and were for various municipal facilities and infrastructural improvements. These bonds require semi-annual payments of varying amounts and bear a variable interest rate of 2.00% to a high of 4.00%. The two bonds for the Mill Creek Station TIF were issued together in 2003 and include an \$800,000 tax-exempt portion and a \$175,000 taxable portion. They were both refinanced in 2012 at \$613,000 and \$122,000, respectively, and require semi-annual payments of varying amounts. They both bear a fixed interest rate of 1.75%.

During the year ended April 30, 2013, the City issued revenue bonds in order to consolidate and refinance three loans originally issued by the IEPA Water Revolving Fund for the acquisition, construction, and installation of waterworks and sewerage facilities, improvements and costs. Total bonds issued were \$5,935,000 of which the City had a balance outstanding of \$2,975,000 at April 30, 2019. The bonds require annual payments of principal ranging from \$470,000 to \$680,000 and semi-annual payments of interest at rates ranging from 2.00% to 2.70%.

During the year ended April 30, 2016, the City issued revenue bonds for the purpose of financing the acquisition, construction, installation, and rehabilitation of City infrastructure, including, but not limited to, various water and sewer system facilities and paying for costs related thereto. Total bonds issued were \$3,640,000 of which the City had a balance outstanding of \$3,245,000 at April 30, 2019. The bonds require annual payments of principal ranging from \$60,000 to \$270,000 and semi-annual payments of interest at rates ranging from 2.00% to 4.00%. These bonds were issued at a premium of \$76,479 which will be amortized over the life of the bond, 17 years. The balance of the premium at April 30, 2019 was \$62,982.

During the year ended April 30, 2019, the City issued revenue bonds for the purpose of refunding certain outstanding obligations of the City and for the payment of expenses incident thereto. Total bonds issued were \$298,570, all of which was outstanding at April 30, 2019. The bonds require a one-time principal payment of \$298,570 with a one-time interest payment at a rate of 2.15%.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 5 BONDS AND LOANS PAYABLE (CONTINUED)

Illinois Environmental Protection Agency Water Revolving Fund – A loan was obtained during fiscal year 2012 for various water main replacement projects. Total project costs were \$468,236, of which \$128,997 was forgiven, and the City had a balance outstanding of \$230,899 at April 30, 2019. The loan requires semi-annual payments of \$10,005 and bears interest at a fixed rate of 1.25%.

A loan was obtained during fiscal year 2013 for the acquisition, construction, installation, improvement, and extension of waterworks and sewerage facilities. Total project costs were \$807,003, of which \$225,000 was forgiven, and the City had a balance outstanding of \$456,496 at April 30, 2019. The loan requires semi-annual payments of \$18,595 and bears interest at a fixed rate of 2.295%.

A loan was obtained during fiscal year 2009 for the purchase of a new emergency rescue squad ambulance for the Kewanee Fire Department. The balance of the loan was \$10,000 as of April 30, 2019. The loan requires annual payments on November 1 of each year of \$10,000 beginning November 1, 2010 and ending November 1, 2019.

A loan was obtained during fiscal year 2016 for the purchase of a new fire truck. The balance of the loan was \$297,320 as of April 30, 2019. The loan requires annual principal payments of \$17,500 and bears interest at a fixed rate of 2.21%.

The City expenses its bonds payments when the cash is disbursed rather than carrying the principal amount on the statement of net position and applying the principal payment to that balance, which is the treatment required under accounting principles generally accepted in the United States of America.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 5 BONDS AND LOANS PAYABLE (CONTINUED)

A summary of the debt activity during the fiscal year ended April 30, 2019, is as follows:

	Balance April 30, 2018	Issued	Retired	Balance April 30, 2019
Revenue Bonds:				
General Obligation NHRST Bonds 2012	\$ 2,605,000	\$ -	\$ 250,000	\$ 2,355,000
Mill Creek Station TIF Bonds 2012 - Tax-Exempt	412,502	-	43,000	369,502
Mill Creek Station TIF Bonds 2012 - Taxable	81,993	-	8,500	73,493
East and 11th Street TIF Bonds 2009	195,722	-	18,679	177,043
General Obligation Waterworks and Sewerage Refunding Bonds 2013	3,445,000	-	470,000	2,975,000
General Obligation Alternative Bonds 2015	3,415,000	-	170,000	3,245,000
General Obligation Bonds Series 2017	291,920	-	291,920	-
General Obligation Bonds Series 2018	-	298,570	-	298,570
Illinois Environmental Protection Agency Water Revolving Fund:				
Water Revolving Fund - L17422800	247,864	-	16,965	230,899
Water Revolving Fund - L17481700	482,756	-	26,260	456,496
Firetruck Loan	315,000	-	17,680	297,320
Ambulance Loan	20,000	-	10,000	10,000
Total Outstanding Debt	<u>\$ 11,512,757</u>	<u>\$ 298,570</u>	<u>\$ 1,323,004</u>	<u>\$ 10,488,323</u>

Annual debt service requirements to maturity for bonds and loans payable are as follows:

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 1,355,668	\$ 311,176	\$ 1,666,844
2021	1,068,308	279,601	1,347,909
2022	1,094,560	252,593	1,347,153
2023	1,120,829	224,511	1,345,340
2024	1,152,124	193,253	1,345,377
2025-2029	3,132,271	527,677	3,659,948
2030-2034	1,529,742	161,255	1,690,997
2035-2037	34,821	1,160	35,981
Total	<u>\$ 10,488,323</u>	<u>\$ 1,951,226</u>	<u>\$ 12,439,549</u>

The City's debt limit is 8.625% of the Total City Equalized Value or approximately \$7,819,000 as of April 30, 2019. Of the total debt listed above, approximately \$928,000 is applicable to the debt limit statute. Remaining debt capacity is approximately \$6,891,000.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 6 COMPENSATED ABSENCES

City employees are paid for vacation and compensated time by prescribed formulas based on employment contracts. The liability for compensated absences as of April 30, 2019 was approximately \$1,329,000.

NOTE 7 PENSION AND RETIREMENT BENEFITS

Illinois Municipal Retirement Fund

Plan Description. The City's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The City 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 other information. That report may be obtained online at www.imrf.org.

Funding Policy. As set by statute, the City regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City annual required contribution rate for calendar years 2018 and 2017 was 11.18% and 11.07%, respectively. The City also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Contributions Made. For the year ended April 30, 2019, the City contributed \$230,670. Contributions for years ended April 30, 2018 and 2017 were \$234,805 and \$217,678, respectively.

The required contribution for 2018 was determined as part of the December 31, 2016 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2016, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 3.50% per year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3% annually.

Deferred Compensation Plan

The City offers its employees a deferred compensation plan as allowed by Internal Revenue Code Section 457. The plan allows City employees to defer a portion of their current salary until future years. The employee becomes eligible to withdraw funds upon termination, retirement, death, or unforeseeable emergency, and each employee's account will be immediately 100% vested.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 7 PENSION AND RETIREMENT BENEFITS (CONTINUED)

Deferred Compensation Plan (Continued)

The plan, all amounts deferred under the plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property, or rights, are held in trust for the exclusive benefit of participants and their beneficiaries.

The City is responsible for due care in managing the investments and the participant or beneficiary assumes the risk of loss from decreases in the value of plan assets. At April 30, 2019, plan assets consisted of stocks, bonds, mutual funds, and a life insurance policy.

NOTE 8 PUBLIC ENTITY RISK POOL

The City is a member of the Municipal (Self) Insurance Cooperative Agency (MICA). MICA is a cooperative agency voluntarily established by contracting Illinois Municipalities and other Illinois units of government pursuant to Article VII, Section 10, of the 1970 Constitution of the State of Illinois and 5 ILCS 220/6 of the Illinois Compiled Statutes for the purpose of seeking the prevention or lessening of casualty losses to member governmental properties and injuries to persons or property. At April 30, 2019, MICA consisted of 24 Illinois governmental entities, including the City of Kewanee, Illinois.

MICA provides coverage to its members with the following limits: \$400 million on property claims, \$10 million on general liability claims, and \$1 million on cyber liability. MICA provides coverage on workers' compensation claims on amounts in excess of \$750,000. MICA purchases commercial insurance for coverage in excess of the self-insured reserve (SIR) limits. Settled claims have not exceeded this coverage in any of the past three fiscal years.

Claim payments in excess of the per-occurrence retention limit and corridor deductible, if applicable, or total loss aggregates are recovered from reinsurers.

NOTE 9 HEALTH BENEFITS

The City has established a Health Insurance Fund for insuring benefits provided to City employees and covered dependents. This is included in the Internal Service Fund types. Health benefits are self-insured up to an annual amount of \$65,000 per individual covered, and for the City as a whole, and an unlimited aggregate annual amount. Coverage from a private insurance company is maintained for losses in excess of these amounts. All claims handling procedures are performed by an independent claims administrator.

NOTE 10 STATE UNEMPLOYMENT TAX

The City is on the reimbursement method for state of Illinois unemployment taxes. Claims for unemployment are paid by the State as incurred and reimbursed by the City. Claims paid for the year ending April 30, 2019 totaled \$30,314.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 11 PROPERTY TAXES

Property taxes are levied as of January 1 on property values assessed as of the same date. The tax levy is divided into two billings: the first billing is an estimate of the current year's levy based on the prior year's taxes; the second billing reflects adjustments to the current year's actual levy. The first billing is mailed in May of each year and consists of two installments due by June and September, with penalties and interest charged on late payments. Property taxes received during the year ended April 30, 2019 were for the 2017 assessment paid in 2018.

NOTE 12 CONDUIT DEBT

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The City, the State, and any political subdivisions thereof are not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of April 30, 2019, there was one series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$479,500.

NOTE 13 COMMITMENTS

The City has extended an agreement with Bock Inc. to operate its Wastewater Treatment Plant, excess flow lagoon and pumping station, and all lift stations. The agreement requires monthly payments and expires April 30, 2024. Total expense for the year ending April 30, 2019 was \$483,425.

In addition, the City has extended an agreement with the same company to operate its Reverse Osmosis Water Plants. The agreement requires monthly payments and expires April 30, 2024. Total expense for the year ending April 30, 2019 was \$176,412.

The City also has an agreement with Knox County Landfill to transfer solid waste from the transfer station to the landfill. The contract expires December 31, 2020 and requires monthly payments that are based on tonnage hauled at a specified rate identified in the contract. Total expense for the year ending April 30, 2019 was \$486,833.

The City has a contract for legal services with the City Attorney. The agreement requires monthly payments of \$6,250 and expires on September 22, 2023.

The City has TIF agreements in place for Kewanee School District and Wethersfield School District. Both agreements require annual payments of \$12,000 and expire on April 30, 2022.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 13 COMMITMENTS (CONTINUED)

Future payments required on the above contracts as of April 30, 2019 are as follows:

<u>Year Ending April 30,</u>	<u>Amount</u>
2020	\$ 1,392,117
2021	1,202,330
2022	799,516
2023	745,036
2024	728,561
Total	<u>\$ 4,867,560</u>

NOTE 14 RELATED PARTIES

The Cemetery Board of Managers Fund is a component unit of the City. A Cemetery board member is the president of People's National Bank. As of year-end, the City had approximately \$542,000 of deposits with this institution.

NOTE 15 INTERFUND TRANSFERS

The following table summarizes the net interfund transfers for the year ended April 30, 2019:

	<u>Transfers To</u>	<u>Transfers From</u>
General Fund	\$ 119,660	\$ 270,914
Acquisition Fund	305,000	-
NHR Sales Tax Infrastructure Improvement Fund	-	57,200
Nonmajor Governmental Funds	696,245	28,695
Sanitation Fund	-	147,333
Water Fund	-	700,059
Sewer Fund	-	130,037
Cemetery Fund	227,212	13,879
Total	<u>\$ 1,348,117</u>	<u>\$ 1,348,117</u>

Transfers generally move resources from the fund statutorily required to collect the resources to the fund statutorily required to disburse the resources. Transfers are also made between various funds to make debt service payments. Furthermore, the General Fund subsidizes the Cemetery Fund and Municipal Building Fund each year for operations. In the current fiscal year, the General Fund, Water Fund, Sewer Fund, and Sanitation Fund transferred \$305,000 to the Acquisition fund for various capital expenditures.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 16 PENSION TRUST FUNDS

Fire and Police personnel are covered by the City of Kewanee Firefighters' Pension Fund and Police Pension Fund, which are defined benefit single-employer pension plans. Although these funds are single-employer pension plans, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois State Statutes and may be amended only by the Illinois legislature. Complete financial statements of the Firefighters' Pension Trust Fund and the Police Pension Trust Fund, which issued separate financial statements, can be obtained from their respective administrative offices by contacting the City.

Plan Description

The following is a summary of the City of Kewanee Firefighters' Pension Fund and Police Pension Fund as provided for in Illinois State Statutes:

The City of Kewanee Firefighters' Pension Fund and Police Pension Fund provide retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive monthly retirement benefits of one-half the monthly salary attached to the rank held in the fire or police service at the date of retirement. The monthly pension shall be increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service and one-twelfth of 1% of such monthly service for each additional month over 30 years of service to a maximum of 75% of such monthly salary.

Employees with at least 10 (firefighter) or 8 (police) years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter or policeman who retired with 20 or more years of service after January 1, 1978 (firefighter) or January 1, 1977 (police), shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% annually thereafter.

Funding Policy

Covered employees are required to contribute 9.455% (firefighter) or 9.910% (police) of their salary to the Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The City of Kewanee, Illinois is required to contribute the remaining amounts (not less than 9.25%) necessary to finance the Plan as actuarially determined by an enrolled actuary. By the year 2040, the contributions must accumulate to the point where any past service cost for the Funds are 90% funded. At April 30, 2019, the percent funded was 44.2% and 54.0% for the Firefighters' Pension Fund and Police Pension Fund, respectively.

Contributions Made

For the year ended April 30, 2019, the City contributed \$487,343 (police) and \$499,399 (firefighter).

**CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019**

NOTE 16 PENSION TRUST FUNDS (CONTINUED)

Contributions Made (Continued)

The total pension liability for the plans as of April 30, 2019, was determined as part of an actuarial valuation performed on April 30, 2017. The contribution rate for normal cost is determined using the entry age normal actuarial funding method. The system used a level dollar amount method to amortize the unfunded liability over a 30-year period which commenced in 2011.

NOTE 17 NET POSITION/FUND BALANCE

The net position/fund balance was restricted for the following purposes at April 30, 2019:

Employee Benefits	\$ 202,400
Public Safety	28,130
Public Works and Transportation	304,712
Development	677,978
Cemetery	1,098,867
Capital Projects	2,421,019
Audit	9,895
Total	<u><u>\$ 4,743,001</u></u>

The governmental fund balances were assigned for the following purposes at April 30, 2019:

Employee Benefits	\$ 41,411
Public Works and Transportation	5,222
Development	142,894
Debt Service	1,149,663
Cemetery	1,373
Capital Projects	2,007,843
Audit	10
Total	<u><u>\$ 3,348,416</u></u>

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 18 EXPLANATION OF DIFFERENCES BETWEEN FUND STATEMENTS AND STATEMENT OF NET POSITION

Below is an explanation of differences between the Statement of Cash Transactions – Governmental Fund Types and the Statement of Activities and Net Position – Cash Basis:

Total Fund Balance of Governmental Funds	\$ 11,901,658
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An internal service fund is used by the City to charge the costs of medical and dental plans and liability insurance coverage to the individual funds. A portion of the assets of the internal service fund are included in governmental activities in the statement of net position.	<u>144,680</u>
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Net Position of Governmental Activities	<u><u>\$ 12,046,338</u></u>
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Below is an explanation of differences between the Statement of Cash Transactions – Proprietary Fund Types and the Statement of Activities and Net Position – Cash Basis:

Net Position of Enterprise Funds	\$ 4,818,707
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An internal service fund is used by the City to charge the costs of medical and dental plans and liability insurance coverage to the individual funds. A portion of the assets of the internal service fund are included in business-type activities in the statement of net position.	<u>15,849</u>
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Net Position of Business-Type Activities	<u><u>\$ 4,834,556</u></u>
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NOTE 19 EXPLANATION OF DIFFERENCES BETWEEN FUND STATEMENTS AND STATEMENT OF ACTIVITIES

Below is an explanation of differences between the Statement of Cash Transactions – Governmental Fund Types and the Statement of Activities and Net Position – Cash Basis:

Change in Fund Balance of Governmental Funds	\$ (80,865)
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A portion of the net change in net position of the internal service fund is reported with governmental activities.	<u>(383,151)</u>
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Change in Net Position of Governmental Activities	<u><u>\$ (464,016)</u></u>
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CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 19 EXPLANATION OF DIFFERENCES BETWEEN FUND STATEMENTS AND STATEMENT OF ACTIVITIES (CONTINUED)

Below is an explanation of differences between the Statement of Cash Transactions – Proprietary Fund Types and the Statement of Activities and Net Position – Cash Basis:

Change in Net Position of Enterprise Funds	\$	166,695
A portion of the net change in net position of the internal service fund is reported with business-type activities.		(122,850)
Change in Net Position of Business-Type Activities	\$	43,845

NOTE 20 POSTEMPLOYMENT HEALTH PLAN

In July 2016, the City adopted a resolution for providing a plan for postemployment health benefits for the 8 eligible firefighters hired prior to May 1, 2010. Under this plan, the employee’s accumulated sick leave will be placed in a postemployment health benefit plan, along with a \$20,000 contribution per employee. Employees can then use their proceeds to make premium payments or to pay for other health care related costs after their employment with the City has ended. The City paid \$53,333 during fiscal year 2019 for this plan.

NOTE 21 SUBSEQUENT EVENTS

Worldwide Pandemic

Subsequent to year-end, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to the City, COVID-19 may impact various parts of its 2020 operations and financial results including, but not limited to, costs for emergency preparedness and shortages of personal. Management believes the City is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events occurred subsequent to year-end and are still developing.

General Obligation Bonds Issuance

On November 12, 2019, the City issued \$299,245 of general obligation bonds with an interest rate of 1.40% and a maturity date of October 15, 2020.

CITY OF KEWANEE, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
APRIL 30, 2019

NOTE 21 SUBSEQUENT EVENTS (CONTINUED)

Contracts Subsequent to Year-End

On February 28, 2020, the City entered into an \$87,500 contract with Quad Cities Directional Boring, Inc. for the purchase and installation of DR17 HDPE piping at the Wastewater Treatment Plant.

On May 8, 2020, the City entered into a \$500,161 contract with Performance Pipelining, Inc. for materials and labor related to the 2020 Cured-in-Place Pipelining Sewer Program.

On May 12, 2020, the City entered into a \$271,000 contract with L.C. United Painting, Inc. for coating of the South Water Tower.

CITY OF KEWANEE, ILLINOIS
COMBINING SCHEDULE OF CASH TRANSACTIONS
ALL FUND TYPES
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019

	Governmental Fund Types					Proprietary Fund Types			City-Wide Total
	General	Special Revenue	Debt Service	Capital Projects	Total	Enterprise	Internal Service	Total	
RECEIPTS									
Taxes	\$ 918,490	\$ 2,221,106	\$ 295,846	\$ -	\$ 3,435,442	\$ -	\$ -	\$ -	\$ 3,435,442
Licenses and Permits	335,958	-	-	-	335,958	1,145	-	1,145	337,103
Intergovernmental Receipts	3,922,568	328,847	-	622,704	4,874,119	-	-	-	4,874,119
Charges for Services	556,125	17,098	-	-	573,223	5,147,666	1,469,036	6,616,702	7,189,925
Interest Income	179,141	26,685	4,091	4,295	214,212	30,107	5,106	35,213	249,425
Fines and Forfeits	94,453	-	-	-	94,453	114,710	-	114,710	209,163
Other Receipts	343,288	53,491	-	315	397,094	50,826	192,100	242,926	640,020
Total Receipts	6,350,023	2,647,227	299,937	627,314	9,924,501	5,344,454	1,666,242	7,010,696	16,935,197
DISBURSEMENTS									
General Government	428,647	922,445	-	57,105	1,408,197	-	-	-	1,408,197
Public Safety	4,732,303	986,742	-	-	5,719,045	-	-	-	5,719,045
Public Works and Transportation	741,891	359,611	-	865,643	1,967,145	-	-	-	1,967,145
Culture and Recreation	76,123	-	-	-	76,123	-	-	-	76,123
Development	178,968	51,697	-	-	230,665	-	-	-	230,665
Personal	-	-	-	-	-	1,542,079	1,998,737	3,540,816	3,540,816
Contractual	-	-	-	-	-	2,044,970	100,527	2,145,497	2,145,497
Commodities	-	-	-	-	-	461,201	70,032	531,233	531,233
Capital Expenditures	-	-	-	-	-	331,188	2,928	334,116	334,116
Other	-	-	-	-	-	34,225	19	34,244	34,244
Debt Service:									
Principal Retirement	27,680	70,179	975,145	250,000	1,323,004	-	-	-	1,323,004
Interest and Fiscal Charges	6,962	12,475	227,751	96,665	343,853	-	-	-	343,853
Total Disbursements	6,192,574	2,403,149	1,202,896	1,269,413	11,068,032	4,413,663	2,172,243	6,585,906	17,653,938
CHANGE IN CASH BALANCES	157,449	244,078	(902,959)	(642,099)	(1,143,531)	930,791	(506,001)	424,790	(718,741)
OTHER FINANCING SOURCES (USES)									
Transfers In	119,660	28,271	603,200	369,774	1,120,905	227,212	-	227,212	1,348,117
Transfers Out	(270,914)	(28,695)	-	(57,200)	(356,809)	(991,308)	-	(991,308)	(1,348,117)
Proceeds from Bond Sale	-	-	298,570	-	298,570	-	-	-	298,570
Total Other Financing Sources (Uses)	(151,254)	(424)	901,770	312,574	1,062,666	(764,096)	-	(764,096)	298,570
EXCESS (DEFICIENCY) OF RECEIPTS AND OTHER FINANCING SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER FINANCING USES	6,195	243,654	(1,189)	(329,525)	(80,865)	166,695	(506,001)	(339,306)	(420,171)
Cash Balances - April 30, 2018	6,462,042	1,783,837	1,150,852	2,585,792	11,982,523	4,652,012	666,530	5,318,542	17,301,065
CASH BALANCES - APRIL 30, 2019	<u>\$ 6,468,237</u>	<u>\$ 2,027,491</u>	<u>\$ 1,149,663</u>	<u>\$ 2,256,267</u>	<u>\$ 11,901,658</u>	<u>\$ 4,818,707</u>	<u>\$ 160,529</u>	<u>\$ 4,979,236</u>	<u>\$ 16,880,894</u>
CASH BASIS FUND BALANCES/NET POSITION									
Restricted - Nonexpendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,076,925	\$ -	\$ 1,076,925	\$ 1,076,925
Restricted - Expendable	-	1,756,084	-	328,921	2,085,005	1,581,071	-	1,581,071	3,666,076
Assigned	-	271,407	1,149,663	1,927,346	3,348,416	-	-	-	3,348,416
Unrestricted	-	-	-	-	-	2,160,711	160,529	2,321,240	2,321,240
Unassigned	6,468,237	-	-	-	6,468,237	-	-	-	6,468,237
Total Cash Basis Fund Balances/Net Position	<u>\$ 6,468,237</u>	<u>\$ 2,027,491</u>	<u>\$ 1,149,663</u>	<u>\$ 2,256,267</u>	<u>\$ 11,901,658</u>	<u>\$ 4,818,707</u>	<u>\$ 160,529</u>	<u>\$ 4,979,236</u>	<u>\$ 16,880,894</u>

**CITY OF KEWANEE, ILLINOIS
COMBINING SCHEDULE OF CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019**

	Total Nonmajor Governmental Funds	Audit Fund	Liability Insurance Fund	Motor Fuel Tax Fund	Municipal Retirement Fund	Social Security Fund
RECEIPTS						
Taxes	\$ 2,516,952	\$ 34,830	\$ 337,659	\$ -	\$ 248,298	\$ 198,672
Intergovernmental Receipts	328,847	-	-	328,847	-	-
Charges for Services	17,098	-	-	-	-	-
Interest Income	30,776	10	96	2,205	71	57
Other Receipts	53,806	-	12,873	-	-	-
Total Receipts	<u>2,947,479</u>	<u>34,840</u>	<u>350,628</u>	<u>331,052</u>	<u>248,369</u>	<u>198,729</u>
DISBURSEMENTS						
General Government	979,550	27,050	398,514	-	230,670	211,897
Public Safety	986,742	-	-	-	-	-
Public Works and Transportation	359,611	-	-	332,348	-	-
Development	51,697	-	-	-	-	-
Debt Service:						
Principal Retirement	1,045,324	-	-	-	-	-
Interest and Fiscal Charges	240,226	-	-	-	-	-
Total Disbursements	<u>3,663,150</u>	<u>27,050</u>	<u>398,514</u>	<u>332,348</u>	<u>230,670</u>	<u>211,897</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(715,671)	7,790	(47,886)	(1,296)	17,699	(13,168)
OTHER FINANCING SOURCES (USES)						
Transfers In	696,245	-	-	-	-	-
Transfers Out	(28,695)	-	-	-	(7,438)	(6,852)
Proceeds from Bond Sale	298,570	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>966,120</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,438)</u>	<u>(6,852)</u>
NET CHANGE IN CASH FUND BALANCES	250,449	7,790	(47,886)	(1,296)	10,261	(20,020)
Cash Balances - April 30, 2018	<u>2,929,461</u>	<u>2,115</u>	<u>176,744</u>	<u>311,230</u>	<u>53,017</u>	<u>59,156</u>
CASH BALANCES - APRIL 30, 2019	<u>\$ 3,179,910</u>	<u>\$ 9,905</u>	<u>\$ 128,858</u>	<u>\$ 309,934</u>	<u>\$ 63,278</u>	<u>\$ 39,136</u>
CASH BASIS FUND BALANCES						
Restricted	\$ 1,756,084	\$ 9,895	\$ 97,934	\$ 304,712	\$ 62,997	\$ 38,948
Assigned	1,423,826	10	30,924	5,222	281	188
Total Cash Basis Fund Balances	<u>\$ 3,179,910</u>	<u>\$ 9,905</u>	<u>\$ 128,858</u>	<u>\$ 309,934</u>	<u>\$ 63,278</u>	<u>\$ 39,136</u>

**CITY OF KEWANEE, ILLINOIS
COMBINING SCHEDULE OF CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019**

	Unemployment Insurance Fund	CDAP Housing Fund	TIF Development Fund	IEPA Water Loan Fund	Revolving Loan Fund	2015 Bond Fund
RECEIPTS						
Taxes	\$ 32,835	\$ -	\$ 382,351	\$ -	\$ -	\$ 295,846
Intergovernmental Receipts	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	10	10	5,696	-	16,897	4,091
Other Receipts	-	-	287	-	40,331	-
Total Receipts	<u>32,845</u>	<u>10</u>	<u>388,334</u>	<u>-</u>	<u>57,228</u>	<u>299,937</u>
DISBURSEMENTS						
General Government	30,314	-	24,000	-	-	-
Public Safety	-	-	-	-	-	-
Public Works and Transportation	-	-	27,263	-	-	-
Development	-	-	51,697	-	-	-
Debt Service:						
Principal Retirement	-	-	70,179	43,225	-	461,920
Interest and Fiscal Charges	-	-	12,475	13,975	-	135,073
Total Disbursements	<u>30,314</u>	<u>-</u>	<u>185,614</u>	<u>57,200</u>	<u>-</u>	<u>596,993</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	2,531	10	202,720	(57,200)	57,228	(297,056)
OTHER FINANCING SOURCES (USES)						
Transfers In	12,950	-	3,100	57,200	-	-
Transfers Out	-	-	-	-	-	-
Proceeds from Bond Sale	-	-	-	-	-	298,570
Total Other Financing Sources (Uses)	<u>12,950</u>	<u>-</u>	<u>3,100</u>	<u>57,200</u>	<u>-</u>	<u>298,570</u>
NET CHANGE IN CASH FUND BALANCES	15,481	10	205,820	-	57,228	1,514
Cash Balances - April 30, 2018	<u>(2,942)</u>	<u>2,994</u>	<u>385,704</u>	<u>23,287</u>	<u>760,640</u>	<u>356,391</u>
CASH BALANCES - APRIL 30, 2019	<u>\$ 12,539</u>	<u>\$ 3,004</u>	<u>\$ 591,524</u>	<u>\$ 23,287</u>	<u>\$ 817,868</u>	<u>\$ 357,905</u>
CASH BASIS FUND BALANCES						
Restricted	\$ 2,521	\$ 2,962	\$ 511,027	\$ -	\$ 675,016	\$ -
Assigned	10,018	42	80,497	23,287	142,852	357,905
Total Cash Basis Fund Balances	<u>\$ 12,539</u>	<u>\$ 3,004</u>	<u>\$ 591,524</u>	<u>\$ 23,287</u>	<u>\$ 817,868</u>	<u>\$ 357,905</u>

**CITY OF KEWANEE, ILLINOIS
COMBINING SCHEDULE OF CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
AS OF AND FOR THE YEAR ENDED APRIL 30, 2019**

	2013 Bond Fund	Capital Maint./ Municipal Building Fund	Firefighters' Pension Fund	Police Pension Fund	Perpetual Care Fund
RECEIPTS					
Taxes	\$ -	\$ -	\$ 499,257	\$ 487,204	\$ -
Intergovernmental Receipts	-	-	-	-	-
Charges for Services	-	-	-	-	17,098
Interest Income	-	-	142	139	1,352
Other Receipts	-	315	-	-	-
Total Receipts	<u>-</u>	<u>315</u>	<u>499,399</u>	<u>487,343</u>	<u>18,450</u>
DISBURSEMENTS					
General Government	-	57,105	-	-	-
Public Safety	-	-	499,399	487,343	-
Public Works and Transportation	-	-	-	-	-
Development	-	-	-	-	-
Debt Service:					
Principal Retirement	470,000	-	-	-	-
Interest and Fiscal Charges	78,703	-	-	-	-
Total Disbursements	<u>548,703</u>	<u>57,105</u>	<u>499,399</u>	<u>487,343</u>	<u>-</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(548,703)	(56,790)	-	-	18,450
OTHER FINANCING SOURCES (USES)					
Transfers In	546,000	64,774	6,020	6,201	-
Transfers Out	-	-	-	-	(14,405)
Proceeds from Bond Sale	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>546,000</u>	<u>64,774</u>	<u>6,020</u>	<u>6,201</u>	<u>(14,405)</u>
NET CHANGE IN CASH FUND BALANCES	(2,703)	7,984	6,020	6,201	4,045
Cash Balances - April 30, 2018	<u>771,174</u>	<u>(5,228)</u>	<u>7,618</u>	<u>8,291</u>	<u>19,270</u>
CASH BALANCES - APRIL 30, 2019	<u>\$ 768,471</u>	<u>\$ 2,756</u>	<u>\$ 13,638</u>	<u>\$ 14,492</u>	<u>\$ 23,315</u>
CASH BASIS FUND BALANCES					
Restricted	\$ -	\$ -	\$ 13,638	\$ 14,492	\$ 21,942
Assigned	768,471	2,756	-	-	1,373
Total Cash Basis Fund Balances	<u>\$ 768,471</u>	<u>\$ 2,756</u>	<u>\$ 13,638</u>	<u>\$ 14,492</u>	<u>\$ 23,315</u>

**CITY OF KEWANEE, ILLINOIS
 COMBINING SCHEDULE OF CASH TRANSACTIONS
 NONMAJOR ENTERPRISE AND INTERNAL SERVICE FUNDS
 AS OF AND FOR THE YEAR ENDED APRIL 30, 2019**

	Nonmajor Enterprise Fund	Internal Service Funds		
	IEPA Water Treatment Fund	Total Internal Service Funds	Central Maintenance Fund	Health Insurance Fund
RECEIPTS				
Charges for Services	\$ -	\$ 1,469,036	\$ 227,310	\$ 1,241,726
Interest Income	-	5,106	-	5,106
Other Receipts	-	192,100	49	192,051
Total Receipts	-	1,666,242	227,359	1,438,883
DISBURSEMENTS				
Personnel	-	1,998,737	119,485	1,879,252
Contractual	-	100,527	75,327	25,200
Commodities	-	70,032	70,032	-
Capital Expenditures	-	2,928	2,928	-
Other	-	19	19	-
Total Disbursements	-	2,172,243	267,791	1,904,452
CHANGE IN CASH BASIS NET POSITION	-	(506,001)	(40,432)	(465,569)
Cash Balances - April 30, 2018	25,606	666,530	22,276	644,254
CASH BALANCES - APRIL 30, 2019	<u>\$ 25,606</u>	<u>\$ 160,529</u>	<u>\$ (18,156)</u>	<u>\$ 178,685</u>
CASH BASIS NET POSITION				
Restricted - Expendable	\$ 25,606	\$ -	\$ -	\$ -
Unrestricted	-	160,529	(18,156)	178,685
Total Cash Basis Net Position	<u>\$ 25,606</u>	<u>\$ 160,529</u>	<u>\$ (18,156)</u>	<u>\$ 178,685</u>

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
ALL FUND TYPES
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Taxes	\$ 3,463,445	\$ 3,463,445	\$ 3,435,442	\$ (28,003)
Licenses and Permits	359,663	359,663	337,103	(22,560)
Intergovernmental Receipts	4,631,620	4,631,620	4,874,119	242,499
Charges for Services	5,999,666	5,999,666	7,189,925	1,190,259
Interest Income	117,586	117,586	249,425	131,839
Fines and Forfeits	200,050	200,050	209,163	9,113
Other Receipts	725,798	725,798	640,020	(85,778)
Total Receipts	<u>15,497,828</u>	<u>15,497,828</u>	<u>16,935,197</u>	<u>1,437,369</u>
DISBURSEMENTS				
General Government	1,480,550	1,480,550	1,408,197	(72,353)
Public Safety	5,626,151	5,626,151	5,719,045	92,894
Public Works and Transportation	2,347,704	2,347,704	1,967,145	(380,559)
Culture and Recreation	96,812	96,812	76,123	(20,689)
Development	752,637	752,637	230,665	(521,972)
Personnel	3,196,516	3,196,516	3,540,816	344,300
Contractual	2,315,933	2,315,933	2,145,497	(170,436)
Commodities	661,630	661,630	531,233	(130,397)
Capital Expenditures	812,508	812,508	334,116	(478,392)
Other	7,816	7,816	34,244	26,428
Debt Service:				
Principal Retirement	1,293,404	1,293,404	1,323,004	29,600
Interest and Fiscal Charges	327,568	327,568	343,853	16,285
Total Disbursements	<u>18,919,229</u>	<u>18,919,229</u>	<u>17,653,938</u>	<u>(1,265,291)</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	(3,421,401)	(3,421,401)	(718,741)	2,702,660
OTHER FINANCING SOURCES (USES)				
Transfers In	2,777,806	2,777,806	1,348,117	(1,429,689)
Transfers Out	(1,534,808)	(1,534,808)	(1,348,117)	186,691
Proceeds from Bond Sale	295,000	295,000	298,570	3,570
Total Other Financing Sources (Uses)	<u>1,537,998</u>	<u>1,537,998</u>	<u>298,570</u>	<u>(1,239,428)</u>
NET CHANGE IN CASH BALANCES	<u>\$ (1,883,403)</u>	<u>\$ (1,883,403)</u>	(420,171)	<u>\$ 1,463,232</u>
Balances - April 30, 2018			<u>17,301,065</u>	
BALANCES - APRIL 30, 2019			<u>\$ 16,880,894</u>	

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
GENERAL FUND
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Taxes	\$ 902,026	\$ 902,026	\$ 918,490	\$ 16,464
Licenses and Permits	358,263	358,263	335,958	(22,305)
Intergovernmental Receipts	3,846,960	3,846,960	3,922,568	75,608
Charges for Services	668,666	668,666	556,125	(112,541)
Interest Income	80,000	80,000	179,141	99,141
Fines and Forfeits	90,050	90,050	94,453	4,403
Other Receipts	404,740	404,740	343,288	(61,452)
Total Receipts	<u>6,350,705</u>	<u>6,350,705</u>	<u>6,350,023</u>	<u>(682)</u>
DISBURSEMENTS				
General Government	446,046	446,046	428,647	(17,399)
Public Safety	4,460,168	4,460,168	4,732,303	272,135
Public Works and Transportation	754,549	754,549	741,891	(12,658)
Culture and Recreation	96,812	96,812	76,123	(20,689)
Development	607,800	607,800	178,968	(428,832)
Debt Service:				
Principal Retirement	-	-	27,680	27,680
Interest and Fiscal Charges	-	-	6,962	6,962
Total Disbursements	<u>6,365,375</u>	<u>6,365,375</u>	<u>6,192,574</u>	<u>(172,801)</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(14,670)	(14,670)	157,449	172,119
OTHER FINANCING SOURCES (USES)				
Transfers In	80,000	80,000	119,660	39,660
Transfers Out	(424,825)	(424,825)	(270,914)	153,911
Total Other Financing Sources (Uses)	<u>(344,825)</u>	<u>(344,825)</u>	<u>(151,254)</u>	<u>193,571</u>
NET CHANGE IN CASH FUND BALANCE	<u>\$ (359,495)</u>	<u>\$ (359,495)</u>	6,195	<u>\$ 365,690</u>
Balances - April 30, 2018			<u>6,462,042</u>	
BALANCES - APRIL 30, 2019			<u>\$ 6,468,237</u>	

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
ACQUISITION FUND
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Total Receipts	\$ -	\$ -	\$ -	\$ -
DISBURSEMENTS				
Public Works and Transportation	869,035	869,035	722,466	(146,569)
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	(869,035)	(869,035)	(722,466)	146,569
OTHER FINANCING SOURCES				
Transfers In	305,000	305,000	305,000	-
NET CHANGE IN CASH FUND BALANCE	<u>\$ (564,035)</u>	<u>\$ (564,035)</u>	(417,466)	<u>\$ 146,569</u>
Balances - April 30, 2018			<u>2,287,368</u>	
BALANCES - APRIL 30, 2019			<u>\$ 1,869,902</u>	

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
NHR SALES TAX INFRASTRUCTURE IMPROVEMENT FUND
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Intergovernmental Receipts	\$ 600,000	\$ 600,000	\$ 622,704	\$ 22,704
Interest Income	2,000	2,000	4,295	2,295
Total Receipts	<u>602,000</u>	<u>602,000</u>	<u>626,999</u>	<u>24,999</u>
DISBURSEMENTS				
Public Works and Transportation	280,000	280,000	143,177	(136,823)
Debt Service:				
Principal Retirement	250,000	250,000	250,000	-
Interest and Fiscal Charges	96,665	96,665	96,665	-
Total Disbursements	<u>626,665</u>	<u>626,665</u>	<u>489,842</u>	<u>(136,823)</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(24,665)	(24,665)	137,157	161,822
OTHER FINANCING USES				
Transfers Out	<u>(57,200)</u>	<u>(57,200)</u>	<u>(57,200)</u>	<u>-</u>
NET CHANGE IN CASH FUND BALANCE	<u>\$ (81,865)</u>	<u>\$ (81,865)</u>	79,957	<u>\$ 161,822</u>
Balances - April 30, 2018			<u>303,652</u>	
BALANCES - APRIL 30, 2019			<u>\$ 383,609</u>	

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
SANITATION FUND
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Charges for Services	\$ 1,270,000	\$ 1,270,000	\$ 1,257,673	\$ (12,327)
Fines and Forfeits	17,000	17,000	18,798	1,798
Other Receipts	-	-	1,886	1,886
Total Receipts	<u>1,287,000</u>	<u>1,287,000</u>	<u>1,278,357</u>	<u>(8,643)</u>
DISBURSEMENTS				
Personnel	448,177	448,177	450,289	2,112
Contractual	648,075	648,075	579,651	(68,424)
Commodities	23,000	23,000	28,212	5,212
Capital Expenditures	35,750	35,750	31,274	(4,476)
Other	200	200	8,606	8,406
Total Disbursements	<u>1,155,202</u>	<u>1,155,202</u>	<u>1,098,032</u>	<u>(57,170)</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	131,798	131,798	180,325	48,527
OTHER FINANCING USES				
Transfers Out	<u>(172,564)</u>	<u>(172,564)</u>	<u>(147,333)</u>	<u>25,231</u>
CHANGE IN CASH NET POSITION	<u>\$ (40,766)</u>	<u>\$ (40,766)</u>	32,992	<u>\$ 73,758</u>
Balances - April 30, 2018			<u>282,235</u>	
BALANCES - APRIL 30, 2019			<u>\$ 315,227</u>	

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
WATER FUND
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Licenses and Permits	\$ 1,400	\$ 1,400	\$ 1,145	\$ (255)
Charges for Services	2,300,500	2,300,500	2,224,313	(76,187)
Interest Income	12,300	12,300	27,194	14,894
Fines and Forfeits	63,000	63,000	65,799	2,799
Other Receipts	15,000	15,000	76	(14,924)
Total Receipts	<u>2,392,200</u>	<u>2,392,200</u>	<u>2,318,527</u>	<u>(73,673)</u>
DISBURSEMENTS				
Personnel	688,320	688,320	653,141	(35,179)
Contractual	525,017	525,017	498,654	(26,363)
Commodities	350,855	350,855	231,658	(119,197)
Capital Expenditures	384,400	384,400	160,675	(223,725)
Other	13,500	13,500	6,718	(6,782)
Total Disbursements	<u>1,962,092</u>	<u>1,962,092</u>	<u>1,550,846</u>	<u>(411,246)</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS				
	430,108	430,108	767,681	337,573
OTHER FINANCING USES				
Transfers Out	<u>(706,812)</u>	<u>(706,812)</u>	<u>(700,059)</u>	<u>6,753</u>
CHANGE IN CASH NET POSITION				
	<u>\$ (276,704)</u>	<u>\$ (276,704)</u>	67,622	<u>\$ 344,326</u>
Balances - April 30, 2018			<u>2,547,530</u>	
BALANCES - APRIL 30, 2019			<u>\$ 2,615,152</u>	

CITY OF KEWANEE, ILLINOIS
SCHEDULE OF CASH TRANSACTIONS – BUDGET TO ACTUAL
SEWER FUND
YEAR ENDED APRIL 30, 2019

	Budget		Actual	Over (Under) Budget
	Original	Final		
RECEIPTS				
Charges for Services	\$ 1,700,500	\$ 1,700,500	\$ 1,608,800	\$ (91,700)
Interest Income	1,200	1,200	2,913	1,713
Fines and Forfeits	30,000	30,000	30,113	113
Other Receipts	26,800	26,800	29,107	2,307
Total Receipts	<u>1,758,500</u>	<u>1,758,500</u>	<u>1,670,933</u>	<u>(87,567)</u>
DISBURSEMENTS				
Personnel	196,738	196,738	197,223	485
Contractual	1,028,216	1,028,216	954,290	(73,926)
Commodities	199,575	199,575	182,218	(17,357)
Capital Expenditures	381,158	381,158	130,813	(250,345)
Other	3,000	3,000	18,543	15,543
Total Disbursements	<u>1,808,687</u>	<u>1,808,687</u>	<u>1,483,087</u>	<u>(325,600)</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(50,187)	(50,187)	187,846	238,033
OTHER FINANCING USES				
Transfers Out	<u>(143,947)</u>	<u>(143,947)</u>	<u>(130,037)</u>	<u>13,910</u>
CHANGE IN CASH NET POSITION	<u>\$ (194,134)</u>	<u>\$ (194,134)</u>	57,809	<u>\$ 251,943</u>
Balances - April 30, 2018			<u>664,938</u>	
BALANCES - APRIL 30, 2019			<u>\$ 722,747</u>	

**CITY OF KEWANEE, ILLINOIS
CONSOLIDATED YEAR-END FINANCIAL REPORT
YEAR ENDED APRIL 30, 2019**

CSFA Number	Program Name	State	Federal	Other	Total
494-00-1488	Motor Fuel Tax Program	\$ 332,348	\$ -	\$ -	\$ 332,348
	Other Grant Programs and Activities	-	-	-	-
	All Other Costs Not Allocated	-	-	15,852,556	15,852,556
	Total	<u>\$ 332,348</u>	<u>\$ -</u>	<u>\$ 15,852,556</u>	<u>\$ 16,184,904</u>