

City of Streator, Illinois

Comprehensive Annual Financial Report
For the Fiscal Year Ended
December 31, 2019



Prepared by:
Office of the City Manager

CITY OF STREATOR, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended
December 31, 2019

Prepared by the Office of the City Manager

David Plyman
City Manager

Julie Lucas
Office Manager/City Treasurer

Wes Levy
Chief Financial Officer

CITY OF STREATOR, ILLINOIS
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INTRODUCTORY SECTION

CITY OF STREATOR, ILLINOIS

PRINCIPAL OFFICIALS

December 31, 2019

Mayor

Jimmie Lansford

City Council

Tara Bedei
Brian Crouch

Edgar Brozak
Joseph Scarbeary

City Manager

David Plyman

Assistant to the City Manager/City Clerk

Patricia Henderson

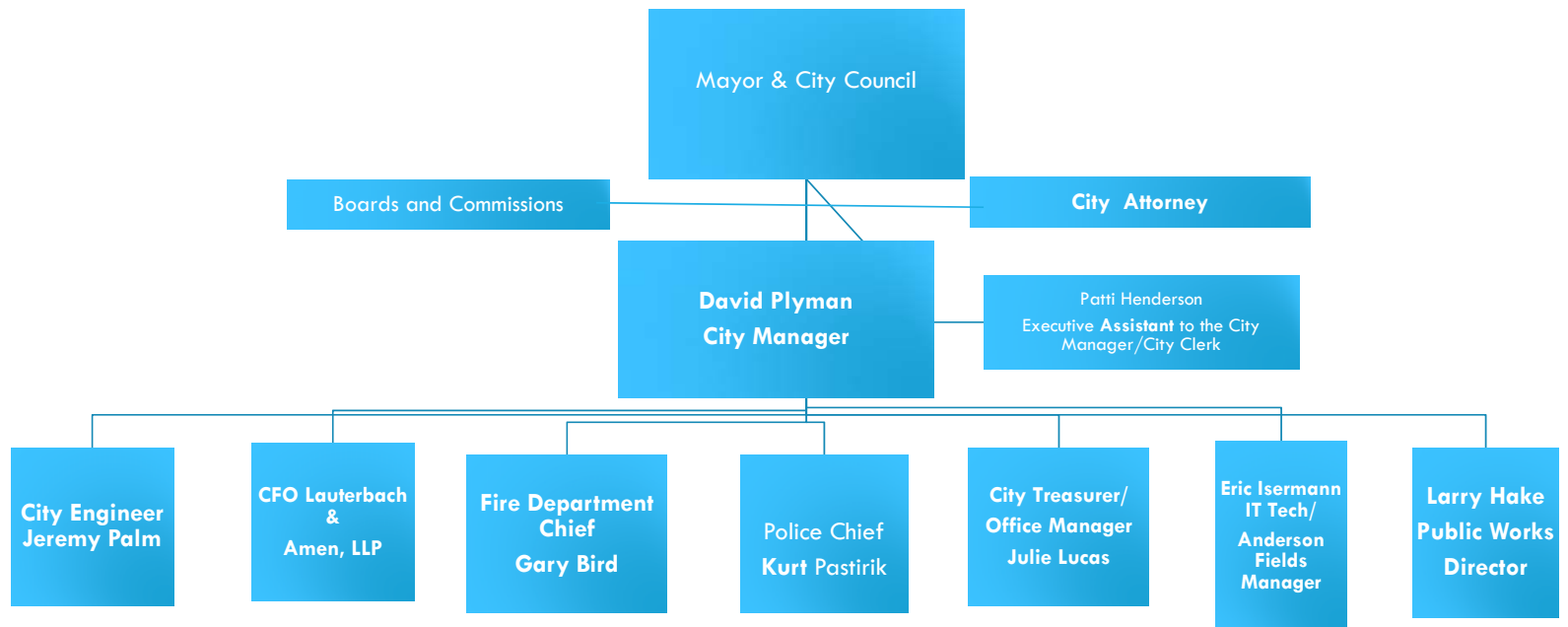
Office Manager/City Treasurer

Julie Lucas

Chief Financial Officer

Steve Litko

CITY OF STREATOR ORGANIZATIONAL CHART



City of Streator

204 South Bloomington Street • Streator, Illinois 61364-0517 • (815) 672-2517 • Fax (815) 672-7566



October 28, 2020

Mayor Jimmie Lansford and City Council
City of Streator, Illinois

The Comprehensive Annual Financial Report (CAFR) of the City of Streator for the calendar year ended December 31, 2019 is hereby submitted. State law requires an annual audit for local governments. The audit must be conducted in accordance with generally-accepted auditing standards, include all of the accounts and funds of the City, and generally be completed within six months after the close of the calendar year. The City is required to issue a report on its financial position and activity presented in conformance with generally-accepted accounting principles (GAAP). This report represents a comprehensive picture of the City's financial activities and has been published to fulfill the requirements for the fiscal year January 1, 2019 – December 31, 2019.

The financial report consists of management's representations concerning the finances of the City of Streator. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that is established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The City of Streator's financial statements have been audited by Sikich LLP, a firm of licensed certified public accounts. The independent auditor issued an unmodified ("clean") opinion on the City's financial statements for the year ended December 31, 2019. The independent auditor's report is located at the beginning of the financial section of this report.

Management's Discussion & Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of government

The City of Streator, founded in 1868, located 100 miles south of Chicago and equidistant to three interstate highways, serves a population of 13,710. The City of Streator is empowered to levy a property tax on real property located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The City of Streator operates under the Council Manager form of government that was approved by public referendum in 1986. The City operates under the City Manager Statutes of the State of Illinois which states that "The City Manager shall be the Chief Administrative Officer of the City and shall be responsible to the City Council for the proper administration of all affairs of the City." The City Manager also serves as the city's budget officer.

Working closely with the City Council, city staff, community organizations, the business community and citizens, the City Manager's office ensures that quality services and programs are available to meet the needs of the City of Streator, in accordance with the policy direction of the Mayor and City Council.

The City of Streator provides a full range of services, including police and fire protection, sewer and refuse collection, snow removal, traffic control, on-and off-street parking, building inspections, flood control, park maintenance, plus community and economic development services.

The City Council is required to adopt an initial budget for the calendar year no later than December 31, preceding the beginning of the calendar year on January 1. This annual budget serves as the foundation for the City of Streator's financial planning and control. The budget is prepared by fund and department. Department heads may transfer resources within a department as they see fit. The City Manager may transfer resources between departments; however, transfers between funds requires approval from the City Council.

Local economy

The City of Streator has a manufacturing and service-based economy. More than 200 Chamber of Commerce businesses call Streator home including Stock and Field (formerly Big R), Walmart, Vactor Manufacturing, Owens-IL, Steril ALM, Flink Co., US Foods, Heritage Health, R.P. Lumber, SCI Corporation, Conagra Foods, Eagle 6 Theatre, Results, Teleweld, Plymouth Tube, Transco, Liberty Village, Cora's Welding, Streator Dependable, Kroger, U.S. Truck Body and others.

In the past twenty years, the city has invested significantly in new public infrastructure. After an economic downturn following the Great Recession of 2008, the city's economy has begun to rebound. Sales tax revenues are improving and many of the city's major employers are hiring.

Long-term financial planning and major development initiatives

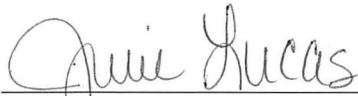
The City of Streator is an active participant in the development of a vibrant downtown. Since 2016, the City of Streator has created three new tax increment financing (TIF) districts, expanded its Enterprise Zone, and obtained Opportunity Zone designation for one of its poorer census tracts. These efforts have resulted in new, planned or promised development that will increase the city's tax base.

Relevant financial policies

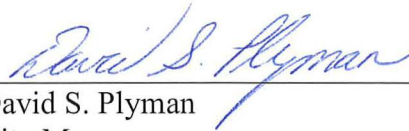
The City of Streator updated its Financial Policies, Human Resource Policy, Annexation Policy, Public Safety Policy, and Park Use policies. These policies are to assist the decision-making process of the City Council and the Administration to provide guidelines for evaluating both current activities and proposals for future programs and budgets.

Financial policies aid the City by improving financial management, financial position and the credit worthiness of the City. They also serve to ensure that all financial transactions conducted by or on behalf of the City are made in a manner and method which provides for the most proficient and effective management of the financial resources and funds of the City.

Yours in Public Service,



Julie Lucas
City Treasurer



David S. Plyman
City Manager

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Streator, Illinois (the City) as of and for the year ended December 31, 2019 and the related notes to financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Streator Public Library, a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*. 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 City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Streator, Illinois, as of December 31, 2019, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

The City adopted GASB Statement No. 84, *Fiduciary Activities*, which changed the reporting of certain fiduciary funds during the current fiscal year. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2020, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Sikich LLP

Naperville, Illinois
November 12, 2020

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

Our discussion and analysis of the City of Streator's (the City) financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2019. Please read it in conjunction with the transmittal letter, which begins on page iii and the City's basic financial statements, which begin on page 6.

FINANCIAL HIGHLIGHTS

- The City's net position decreased as a result of this year's operations. While net position of business-type activities increased by \$1,333,871, or 4.1 percent, net position of the governmental activities decreased by \$3,309,906, or 21.9 percent.
- During the year, governmental fund revenues totaled \$13,892,152, while expenditures totaled \$14,126,570, resulting in a decrease to fund balance (before transfers and long-term debt transactions) of \$234,418.
- The City's net position totaled \$45,349,280 on December 31, 2019, which includes \$72,807,407 net investment in capital assets, \$4,996,060 subject to external restrictions, and \$32,454,187 unrestricted deficit net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported a surplus for the year of \$354,759, resulting in ending fund balance of \$3,525,930, an increase of 11.2 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 6-7) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements begin on page 10. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which City acts solely as a trustee or agent for the benefit of those outside of the government.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements

The government-wide financial statements 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 can be found on pages 6-9 of this report.

The Statement of Net Position reports information on all of the City's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two 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. Consideration of other nonfinancial factors, such as changes in the City's property tax base and the condition of the City's infrastructure, is needed to assess the overall health of the City.

The Statement of Activities presents information showing how the government'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 earned but unused vacation leave).

Both of 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, and economic development. The business-type activities of the City include sewer, golf and solid waste operations.

The City includes one separate legal entity in its report. The Streator Public Library is presented as a discretely presented component unit. Although legally separate, this "component unit" is important because the City is financially accountable for it. Financial information for the component unit is reported separately from the financial information presented for the primary government itself.

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 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 funds, proprietary funds, and fiduciary funds.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City'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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The City maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered to be a major fund. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements start on page 10 of this report.

Proprietary Funds

The City maintains one proprietary fund type: enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City utilizes enterprise funds to account for its sewer, golf, and solid waste operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sewer Fund, Golf Course Fund and Solid Waste Fund, which are considered to be major funds of the City.

The basic proprietary fund financial statements can be found on pages 14-18 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 use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 19-20 of this report.

Notes to the 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 financial statements can be found on pages 21-69 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's I.M.R.F., Sheriff's Law Enforcement, police and fire employee pension obligations, total OPEB liability, and budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 70-82 of this report. The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 83-98 of this report.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the City, assets/deferred outflows exceeded liabilities/deferred inflows by \$46,559,990.

	Net Position					
	Governmental		Business-type		Total	
	Activities		Activities			
	2019	2018	2019	2018	2019	2018
Current and Other Assets	\$ 10,084,226	8,564,872	4,193,489	3,568,314	14,277,715	12,133,186
Capital Assets	49,353,771	49,823,793	39,362,654	39,125,662	88,716,425	88,949,455
Total Assets	59,437,997	58,388,665	43,556,143	42,693,976	102,994,140	101,082,641
Deferred Outflows	5,434,155	4,229,239	640,071	77,538	6,074,226	4,306,777
Total Assets/Deferred Outflows	64,872,152	62,617,904	44,196,214	42,771,514	109,068,366	105,389,418
Long-Term Debt	45,866,955	39,967,704	9,337,652	9,431,376	55,204,607	49,399,080
Other Liabilities	1,741,843	1,492,182	1,153,739	1,077,296	2,895,582	2,569,478
Total Liabilities	47,608,798	41,459,886	10,491,391	10,508,672	58,100,189	51,968,558
Deferred Inflows	5,501,160	6,518,494	117,737	342,376	5,618,897	6,860,870
Total Liabilities/Deferred Inflows	53,109,958	47,978,380	10,609,128	10,851,048	63,719,086	58,829,428
Net Position						
Net Investment in Capital Assets	41,887,704	43,250,307	30,919,703	29,769,496	72,807,407	73,019,803
Restricted	3,339,929	1,653,435	1,656,131	1,474,333	4,996,060	3,127,768
Unrestricted (Deficit)	(33,465,439)	(30,264,218)	1,011,252	676,637	(32,454,187)	(29,587,581)
Total Net Position	11,762,194	14,639,524	33,587,086	31,920,466	45,349,280	46,559,990

A large portion of the City's net position, \$72,807,407, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$4,996,060, of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit of \$32,454,187, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Change in Net Position					
	Governmental		Business-Type		Total	
	Activities		Activities			
	2019	2018	2019	2018	2019	2018
Revenues						
Program Revenues						
Charges for Services	\$ 550,474	571,778	4,104,012	4,164,585	4,654,486	4,736,363
Operating Grants/Contributions	557,938	386,961	-	-	557,938	386,961
Capital Grants/Contributions	398,105	127,800	636,520	1,583,328	1,034,625	1,711,128
General Revenues						
Property and Replacement Taxes	4,644,480	4,553,420	-	-	4,644,480	4,553,420
Sales Taxes	3,410,001	3,308,126	-	-	3,410,001	3,308,126
Use Taxes	570,420	290,808	-	-	570,420	290,808
Other Taxes	1,533,392	1,404,729	-	-	1,533,392	1,404,729
Income Taxes	1,528,288	1,379,652	-	-	1,528,288	1,379,652
Other General Revenues	1,093,100	1,306,041	31,899	243,778	1,124,999	1,549,819
Total Revenues	14,286,198	13,329,315	4,772,431	5,991,691	19,058,629	19,321,006
Expenses						
General Government	2,641,730	2,786,291	-	-	2,641,730	2,786,291
Public Safety	8,624,393	7,347,710	-	-	8,624,393	7,347,710
Public Works	3,138,724	2,922,175	-	-	3,138,724	2,922,175
Economic Development	1,947,900	2,018,752	-	-	1,947,900	2,018,752
Interest on Long-Term Debt	219,799	219,285	-	-	219,799	219,285
Sewer	-	-	3,134,818	3,584,602	3,134,818	3,584,602
Golf Course	-	-	135,877	161,512	135,877	161,512
Solid Waste	-	-	1,191,423	1,193,125	1,191,423	1,193,125
Total Expenses	16,572,546	15,294,213	4,462,118	4,939,239	21,034,664	20,233,452
Change in Net Position						
Before Transfers	(2,286,348)	(1,964,898)	310,313	1,052,452	(1,976,035)	(912,446)
Transfers	(1,023,558)	(1,130,934)	1,023,558	1,130,934	-	-
Change in Net Position	(3,309,906)	(3,095,832)	1,333,871	2,183,386	(1,976,035)	(912,446)
Net Position - Beginning as Restated	15,072,100	17,735,356	32,253,215	29,737,080	47,325,315	47,472,436
Net Position - Ending	11,762,194	14,639,524	33,587,086	31,920,466	45,349,280	46,559,990

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the City's governmental activities decreased by 22.0 percent (\$11,762,194 in 2019 compared to a restated \$15,072,100 in 2018). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$33,465,439 at December 31, 2019.

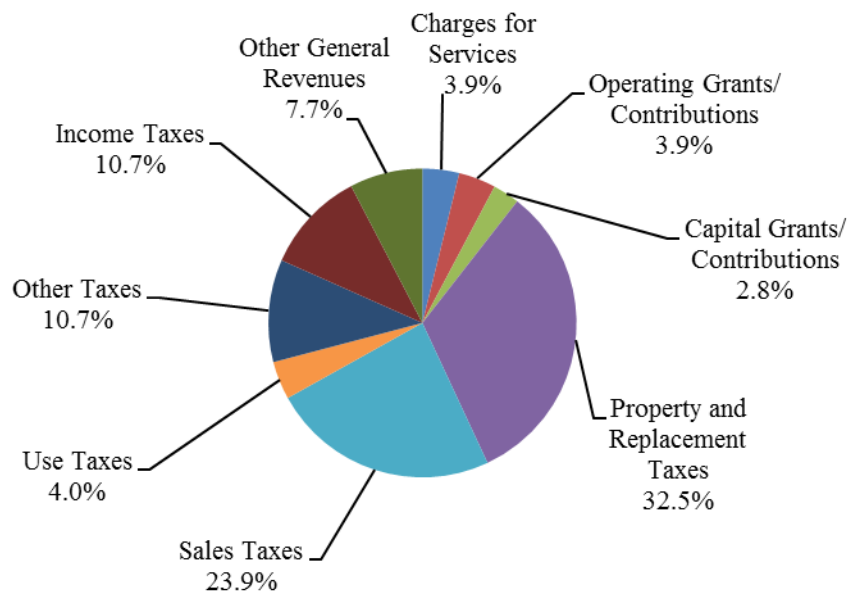
Net position of business-type activities increased by 4.1 percent (\$33,587,086 in 2019 compared to a restated \$32,253,215 in 2018).

Governmental Activities

Revenues for governmental activities totaled \$14,286,198, while the cost of all governmental functions totaled \$16,572,546. This results in a deficit of \$2,286,348 prior to transfers out of \$1,023,558. In 2018, expenses of \$15,294,213 exceeded revenues of \$13,329,315, resulting in a deficit of \$1,964,898 prior to transfers out of \$1,130,934. The deficit in 2019 was due in large part to the increases in net pension liabilities for police and fire.

The following table graphically depicts the major revenue sources of the City. It depicts very clearly the reliance of property taxes, utility taxes and use taxes to fund governmental activities. It also clearly identifies the less significant percentage the City receives from income taxes.

Revenues by Source - Governmental Activities



CITY OF STREATOR, ILLINOIS

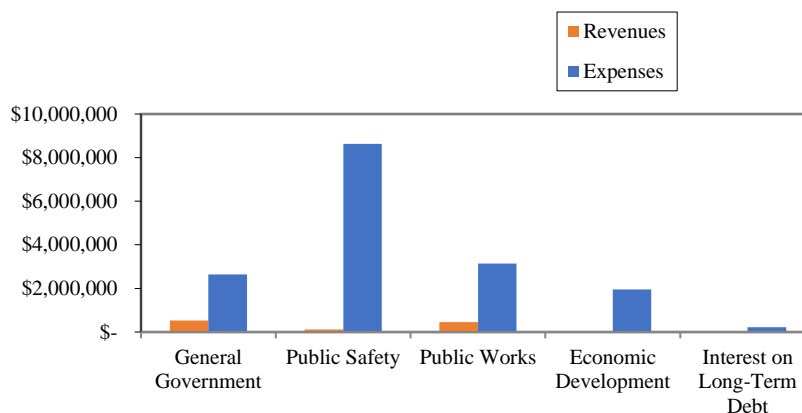
Management's Discussion and Analysis December 31, 2019

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.

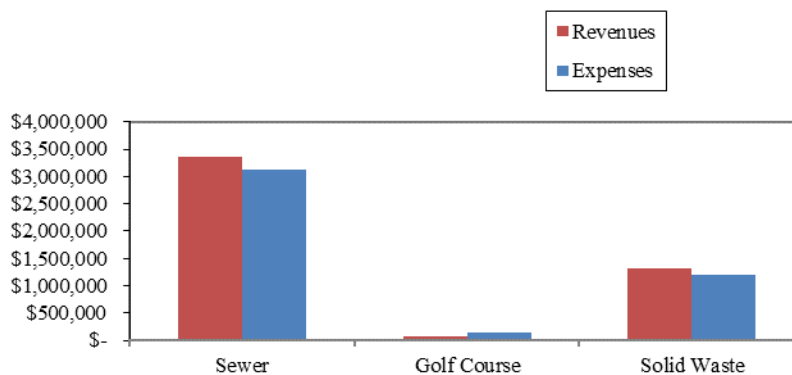
Expenses and Program Revenues - Governmental Activities



Business-Type activities

Business-Type activities posted total revenues of \$4,772,431, while the cost of all business-type activities totaled \$4,462,118. This results in a surplus of \$310,313 prior to transfers in of \$1,023,558. In 2018, revenues of \$5,991,691 exceed expenses of \$4,939,239, resulting in a surplus of \$1,052,452 prior to transfers in of \$1,130,934.

Expenses and Program Revenues - Business-Type Activities



The above graph compares program revenues to expenses for utility operations.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the City 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. 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.

The City's governmental funds reported combining ending fund balances of \$5,759,555, which is \$1,429,273, or 33.0 percent, higher than last year's total of \$4,330,282. Of the \$5,759,555 total, \$2,416,612, or approximately 42.0 percent, of the fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the City. At December 31, 2019, unassigned fund balance in the General Fund was \$2,430,857, which represents 68.9 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 21.0 percent of total General Fund expenditures.

Proprietary Funds

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

The City reports the Sewer Fund, the Golf Course Fund and the Solid Waste Fund as major proprietary funds.

The Sewer Fund accounts for all of the operations of the sewer system. The City intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects. The surplus in the Sewer Fund during the current fiscal year was \$1,242,920. Unrestricted net position in the Sewer Fund totaled \$749,739 at December 31, 2019.

The Golf Course Fund reported a decrease in net position of \$28,975.

The Solid Waste Fund reported an increase to net position for the year of \$119,926.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business type activities as of December 31, 2019 was \$72,807,407 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, equipment, parks, infrastructure, and sewer system and plant.

	Capital Assets - Net of Depreciation					
	Governmental		Business-type		Total	
	Activities		Activities			
	2019	2018	2019	2018	2019	2018
Land and Land Right of Way	\$ 2,872,919	2,884,769	289,364	289,364	3,162,283	3,174,133
Construction in Progress	59,623	-	603,322	-	662,945	-
Buildings and Improvements	6,416,370	6,716,235	511,588	524,797	6,927,958	7,241,032
Equipment	1,412,691	979,929	8,151	11,461	1,420,842	991,390
Parks	2,339,128	2,397,551	-	-	2,339,128	2,397,551
Infrastructure	36,253,040	36,845,309	-	-	36,253,040	36,845,309
Sewer System and Plant	-	-	38,239,593	38,300,040	38,239,593	38,300,040
Total	49,353,771	49,823,793	39,652,018	39,125,662	89,005,789	88,949,455

	Governmental	Business-Type
	Activities	Activities
Land and Land Right of Way	\$ 65,065	-
Buildings and Improvements	425,607	-
Equipment	138,396	-
Parks	327,887	-
Infrastructure	158,071	-
Sewer System and Plant	-	1,235,704
	<u>1,115,026</u>	<u>1,235,704</u>

Additional information on the City's capital assets can be found in note 3 on pages 30-31 of this report.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

At year-end, the City had total outstanding debt of \$17,184,660 as compared to \$18,977,233 the previous year, a decrease of 9.4 percent. The following is a comparative statement of outstanding debt:

Long-Term Debt Outstanding					
Governmental Activities		Business-type Activities		Total	
2019	2018	2019	2018	2019	2018
\$ 7,395,000	7,890,000	-	-	7,395,000	7,890,000
433,494	499,494	-	-	433,494	499,494
-	-	9,356,166	10,587,739	9,356,166	10,587,739
7,828,494	8,389,494	9,356,166	10,587,739	17,184,660	18,977,233

Standard and Poor's analyzed the City's financial position in 2019 as part of the issuance of bonds to fund economic development incentives and capital improvements related to the Vactor plant expansion project. S & P maintained the City's "A" rating, with a negative outlook, for general obligation debt. State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limit for the City is \$24,869,839.

Additional information on the City's long-term debt can be found in Note 3 on pages 32-36 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Economic conditions in Streator continue to improve, with low unemployment and modest growth in area jobs and wages. In prior years, the City Council deliberately froze its property tax levy. In 2020, unfortunately, the City Council determines it is necessary to increase the levy by 4.81 percent. This increase is needed to offset higher general fund operating and police and fire pension expenses.

General Fund expenditures continue to outpace revenues. In 2020, we are expecting that the General Fund will experience a short-fall of \$216,851. To address this structural deficit, the City Council has directed management to reduce staffing levels through an early retirement inducement program. This program has resulted in five full-time employees accepting early retirement.

CITY OF STREATOR, ILLINOIS

Management's Discussion and Analysis December 31, 2019

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES – Continued

The City's pension contributions have significantly increased over the past few years due to low investment returns, the granting of pensions earlier than expected to former public safety employees who suffered disabilities, and inadequate City contributions in years past. The City continues to struggle to meet its public safety pension obligations. The 2020 Budget provides a property tax levy that will fund 90 percent of the contributions that the actuary recommended. As mentioned above, the City intends to continue to shed costs by reducing personnel expenses. If the planned early retirement inducements provide savings beyond offsetting the deficit, the City Council intends to supplement its budgeted pension contributions.

To reduce expenses in the recent past, Streator has outsourced services, converted full-time positions to part-time, and left positions vacant when employees retired or otherwise left our employ. The City also took advantage of lower interest rates by refinancing outstanding debt, enacted an employee wellness program to reduce increases in group insurance premiums, sold assets, and enlarged the tax base through annexation and a modest increase in new building/business starts. While all of these measures make the City more efficient, they did not fully correct the fundamental structural imbalance described above. Moreover, the City must continue to shrink its operations because it will be losing a large General Fund revenue source next year (\$230,000 payment from local wind energy producers).

There is no single solution to correcting the structural imbalance in the City budget. Staff will continue to present the City Council with new options for making changes that will improve the financial health of the City of Streator.

In March 2020, the World Health Organization characterized the COVID-19 outbreak as a pandemic. This outbreak in the United States has caused significant business disruption through mandatory and voluntary closings. At the time of this report, there remains considerable uncertainty around the ultimate duration and the related financial impact.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional information, contact the Office of the City Manager, City of Streator, and P.O. Box 517, Streator, IL 61364.

CITY OF STREATOR, ILLINOIS

STATEMENT OF NET POSITION

December 31, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Streator Public Library
ASSETS				
Cash and Investments	\$ 5,039,303	\$ 1,127,362	\$ 6,166,665	\$ 503,721
Accounts Receivable	311,600	708,499	1,020,099	-
Property Taxes Receivable	3,684,749	-	3,684,749	172,215
Other Taxes Receivable	1,857	-	1,857	-
Accrued Interest Receivable	19,084	-	19,084	-
Due from Other Governments	1,024,619	220,866	1,245,485	-
Due from Primary Government	-	-	-	17,665
Inventory	-	2,158	2,158	-
Prepaid Items	3,014	-	3,014	-
Restricted Assets				
Cash and Investments	-	1,656,131	1,656,131	100,000
Loan receivable	-	189,109	189,109	-
Capital Assets not Being Depreciated	2,932,542	289,364	3,221,906	5,100
Capital Assets (Net of Accumulated Depreciation)	46,421,229	39,362,654	85,783,883	703,882
Total Assets	59,437,997	43,556,143	102,994,140	1,502,583
DEFERRED OUTFLOWS OF RESOURCES				
Pension Items	4,355,268	293,794	4,649,062	74,500
OPEB Items	1,069,991	346,277	1,416,268	-
Loss on Refunding	8,896	-	8,896	-
Total Deferred Outflows of Resources	5,434,155	640,071	6,074,226	74,500
Total Assets and Deferred Outflows of Resources	64,872,152	44,196,214	109,068,366	1,577,083
LIABILITIES				
Accounts Payable	382,556	404,990	787,546	8,898
Accrued Payroll	215,792	15,933	231,725	5,381
Accrued Interest Payable	42,457	9,155	51,612	-
Deferred Revenue	23,909	-	23,909	-
Due to Component Unit	17,665	-	17,665	-
Noncurrent Liabilities				
Due Within One Year	1,059,464	723,661	1,783,125	45,000
Due in More Than One Year	45,866,955	9,337,652	55,204,607	594,844
Total Liabilities	47,608,798	10,491,391	58,100,189	654,123
DEFERRED INFLOWS OF RESOURCES				
Pension Items	1,544,777	29,830	1,574,607	7,564
OPEB Items	271,634	87,907	359,541	-
Deferred Property Taxes	3,684,749	-	3,684,749	172,215
Total Deferred Inflows of Resources	5,501,160	117,737	5,618,897	179,779
Total Liabilities and Deferred Inflows of Resources	53,109,958	10,609,128	63,719,086	833,902

(This statement is continued on the following page.)

CITY OF STREATOR, ILLINOIS

STATEMENT OF NET POSITION (Continued)

December 31, 2019

	Primary Government			Component
	Governmental	Business-Type	Total	Unit
	Activities	Activities		Streator Public Library
NET POSITION				
Net Investment in Capital Assets	\$ 41,887,704	\$ 30,919,703	\$ 72,807,407	\$ 208,982
Restricted for				
Capital Projects	501,174	-	501,174	-
Public Benefit	42,487	-	42,487	-
Grant Projects	288,627	-	288,627	-
Public Safety	44,079	-	44,079	-
Employee Benefits	72,489	-	72,489	-
Public Works	545,734	-	545,734	-
IMRF	43,990	-	43,990	-
Audit	14,133	-	14,133	-
Parks	8,457	-	8,457	-
Refuse	47,524	-	47,524	-
Public Comfort	27,058	-	27,058	-
Economic Development	1,704,177	-	1,704,177	-
Debt Service	-	1,656,131	1,656,131	-
Specific Purposes	-	-	-	100,000
Unrestricted (Deficit)	(33,465,439)	1,011,252	(32,454,187)	434,199
TOTAL NET POSITION	\$ 11,762,194	\$ 33,587,086	\$ 45,349,280	\$ 743,181

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2019

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 2,641,730	\$ 385,081	\$ 35,733	\$ 398,105
Public Safety	8,624,393	96,863	72,436	-
Public Works	3,138,724	68,530	449,769	-
Economic Development	1,947,900	-	-	-
Interest and Fiscal Charges	219,799	-	-	-
Total Governmental Activities	16,572,546	550,474	557,938	398,105
Business-Type Activities				
Sewer	3,134,818	2,719,400	-	636,520
Golf Course	135,877	76,902	-	-
Solid Waste	1,191,423	1,307,710	-	-
Total Business-Type Activities	4,462,118	4,104,012	-	636,520
TOTAL PRIMARY GOVERNMENT	\$ 21,034,664	\$ 4,654,486	\$ 557,938	\$ 1,034,625
STREATOR PUBLIC LIBRARY	\$ 311,618	\$ 16,157	\$ 30,004	\$ -

	Net (Expense) Revenue and Change in Net Position			
	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Streator Public Library
	\$ (1,822,811)	\$ -	\$ (1,822,811)	\$ -
	(8,455,094)	-	(8,455,094)	-
	(2,620,425)	-	(2,620,425)	-
	(1,947,900)	-	(1,947,900)	-
	(219,799)	-	(219,799)	-
	(15,066,029)	-	(15,066,029)	-
	-	221,102	221,102	-
	-	(58,975)	(58,975)	-
	-	116,287	116,287	-
	-	278,414	278,414	-
	(15,066,029)	278,414	(14,787,615)	-
	-	-	-	(265,457)
General Revenues				
Taxes				
Property and Replacement	4,644,480	-	4,644,480	249,669
Sales	3,410,001	-	3,410,001	-
Use	570,420	-	570,420	-
Other	1,533,392	-	1,533,392	-
Intergovernmental				
Income Tax	1,528,288		1,528,288	-
Investment Income	63,416	14,764	78,180	23,670
Miscellaneous	1,029,684	17,135	1,046,819	-
Transfers	(1,023,558)	1,023,558	-	-
Total	11,756,123	1,055,457	12,811,580	273,339
CHANGE IN NET POSITION	(3,309,906)	1,333,871	(1,976,035)	7,882
NET POSITION, JANUARY 1	14,639,205	31,920,466	46,559,671	735,299
Prior Period Adjustment	432,895	332,749	765,644	-
NET POSITION, JANUARY 1, RESTATED	15,072,100	32,253,215	47,325,315	735,299
NET POSITION, DECEMBER 31	\$ 11,762,194	\$ 33,587,086	\$ 45,349,280	\$ 743,181

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

December 31, 2019

	General	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Investments	\$ 2,568,401	\$ 2,470,902	\$ 5,039,303
Accounts Receivable	311,600	-	311,600
Property Taxes Receivable	3,684,749	-	3,684,749
Taxes Receivable	-	1,857	1,857
Due from Other Governments	964,436	60,183	1,024,619
Accrued interest	19,084	-	19,084
Due from Other Funds	12,452	-	12,452
Prepaid Items	3,014	-	3,014
TOTAL ASSETS	\$ 7,563,736	\$ 2,532,942	\$ 10,096,678
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 95,691	\$ 286,865	\$ 382,556
Accrued Payroll	215,792	-	215,792
Due to Other Funds	-	12,452	12,452
Deferred revenue	23,909	-	23,909
Due to Component Unit	17,665	-	17,665
Total Liabilities	353,057	299,317	652,374
DEFERRED INFLOWS OF RESOURCES			
Unavailable Property Taxes	3,684,749	-	3,684,749
Total Deferred Inflows of Resources	3,684,749	-	3,684,749
Total Liabilities and Deferred Inflows of Resources	4,037,806	299,317	4,337,123
FUND BALANCES			
Nonspendable	3,014	-	3,014
Restricted			
Capital Projects	501,174	-	501,174
Public Benefit	42,487	-	42,487
Grant Projects	288,627	-	288,627
Public Safety	44,079	-	44,079
Employee Benefits	72,489	-	72,489
Public Works	2,041	543,693	545,734
IMRF	43,990	-	43,990
Audit	14,133	-	14,133
Parks	8,457	-	8,457
Refuse	47,524	-	47,524
Public Comfort	27,058	-	27,058
Economic Development	-	1,704,177	1,704,177
Unassigned			
General Fund	2,430,857	-	2,430,857
Special Revenue Fund (Deficit)	-	(14,245)	(14,245)
Total Fund Balances	3,525,930	2,233,625	5,759,555
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 7,563,736	\$ 2,532,942	\$ 10,096,678

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

December 31, 2019

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 5,759,555
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	49,353,771
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	(9,720,784)
Unamortized premium on long-term debt are expenditures in governmental funds in the year of issuance but are capitalized and amortized on the statement of net position	(186,469)
Charges on refundings are reported as a deferred outflow of resources on the statement of net position	8,896
Accrued interest on long-term debt is reported as a liability on the statement of net position	(42,457)
Compensated absences payable is not due and payable in the current period and, therefore, is not reported in governmental funds	(692,733)
Total other postemployment benefit liability is not due and payable in the current period and, therefore, is not reported in governmental funds	(6,787,559)
Differences between assumption changes for OPEB are recognized as deferred inflows of resources on the statement of net position	59,439
Net pension liability for the Illinois Municipal Retirement Fund (IMRF) is shown as a liability on the statement of net position	(1,564,226)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for IMRF are recognized as deferred outflows and inflows of resources on the statement of net position	748,705
Net pension liability for the Police Pension Plan is shown as a liability on the statement of net position	(13,632,846)
Net pension liability for the Firefighters' Pension Plan is shown as a liability on the statement of net position	(13,602,884)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Police Pension Plan are recognized as deferred outflows and inflows of resources on the statement of net position	(204,391)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Firefighters' Pension Plan are recognized as deferred outflows and inflows of resources on the statement of net position	<u>2,266,177</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 11,762,194</u>

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2019

	General	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	\$ 6,912,661	\$ 770,196	\$ 7,682,857
Intergovernmental	3,949,357	449,769	4,399,126
Licenses and Permits	466,860	-	466,860
Fines, Fees and Forfeits	60,778	-	60,778
Charges for Services	398,197	-	398,197
Investment Income	56,609	6,807	63,416
Miscellaneous	820,843	75	820,918
Total Revenues	12,665,305	1,226,847	13,892,152
EXPENDITURES			
Current			
General Government	2,603,293	-	2,603,293
Public Safety	6,964,067	-	6,964,067
Public Works	1,351,432	168,417	1,519,849
Economic Development	-	1,947,900	1,947,900
Capital Outlay	150,980	107,181	258,161
Debt Service			
Principal	382,710	225,000	607,710
Interest and Fiscal Charges	116,546	109,044	225,590
Total Expenditures	11,569,028	2,557,542	14,126,570
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,096,277	(1,330,695)	(234,418)
OTHER FINANCING SOURCES (USES)			
Bond Issued, at Par	-	2,500,000	2,500,000
Premium on Bonds Issued	-	187,249	187,249
Transfers In	282,040	608,013	890,053
Transfers (Out)	(1,023,558)	(890,053)	(1,913,611)
Total Other Financing Sources (Uses)	(741,518)	2,405,209	1,663,691
NET CHANGE IN FUND BALANCES	354,759	1,074,514	1,429,273
FUND BALANCES, JANUARY 1	3,171,171	1,159,111	4,330,282
FUND BALANCES, DECEMBER 31	\$ 3,525,930	\$ 2,233,625	\$ 5,759,555

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES**

For the Year Ended December 31, 2019

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 1,429,273
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	594,088
Contributions of capital assets are only reported in the statement of activities	394,046
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	(1,874,951)
The loss on disposal of capital assets is netted with proceeds from the disposal on the statement of activities	(16,100)
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	607,710
The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase of principal outstanding in the statement of activities	(2,500,000)
The change in the accrual of interest is reported as interest expense on the statement of activities	(3,885)
The premium on long-term debt issued is reported as an other financing source interest expense on the statement of activities	(187,249)
The amortization of premium on long-term debt is reported as a reduction of expense on the statement of activities	780
The amortization of premium on long-term debt is reported as a reduction of expense on the statement of activities	8,896
The change in compensated absences payable is shown as an expense on the statement of activities	(59,589)
The change in total OPEB liability is not a current financial resource and, therefore, is not reported in the governmental funds	(1,520,457)
The change in deferred inflows and outflows of resources for OPEB is reported only in the statement of activities	1,129,430
The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities	(1,290,647)
The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities	1,195,996
The change in the net pension liability for the Police Pension Plan is reported only in the statement of activities	(475,147)
The change in deferred inflows and outflows for the Police Pension Plan is reported only in the statement of activities	328,520
The change in the net pension liability for the Firefighters' Pension Plan is reported only in the statement of activities	(799,777)
The change in deferred inflows and outflows for the Firefighters' Pension Plan is reported only in the statement of activities	(270,843)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (3,309,906)</u>

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

December 31, 2019

	Business-Type Activities			
	Sewer	Golf Course	Solid Waste	Total
CURRENT ASSETS				
Cash and Investments	\$ 846,005	\$ 300	\$ 281,057	\$ 1,127,362
Accounts Receivable	441,548	-	266,951	708,499
Due from Other Governments	220,866	-	-	220,866
Inventory	-	2,158	-	2,158
Due from Other Funds	39,516	-	-	39,516
Restricted Assets				
Cash and Investments	1,656,131	-	-	1,656,131
Total Current Assets	3,204,066	2,458	548,008	3,754,532
NONCURRENT ASSETS				
Loan receivable	189,109	-	-	189,109
Capital Assets				
Land	211,620	77,744	-	289,364
Construction in Progress	603,322	-	-	603,322
Sewer System/Plant	62,724,700	-	-	62,724,700
Buildings	-	660,398	-	660,398
Machinery and Equipment	380,818	106,104	-	486,922
Less Accumulated Depreciation	(24,863,938)	(248,750)	-	(25,112,688)
Net Capital Assets	39,056,522	595,496	-	39,652,018
Total Noncurrent Assets	39,245,631	595,496	-	39,841,127
Total Assets	42,449,697	597,954	548,008	43,595,659
DEFERRED OUTFLOWS OF RESOURCES				
IMRF	228,787	32,203	32,804	293,794
OPEB	269,657	37,956	38,664	346,277
Total Deferred Outflows of Resources	498,444	70,159	71,468	640,071
Total Assets and Deferred Outflows of Resources	42,948,141	668,113	619,476	44,235,730
CURRENT LIABILITIES				
Accounts Payable	310,292	689	94,009	404,990
Accrued Payroll	12,426	1,358	2,149	15,933
Accrued Interest Payable	9,155	-	-	9,155
Due to Other Funds	-	39,516	-	39,516
Current Portion of Total OPEB Liability	70,932	9,984	10,170	91,086
Current Portion of Compensated Absences	17,361	748	1,694	19,803
Current Portion of IEPA Loans	612,772	-	-	612,772
Total Current Liabilities	1,032,938	52,295	108,022	1,193,255
LONG-TERM LIABILITIES				
Net Pension Liability	429,457	60,448	61,577	551,482
Total OPEB Liability	395,654	55,691	56,730	508,075
Compensated Absences	69,446	2,991	6,775	79,212
IEPA Loans	8,198,883	-	-	8,198,883
Total Long-Term Liabilities	9,093,440	119,130	125,082	9,337,652
Total Liabilities	10,126,378	171,425	233,104	10,530,907

(This statement is continued on the following page.)

CITY OF STREATOR, ILLINOIS

STATEMENT OF NET POSITION (Continued)
PROPRIETARY FUNDS

December 31, 2019

	Business-Type Activities			
	Sewer	Golf Course	Solid Waste	Total
DEFERRED OUTFLOWS OF RESOURCES				
IMRF	\$ 23,230	\$ 3,270	\$ 3,330	\$ 29,830
OPEB	68,456	9,636	9,815	87,907
Total Deferred Outflows of Resources	91,686	12,906	13,145	117,737
Total Liabilities and Deferred Inflows of Resources	10,218,064	184,331	246,249	10,648,644
NET POSITION				
Net Investment in Capital Assets	30,324,207	595,496	-	30,919,703
Restricted for				
Debt Service	1,656,131	-	-	1,656,131
Unrestricted	749,739	(111,714)	373,227	1,011,252
TOTAL NET POSITION	\$ 32,730,077	\$ 483,782	\$ 373,227	\$ 33,587,086

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended December 31, 2019

	Business-Type Activities			
	Sewer	Golf Course	Solid Waste	Total
OPERATING REVENUES				
Charges for Sales and Services	\$ 2,719,400	\$ -	\$ 1,307,710	\$ 4,027,110
Membership and Daily Fees	-	42,207	-	42,207
Rental Clubs and Carts	-	22,714	-	22,714
Concessions	-	10,117	-	10,117
Miscellaneous	-	1,864	-	1,864
Total Operating Revenues	2,719,400	76,902	1,307,710	4,104,012
OPERATING EXPENSES				
Salaries	94,672	47,652	21,156	163,480
Payroll Taxes	54,160	11,569	8,862	74,591
Life and Medical Insurance	69,783	-	16,255	86,038
Contractual Services	853,916	-	1,114,900	1,968,816
Repairs and Maintenance	657,432	21,476	-	678,908
Utilities and Telephone	-	13,436	-	13,436
Legal and Accounting Services	13,792	-	-	13,792
Office Expenses and Postage	15,310	-	8,250	23,560
Data Processing	3,111	-	-	3,111
Other Fees	22,500	-	-	22,500
Other Supplies and Equipment	-	4,405	-	4,405
Concession Stand Products	-	5,674	-	5,674
Golf Supplies for Resale	-	217	-	217
Gasoline and Oil	-	1,763	-	1,763
Chemicals	-	12,944	-	12,944
Miscellaneous	53,031	222	22,000	75,253
Depreciation and Amortization	1,253,800	16,519	-	1,270,319
Total Operating Expenses	3,091,507	135,877	1,191,423	4,418,807
OPERATING INCOME (LOSS)	(372,107)	(58,975)	116,287	(314,795)
NON-OPERATING REVENUES (EXPENSES)				
Investment Income	13,436	-	1,328	14,764
Interest and Fiscal Charges	(43,311)	-	-	(43,311)
Reimbursements	14,824	-	2,311	17,135
Total Non-Operating Revenues (Expenses)	(15,051)	-	3,639	(11,412)
NET INCOME (LOSS) BEFORE TRANSFERS, CAPITAL GRANTS AND CONTRIBUTIONS	(387,158)	(58,975)	119,926	(326,207)
TRANSFERS				
Transfers In	993,558	30,000	-	1,023,558
Total transfers	993,558	30,000	-	1,023,558
CAPITAL GRANTS AND CONTRIBUTIONS	636,520	-	-	636,520
CHANGE IN NET POSITION	1,242,920	(28,975)	119,926	1,333,871
NET POSITION, JANUARY 1	31,154,408	512,757	253,301	31,920,466
Prior Period Adjustment	332,749	-	-	332,749
NET POSITION, JANUARY 1, RESTATED	31,487,157	512,757	253,301	32,253,215
NET POSITION, DECEMBER 31	\$ 32,730,077	\$ 483,782	\$ 373,227	\$ 33,587,086

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

For the Year Ended December 31, 2019

	Business-Type Activities			
	Sewer	Golf Course	Solid Waste	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 2,746,776	\$ 75,038	\$ 1,310,242	\$ 4,132,056
Receipts from Miscellaneous Revenues	-	1,864	-	1,864
Payments to Suppliers	(1,568,821)	(60,357)	(1,141,307)	(2,770,485)
Payments to Employees	(403,998)	(86,061)	(73,165)	(563,224)
Net Cash from Operating Activities	773,957	(69,516)	95,770	800,211
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants	(56,512)	-	-	(56,512)
Due to/from Other Funds	(39,516)	39,516	-	-
Transfers from Other Funds	505,975	30,000	-	535,975
Net Cash from Noncapital Financing Activities	409,947	69,516	-	479,463
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of Capital Assets	(1,045,711)	-	-	(1,045,711)
Issuance of Long-Term Debt	581,716	-	-	581,716
Principal Paid on Long-Term Debt	(610,764)	-	-	(610,764)
Interest Payments on Long-Term Debt	(43,764)	-	-	(43,764)
Net Cash from Capital and Related Financing Activities	(1,118,523)	-	-	(1,118,523)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	13,436	-	1,327	14,763
Net Cash from Investing Activities	13,436	-	1,327	14,763
NET INCREASE IN CASH AND CASH EQUIVALENTS	78,817	-	97,097	175,914
CASH AND CASH EQUIVALENTS, JANUARY 1	2,423,319	300	183,960	2,607,579
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ 2,502,136</u>	<u>\$ 300</u>	<u>\$ 281,057</u>	<u>\$ 2,783,493</u>
CASH AND INVESTMENTS				
Cash and Investments	\$ 846,005	\$ 300	\$ 281,057	\$ 1,127,362
Restricted Cash and Investments	1,656,131	-	-	1,656,131
TOTAL CASH AND INVESTMENTS	<u>\$ 2,502,136</u>	<u>\$ 300</u>	<u>\$ 281,057</u>	<u>\$ 2,783,493</u>

(This statement is continued on the following page.)

CITY OF STREATOR, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS

For the Year Ended December 31, 2019

	Business-Type Activities			
	Sewer	Golf Course	Solid Waste	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (372,107)	\$ (58,975)	\$ 116,287	\$ (314,795)
Adjustments to Reconcile Operating Income (Loss) to Net Cash from Operating Activities				
Depreciation and Amortization	1,253,800	16,519	-	1,270,319
Other Non-Operating Revenues	14,824	-	2,311	17,135
(Increase) Decrease in				
Accounts Receivable	12,552	-	221	12,773
Prepaid Items	3,651	-	1,249	4,900
Increase (Decrease) in				
Accounts Payable	46,620	(220)	2,594	48,994
Accrued Payroll	1,915	252	306	2,473
Compensated Absences	7,467	322	728	8,517
IMRF/OPEB	(194,765)	(27,414)	(27,926)	(250,105)
NET CASH FROM OPERATING ACTIVITIES	\$ 773,957	\$ (69,516)	\$ 95,770	\$ 800,211
NONCASH TRANSACTIONS				
Capital Assets Financed by Accounts Payable	\$ 263,381	\$ -	\$ -	\$ 263,381
EPA Loan Forgiveness	515,463	-	-	515,463
TOTAL NONCASH TRANSACTIONS	\$ 778,844	\$ -	\$ -	\$ 778,844

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

December 31, 2019

ASSETS

Cash	\$ 417,850
Investments	
U.S. Treasury and Agency Obligations	486,260
State and Local Obligations	2,201,976
Corporate Bonds	2,490,027
Money Market Mutual Funds	265,634
Certificates of Deposit (Negotiable)	814,609
Certificates of Deposit (Non-Negotiable)	1,043,980
Common Stock	4,540,545
Fixed Income Mutual Funds	317,984
Equity Mutual Funds	1,952,440
Insurance Contracts	1,372,799
Receivables	
Accrued Interest	29,453
Due from Municipality	<u>10,407</u>
 Total Assets	 15,943,964

LIABILITIES

None	<u>-</u>
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**NET POSITION RESTRICTED
FOR PENSIONS**

\$ 15,943,964

See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

For the Year Ended December 31, 2019

ADDITIONS

Contributions

Employer	\$ 1,690,723
Employee	<u>299,284</u>

Total Contributions	<u>1,990,007</u>
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Investment Income

Net Appreciation in Fair Value of Investments	1,349,470
Interest	<u>386,024</u>

Total Investment Income	1,735,494
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Less Investment Expense	<u>(35,873)</u>
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Net Investment Income	<u>1,699,621</u>
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Total Additions	<u>3,689,628</u>
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DEDUCTIONS

Pension Benefits	1,862,850
Administrative Expenses	<u>76,083</u>

Total Deductions	<u>1,938,933</u>
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NET INCREASE	1,750,695
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**NET POSITION RESTRICTED
FOR PENSIONS**

January 1	<u>14,193,269</u>
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December 31	<u><u>\$ 15,943,964</u></u>
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See accompanying notes to financial statements.

CITY OF STREATOR, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Streator, Illinois (the City) are in accordance with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of the City.

A. Reporting Entity

The City was incorporated in 1868 and is a municipal corporation governed by an elected board under the mayor/council form of government. The City is considered to be a primary government as defined by GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statement No. 14 and 34*, since its council is separately elected and fiscally independent. In accordance with these pronouncements, the basic financial statements include all funds for which the City is financially accountable.

Discretely Presented Component Unit

The component unit column in the basic financial statements includes the financial data of the City's component unit. It is reported in a separate column to emphasize that it is legally separate from the City.

The Streator Public Library

The Streator Public Library (the Library) operates and maintains the City's public library facilities. The Library's Board of Trustees is appointed by the Mayor with the consent of the City Council. The Library may not issue bonded debt without the City Council's approval and its annual budget and property tax levy request are subject to the City Council's approval. Separate audited financial statements as of December 31, 2019 are available from the Library's administrative offices located at 130 S. Park Street, Streator, Illinois 61364.

B. Fund Accounting

The City uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for fiduciary activities that meet the definition contained in GASB Statement No. 84, *Fiduciary Activities*. The City utilizes pension trust funds (for its Police and Firefighters' Pension Funds), which are generally used to account for assets that the City holds in a fiduciary capacity.

A fund is a separate accounting entity with a self-balancing set of accounts. A minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of the City's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

C. 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 nonfiduciary activities of the City. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated on these statements. 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program 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 or segment and (2) grants and standard revenues 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, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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 accounted for in another fund.

The City reports the following major proprietary funds:

The Sewer Fund accounts for the activities of the City's sewer collection system.

The Golf Course Fund accounts for the activities of the Anderson Fields Golf Course. The City has elected to report this fund as major.

The Solid Waste Fund accounts for the City's solid waste collection activities.

The City reports pension trust funds as fiduciary funds to account for the Police Pension Fund and Firefighters' Pension Fund.

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 and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing enterprise fund services. Incidental revenues/expenses are reported as non-operating.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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. The City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales tax and telecommunication tax revenues which are generally collected within 90 days of the end of the current fiscal period.

The City recognizes property taxes when they become both measurable and available in the period the levy is intended to finance. Taxpayer assessed tax revenues are recognized as revenue when owed to the intermediary collecting agent for sales taxes and telecommunications taxes. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Those revenues susceptible to accrual are property taxes, sales taxes, income taxes, telecommunication taxes, franchise taxes, licenses, interest revenue and charges for services. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The City reports unearned and unavailable/deferred revenue on its financial statements. Unavailable/deferred revenues arise when potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period for governmental funds. Unearned revenues arise when resources are received by the City before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures or receipt of user fees prior to providing services. In subsequent periods, when revenue recognition criteria are met, or when the government has a legal claim to the resources by meeting all eligibility requirements, the liability and/or deferred inflow of resources for unearned or unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Cash and Cash Equivalents

Cash and cash equivalents are defined as cash on hand, demand deposits and highly liquid investments with a maturity of three months or less when purchased.

F. Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased and all investments of the pension trust funds are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

G. Inventory

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method.

H. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm sewers and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost in excess of the \$5,000 and an estimated useful life in excess of one year.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs, including street overlays that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included as part of the capitalized value of the assets constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	20-40
Sewer System	50
Equipment	5-10
Infrastructure	20-45

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Compensated Absences

Vested or accumulated vacation and sick leave that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements. Vested or accumulated vacation and sick leave of proprietary funds and governmental activities is recorded as an expense and liability of those funds as the benefits accrue to employees.

J. Interfund Transactions

Interfund services transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services transactions and reimbursements, are reported as transfers.

K. Long-Term Obligations

In the government-wide financial statements and the proprietary funds 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 financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

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

L. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the City. Committed fund

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Fund Balance/Net Position (Continued)

balance is constrained by formal actions of the City Council, which is considered the City's highest level of decision-making authority. Formal actions include ordinances approved by the City Council. Assigned fund balance represents amounts constrained by the City's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the City Manager. Any residual fund balance of the General Fund or any deficit fund balances in other governmental funds are reported as unassigned.

The City's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the City considers committed funds to be expended first followed by assigned and then unassigned funds.

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

N. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. PROPERTY TAX CALENDAR

The City's property tax becomes a lien on real property on January 1 of the year it is levied. The 2019 levy was adopted December 18, 2019 and attached as an enforceable lien as of January 1, 2019. Property taxes are deposited with the County Treasurers who remit to the City its respective share of the collections. Taxes levied in one year become due and payable in two installments during the following year, on or about June 1 and September 1. The 2019 levy is intended to finance the 2020 fiscal year and, therefore, is reported as unavailable/deferred revenue at December 31, 2019.

3. DEPOSITS AND INVESTMENTS

The City and pension funds categorize the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

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

Permitted Deposits and Investments - The City's investment policy allows for deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, The Illinois Funds and Illinois Metropolitan Investment Fund (IMET).

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

IMET is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

A. Deposits

To guard against custodial credit risk for deposits with financial institutions, the City's investment policy requires that deposits with financial institutions in excess of FDIC be collateralized with collateral in amounts ranging from 105% of the uninsured deposits with the collateral held by a third party acting as the agent of the City. The bank balances are covered by federal depository insurance or by collateral held by the City or its agent in the City's name.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

B. City Investments

In accordance with its investment policy, the City limits its exposure to interest rate risk, the risk that changes in interest rates will adversely affect the fair value of an investment, by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

The City did not have any investments reported at fair value as of December 31, 2019.

The City limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in external investment pools, municipal bonds and negotiable certificates of deposit.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the City will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the City's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held in a custodial account with the trust department of an approved financial institution. The Illinois Funds, IMET and money market mutual funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the City has a high percentage of their investments invested in one type of investment. The City's investment policy requires diversification of investments to avoid unreasonable risk.

4. RECEIVABLES

The following receivables are included in due from other governments on the statement of net position:

GOVERNMENTAL ACTIVITIES

Sales Tax	\$ 538,220
Accounts Receivable	359,029
Grants Receivable	13,500
Infrastructure Tax	53,687
Motor Fuel Tax	<u>60,183</u>

TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 1,024,619</u>
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BUSINESS-TYPE ACTIVITIES

Grants	<u>\$ 220,866</u>
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TOTAL BUSINESS-TYPE ACTIVITIES	<u>\$ 220,866</u>
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CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019 was as follows:

	Beginning Balances, Restated	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land and Land Right of Way	\$ 2,884,769	\$ -	\$ 11,850	\$ 2,872,919
Construction in Progress	-	59,623	-	59,623
Total Capital Assets not Being Depreciated	2,884,769	59,623	11,850	2,932,542
Capital Assets Being Depreciated				
Buildings and Improvements	11,157,111	-	-	11,157,111
Equipment	4,075,102	217,213	236,864	4,055,451
Parks	3,409,915	32,683	-	3,442,598
Infrastructure	52,587,550	678,615	-	53,266,165
Total Capital Assets Being Depreciated	71,229,678	928,511	236,864	71,921,325
Less Accumulated Depreciation for				
Buildings and Improvements	4,440,876	299,865	-	4,740,741
Equipment	2,662,278	213,096	232,614	2,642,760
Parks	1,012,364	91,106	-	1,103,470
Infrastructure	15,742,241	1,270,884	-	17,013,125
Total Accumulated Depreciation	23,857,759	1,874,951	232,614	25,500,096
Total Capital Assets Being Depreciated, Net	47,371,919	(946,440)	4,250	46,421,229
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 50,256,688	\$ (886,817)	\$ 16,100	\$ 49,353,771

Depreciation expense was charged to functions of the primary government as follows:

GOVERNMENTAL ACTIVITIES

General Government	\$ 310,070
Public Safety	258,739
Public Works	<u>1,306,142</u>

**TOTAL DEPRECIATION EXPENSE -
GOVERNMENTAL ACTIVITIES**

\$ 1,874,951

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS (Continued)

	Beginning Balances, Restated	Increases	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ 289,364	\$ -	\$ -	\$ 289,364
Construction in Progress	865,943	927,344	1,189,965	603,322
Total Capital Assets not Being Depreciated	1,155,307	927,344	1,189,965	892,686
Capital Assets Being Depreciated				
Sewer System and Plant	60,998,153	1,726,547	-	62,724,700
Buildings	827,351	-	166,953	660,398
Equipment	555,209	-	68,287	486,922
Total Capital Assets Being Depreciated	62,380,713	1,726,547	235,240	63,872,020
Less Accumulated Depreciation for				
Sewer System and Plant	23,231,307	1,253,800	-	24,485,107
Buildings	302,554	13,209	166,953	148,810
Equipment	543,748	3,310	68,287	478,771
Total Accumulated Depreciation	24,077,609	1,270,319	235,240	25,112,688
Total Capital Assets Being Depreciated, Net	38,303,104	456,228	-	38,759,332
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 39,458,411	\$ 1,383,572	\$ 1,189,965	\$ 39,652,018

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

BUSINESS-TYPE ACTIVITIES	
Sewer	\$ 1,253,800
Golf Course	16,519
TOTAL DEPRECIATION EXPENSE - BUSINESS-TYPE ACTIVITIES	<u><u>\$ 1,270,319</u></u>

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

The following is a summary in long-term liabilities during the year ended December 31, 2019:

	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
GOVERNMENTAL					
ACTIVITIES					
General Obligation Bonds	\$ 7,395,000	\$ 2,500,000	\$ 540,000	\$ 9,355,000	\$ 570,000
Bond Premium	-	187,249	780	186,469	-
Capital Lease – Direct Placement	433,494	-	67,710	365,784	69,463
Compensated Absences*	633,144	180,255	120,666	692,733	138,547
Net Pension Liability - IMRF*	273,579	1,290,647	-	1,564,226	-
Net Pension Liability - Police*	13,157,699	475,147	-	13,632,846	-
Net Pension Liability - Fire*	12,803,107	799,777	-	13,602,884	-
Total OPEB Liability*	6,006,020	1,520,457	-	7,526,477	281,454
TOTAL GOVERNMENTAL					
ACTIVITIES	\$ 40,702,043	\$ 6,953,532	\$ 729,156	\$ 46,926,419	\$ 1,059,464

*These liabilities are typically liquidated by the General Fund.

	Balances January 1,	Additions	Reductions/ Forgiveness	Balances December 31	Current Portion
BUSINESS-TYPE					
ACTIVITIES					
IEPA Loans - Sewer	\$ 9,356,166	\$ 581,716	\$ 1,126,227	\$ 8,811,655	\$ 612,772
Compensated Absences	90,498	26,617	18,100	99,015	19,803
Net Pension Liability - IMRF	96,453	455,029	-	551,482	-
Total OPEB Liability	517,123	82,038	-	599,161	91,086
TOTAL BUSINESS-TYPE					
ACTIVITIES	\$ 10,060,240	\$ 1,145,400	\$ 1,144,327	\$ 10,061,313	\$ 723,661

Long-term liabilities payable from governmental activities at December 31, 2019 comprise the following:

	Total	Current Portion
\$3,040,000 General Obligation Bonds (Alternate Revenue Source), Series 2015 dated December 7, 2015, in annual installments of \$155,000 to \$255,000 to May 1, 2030, interest at 2.55%.	\$ 2,500,000	\$ 200,000

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

	Total	Current Portion
\$2,340,000 General Obligation Bonds (Alternate Revenue Source), Series 2016B dated December 13, 2016, in annual installments of \$145,000 to \$175,000 to December 1, 2030, interest from 2% to 4%.	\$ 1,910,000	\$ 150,000
\$1,485,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2017A dated December 5, 2017, in annual installments of \$85,000 to \$190,000 to May 1, 2027, interest from 1.45% to 3.00%.	1,280,000	130,000
\$1,325,000 General Obligation Bonds (Alternate Revenue Source), Series 2017B dated December 5, 2017, in annual installments of \$80,000 to \$120,000 to December 31, 2030, interest from 2.00% to 3.125%.	1,165,000	90,000
\$2,500,000 General Obligation Bonds (Alternate Revenue Source), Series 2019 dated December 5, 2019, in annual installments of \$90,000 to \$175,000 to December 1, 2040, interest from 2.00% to 4.00%.	2,500,000	-
TOTAL	\$ 9,355,000	\$ 570,000

Alternate Revenue Source Bonds

The City has issued Alternate Revenue Source Bonds for which they have pledged future revenue streams. The General Obligation Bonds (Alternate Revenue Source), Series 2015 are payable from a pledge of the City's sales and use tax revenues, with a remaining total pledge of \$2,866,561 and the bonds maturing May 1, 2030. During the current fiscal year, \$195,000 principal and \$66,236 of interest payments were due on the bonds. During the current fiscal year, the pledge of taxes of \$261,236 was approximately 6.56% of total available pledged revenues.

The Series 2016B General Obligation Alternate Revenue Source Bonds are payable from a pledge of the City's incremental property tax in the City's four tax increment financing (TIF) districts, with a total remaining pledge of \$2,364,200 and the bonds maturing December 1, 2030. During the current fiscal year, \$145,000 principal and \$72,050 of interest payments were due on the bonds. During the current fiscal year, the pledge of taxes of \$217,050 was approximately 30% of total available pledged revenues.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Alternate Revenue Source Bonds (Continued)

The City has issued Alternate Revenue Source Bonds for which they have pledged future revenue streams. The General Obligation Refunding Bonds (Alternate Revenue Source), Series 2017A are payable from a pledge of the City's sales and use tax revenues, with a remaining total pledge of \$1,444,400 and the bonds maturing May 1, 2027. During the current fiscal year, \$120,000 principal and \$39,600 of interest payments were due on the bonds. During the current fiscal year, the pledge of taxes of \$159,600 was approximately 4% of total available pledged revenues.

The Series 2017B General Obligation Alternate Revenue Source Bonds are payable from a pledge of the City's incremental property tax in the City's four TIF districts, with a total remaining pledge of \$1,624,355 and the bonds maturing December 1, 2030. During the current fiscal year, \$80,000 principal and \$36,994 of interest payments were due on the bonds. During the current fiscal year, the pledge of taxes of \$116,994 was approximately 16% of total available pledged revenues.

The Series 2019 General Obligation Alternate Revenue Source Bonds are payable from a pledge of the City's incremental property tax in the City's South Industrial TIF district, with a total remaining pledge of \$3,658,446 and the bonds maturing December 1, 2040. During the current fiscal year, there were no principal or interest payments due on the bonds.

Long-term liabilities payable from business-type activities at December 31, 2019 comprise the following:

	Total	Current Portion
EPA Loan I	\$ 685,866	\$ 36,783
EPA Loan II	6,577,708	505,976
EPA Loan III	1,481,828	70,013
EPA Loan IV*	66,253	-
TOTAL	<u>\$ 8,811,655</u>	<u>\$ 612,772</u>

*The Final repayment schedule for the EPA Loan IV is not available as of December 31, 2019.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Alternate Revenue Source Bonds (Continued)

The annual debt service requirements to retire these outstanding obligations at December 31, 2019 are as follows:

Fiscal Year	Governmental Activities General Obligation Bonds	
	Principal	Interest
2020	\$ 570,000	\$ 290,090
2021	680,000	274,680
2022	695,000	255,964
2023	720,000	235,845
2024	750,000	214,199
2025-2029	3,745,000	721,924
2030-2034	1,235,000	261,901
2035-2039	785,000	107,950
2040-2044	175,000	5,250
TOTAL	\$ 9,355,000	\$ 2,367,803

Fiscal Year	Capital Lease - Direct Placement	
	Principal	Interest
2020	\$ 69,463	\$ 9,477
2021	71,263	7,677
2022	73,109	5,831
2023	75,003	3,937
2024	76,946	1,994
TOTAL	\$ 365,784	\$ 28,916

Fiscal Year	Business-Type Activities IEPA Loans Payable	
	Principal	Interest
2020	\$ 612,772	\$ 40,739
2021	614,817	38,693
2022	616,902	36,608
2023	619,028	34,482
2024	621,193	32,317
2025-2029	3,139,934	127,617
2030-2034	2,188,728	66,892
2035-2039	332,028	10,007
TOTAL	\$ 8,745,402	\$ 387,355

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Alternate Revenue Source Bonds (Continued)

Legal Debt Margin

A computation of the legal debt margin of the City as of December 31, 2019 is as follows:

Assessed Valuation - 2019	<u>\$ 288,317,156</u>
Legal Debt Limit - 8.625% of Assessed Valuation	\$ 24,867,355
Less General Obligation Debt General Obligation Bonds	<u>-</u>
LEGAL DEBT MARGIN	<u>\$ 24,867,355</u>

Capital Lease - Direct Placement

During the year ended December 31, 2017, the District entered into a capital lease for a fire truck. The interest rate for the lease is 3.41%. The assets acquired through capital lease have a cost of \$499,494; accumulated depreciation of \$99,899 and a book value of \$399,595 at December 31, 2019. The capital lease was issued directly to a bank.

7. DEFINED BENEFIT PENSION PLANS

The City contributes to three defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.imrf.org. The Police and Firefighters' Pension Plans issue separate reports that are available at City Hall.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions

Illinois Municipal Retirement Fund

Plan Administration

All employees (other than those covered by the Police Pension Plan and Firefighters' Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2018 (the measurement date), IMRF membership consisted of:

Inactive Employees or Their Beneficiaries	
Currently Receiving Benefits	52
Inactive Employees Entitled to but not yet	
Receiving Benefits	28
Active Employees	28
	<hr/>
TOTAL	108
	<hr/>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The City is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rates for calendar year 2019 was 11.14% of covered payroll.

Net Pension Liability

The City's net pension liability was measured as of December 31, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial Valuation Date	December 31, 2018
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Inflation	2.50%
Salary Increases	3.39% to 14.25%
Interest Rate	7.25%
Cost of Living Adjustments	3.00%
Asset Valuation Method	Market Value

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

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the employer's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2018	\$ 12,799,398	\$ 12,404,908	\$ 394,490
Changes for the Period			
Service Cost	176,825	-	176,825
Interest	940,153	-	940,153
Difference Between Expected and Actual Experience	(25,752)	-	(25,752)
Changes in Assumptions	332,365	-	332,365
Employer Contributions	-	216,225	(216,225)
Employee Contributions	-	73,937	(73,937)
Net Investment Income	-	(736,728)	736,728
Benefit Payments and Refunds	(704,869)	(704,869)	-
Other (Net Transfer)	-	9,095	(9,095)
Net Changes	718,722	(1,142,340)	1,861,062
BALANCES AT DECEMBER 31, 2018	\$ 13,518,120	\$ 11,262,568	\$ 2,255,552

Changes in assumptions related to the discount rate were made in 2019.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability (Continued)

The amounts presented above include amounts for both the City and the Library. The City's collective share of the net pension liability at January 1, 2018, the employer contributions and the net pension liability at December 31, 2018 was \$370,032, \$202,819 and \$2,115,708, respectively. The Library's collective share of the net pension liability at January 1, 2018, the employer contributions and the net pension liability at December 31, 2018 was \$24,458, \$13,406 and \$139,844, respectively.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2019, the City recognized pension expense of \$319,017.

At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 22,998	\$ 18,845
Changes in Assumption	198,114	103,164
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	797,968	-
Contributions Subsequent to Measurement Date	182,534	-
TOTAL	\$ 1,201,614	\$ 122,009

\$182,534 reported as deferred outflows of resources related to pensions resulting from the City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2020. The City's collective share of the contributions subsequent to measurement date was \$171,217. The Library's collective share of the contributions subsequent to measurement date was \$11,317. The remaining amounts reported as deferred outflows of resources related to IMRF will be recognized in pension expense as follows:

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

<u>Year Ending December 31,</u>	
2020	\$ 297,033
2021	169,464
2022	100,196
2023	330,378
2024	-
Thereafter	<u>-</u>
TOTAL	<u>\$ 897,071</u>

The deferred outflows presented in the table above include amounts for both the City and the Library. The City's collective share of the deferred outflows and inflows of resources at December 31, 2019 was \$1,127,114 and \$114,445, respectively. The Library's collective share of the deferred outflows and inflows of resources at December 31, 2019 was \$74,500 and \$7,564, respectively.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the City calculated using the discount rate of 7.25% as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability (Asset)	\$ 3,476,145	\$ 2,255,552	\$ 1,007,847

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Police Pension Plan as a pension trust fund.

The Police Pension Plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the City's Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

The Police Pension Plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2019, the Police Pension Plan membership consisted of:

Inactive Plan Members or Beneficiaries Currently	
Receiving Benefits	23
Inactive Plan Members Entitled to but not yet	
Receiving Benefits	2
Active Plan Members	<u>24</u>
 TOTAL	 <u>49</u>

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the greater of the average monthly salary obtained by dividing the total salary of the police officer during the 48 consecutive months of service within the last 60 months of service in which the total salary was the highest by the number of months of service in that period.

Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55).

The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest.

The City is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service cost for the plan. For the year ended December 31, 2019, the City's contribution was 44.42% of covered payroll.

Investment Policy

ILCS limits the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds and The Illinois Funds.

The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities and real estate investment trusts.

The investment policy was modified during the year related to target allocation percentages.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

The Fund's investment manager establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Equities	40.00%	3.00-5.00%
Fixed Income	55.00%	1.00%
Cash	5.00%	0.50%

The long-term expected real rates of return are net of a 2.50% factor for inflation. ILCS limit the Fund's investments in equities, mutual funds and variable annuities to 55%. Securities in any one company should not exceed 5% of the total fund.

Investment Concentrations

There are no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

Investment Rate of Return

For the year ended December 31, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.79%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires all bank balances to be covered by federal depository insurance.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2019:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury and					
U.S. Agency Obligations	\$ 441,749	\$ 199,765	\$ 19,873	\$ 98,390	\$ 123,721
State and Local Obligations	1,922,485	747,965	1,033,188	141,332	-
Corporate Bonds	2,018,939	201,492	1,016,462	800,985	-
Negotiable Certificates of Deposit	814,609	-	504,407	310,202	-
TOTAL	\$ 5,197,782	\$ 1,149,222	\$ 2,573,930	\$ 1,350,909	\$ 123,721

The Fund has the following recurring fair value measurements as of December 31, 2019: The common stock and mutual funds are valued using quoted prices in active markets for identical assets (Level 1 inputs). The U.S. Treasury obligations, U.S. agency obligations, negotiable certificates of deposits, corporate bonds and municipal bonds are valued using quoted matrix pricing models (Level 2 inputs).

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Fund.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment in securities allowed under the investment policy. The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government, securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and investment-grade corporate bonds and municipal bonds. The Fund's investment in municipal bonds are rated from AA- to AA+ by Standard and Poor's. The Fund's investment in corporate bonds are rated at BBB- to A by Standard and Poor's.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2019	\$ 23,001,502	\$ 9,843,803	\$ 13,157,699
Changes for the Period			
Service Cost	403,811	-	403,811
Interest	1,601,332	-	1,601,332
Difference Between Expected and Actual Experience	779,677	-	779,677
Changes in Benefit Terms	31,485	-	31,485
Employer Contributions	-	846,727	(846,727)
Employee Contributions	-	205,688	(205,688)
Net Investment Income	-	1,320,690	(1,320,690)
Benefit Payments and Refunds	(1,058,272)	(1,058,272)	-
Administrative Expense	-	(31,947)	31,947
Net Changes	1,758,033	1,282,886	475,147
BALANCES AT DECEMBER 31, 2019	\$ 24,759,535	\$ 11,126,689	\$ 13,632,846

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation using the following actuarial methods and assumptions.

Actuarial Valuation Date	December 31, 2019
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Inflation	2.50%
Salary Increases	3.50% to 11.00%
Interest Rate	7.00%
Cost of Living Adjustments	3.00% - Tier 1 1.25% - Tier 2
Asset Valuation Method	Market

Mortality assumptions were based upon the PubS-2010 employee mortality table, projected five years past the valuation date with Scale MP-2019.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate of 7.00% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 17,183,956	\$ 13,632,846	\$ 10,730,001

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2019, the City recognized police pension expense of \$993,354. At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to the police pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 649,730	\$ 389,443
Changes in Assumption	326,772	798,832
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	7,382	-
TOTAL	\$ 983,884	\$ 1,188,275

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

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

<u>Year Ending December 31,</u>	
2020	\$ (181,789)
2021	(212,809)
2022	(22,044)
2023	82,305
2024	129,946
Thereafter	<u>-</u>
TOTAL	<u>\$ (204,391)</u>

Firefighters' Pension Plan

Plan Administration

Firefighter sworn personnel are covered by the Firefighters' Pension Plan, a single-employer defined benefit pension plan sponsored by the City. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-101) and may be amended only by the Illinois legislature. The City accounts for the Firefighters' Pension Plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the City's Mayor, one member is elected by pension beneficiaries and two members are elected by active firefighter employees.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Plan Membership

At December 31, 2019, the measurement date, membership consisted of:

Inactive Plan Members Currently Receiving Benefits	20
Inactive Plan Members Entitled to but not yet Receiving Benefits	1
Active Plan Members	15
	<hr/>
TOTAL	36
	<hr/>

Benefits Provided

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Benefits Provided (Continued)

Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Employees are required by ILCS to contribute 9.455% of their base salary to the Firefighter's Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service cost for the plan. For the year ended December 31, 2019, the City's contribution was 88.90% of covered payroll.

Investment Policy

Permitted Deposits and Investments - Statutes and the Firefighter's Pension Fund's (the Fund) investment policy authorize the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds and The Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities.

The investment policy was modified during the year related to target allocation percentages.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Investment Policy (Continued)

The Fund's investment manager establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Equities	30.00%	3.00-5.00%
Fixed Income	65.00%	1.00%
Cash	5.00%	0.50%

The long-term expected real rates of return are net of a 2.50% factor for inflation. ILCS limits the Fund's investments in equities, mutual funds and variable annuities to 55%. Securities in any one company should not exceed 5% of the total fund.

Investment Concentrations

There are no significant investments (other than United States Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investment.

Investment Rate of Return

For the year ended December 31, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 12.26%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires all bank balances to be covered by federal depository insurance.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Firefighters' Pension Plan (Continued)

Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of December 31, 2019:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Agency Obligations	\$ 44,510	\$ -	\$ -	\$ -	\$ 44,510
State and Local Obligations	279,491	120,583	52,323	106,585	-
Corporate Bonds	471,088	-	249,229	221,859	-
TOTAL	\$ 795,089	\$ 120,583	\$ 301,552	\$ 328,444	\$ 44,510

The Fund has the following recurring fair value measurements as of December 31, 2019: The U.S. agency Obligations the corporate bonds, and the municipal bonds are valued using quoted matrix pricing models (Level 2 inputs). The insurance contracts are valued at cash surrender value (Level 3 inputs).

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Fund.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment in securities allowed under the investment policy. The Fund's investment policy allows investment in corporate bonds rated as investment grade by one of the two largest rating services at the time of purchase.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. The Fund's investment policy requires investments to be held by a third party custodian in a custodian trust account designated by the Treasurer or authorized depository. All individual security transactions are required to be conducted on a delivery versus payment (DVP) basis. As of December 31, 2019, the Fund's investments were subject to custodial credit risk.

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Firefighters' Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2019 using the following actuarial methods and assumptions:

Actuarial Valuation Date	December 31, 2019
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Inflation	2.50%
Salary Increases (Service-related table)	3.50% to 12.50%
Interest Rate	5.50%
Cost of Living Adjustments	3.00%
Asset Valuation Method	Market

Mortality assumptions were based upon the PubS-2010 employee mortality table, projected five years past the valuation date with Scale MP-2019.

Discount Rate

The discount rate used to measure the total pension liability was 5.22%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was not projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments of 5.50% was blended with the index rate of 3.26% for tax exempt general obligation municipal bonds rated AA or better at December 31, 2019 to arrive at a discount rate of 5.22% used to determine the total pension liability. The discount rate used to measure the total pension liability at December 31, 2018 was 5.28%.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Firefighters' Pension Plan (Continued)

Discount Rate (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2019	\$ 17,152,573	\$ 4,349,466	\$ 12,803,107
Changes for the Period			
Service Cost	392,759	-	392,759
Interest	905,475	-	905,475
Changes of Benefit Terms	26,555		26,555
Difference Between Expected and Actual Experience	597,709	-	597,709
Changes in Assumptions	149,666	-	149,666
Employer Contributions	-	843,996	(843,996)
Employee Contributions	-	93,596	(93,596)
Net Investment Income	-	378,931	(378,931)
Benefit Payments and Refunds	(804,578)	(804,578)	-
Administrative Expense	-	(44,136)	44,136
Net Changes	1,267,586	467,809	799,777
BALANCES AT DECEMBER 31, 2019	\$ 18,420,159	\$ 4,817,275	\$ 13,602,884

For the December 31, 2019 measurement date, changes in assumption related to the discount rate.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Firefighters' Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the eight months ended December 31, 2019, the City recognized firefighters' pension expense of \$1,914,616.

At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to the Fund from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 632,139	\$ 271,887
Changes of Assumptions	1,790,214	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	115,711	-
TOTAL	<u>\$ 2,538,064</u>	<u>\$ 271,887</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the firefighters' pension will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	
2020	\$ 880,953
2021	631,197
2022	591,460
2023	162,567
2024	-
Thereafter	-
TOTAL	<u><u>\$ 2,266,177</u></u>

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Firefighters' Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the City calculated using the discount rate of 5.22% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.22%) or 1 percentage point higher (6.22%) than the current rate:

	1% Decrease (4.22%)	Current Discount Rate (5.22%)	1% Increase (6.22%)
Net Pension Liability	\$ 16,404,763	\$ 13,602,884	\$ 11,337,449

8. INDIVIDUAL FUND DISCLOSURES

At December 31, 2019, the Sewer Fund and General Fund reported amounts due from other funds of 39,516 and 12,452, respectively, to cover a temporary operating deficits in the Golf Course Fund and East Route 18 TIF (Nonmajor Governmental) Fund.

Interfund transfers during the year ended December 31, 2019 consisted of the following:

	Transfers In	Transfers Out
Governmental Activities		
General Fund	\$ 282,040	\$ 1,023,558
Nonmajor Governmental Funds	608,013	890,053
Business-Type Activities		
Sewer Fund	993,558	-
Golf Course Fund	30,000	-
TOTAL	\$ 1,913,611	\$ 1,913,611

8. INDIVIDUAL FUND DISCLOSURES (Continued)

The purposes of significant interfund transfers are as follows:

- \$505,975 transferred from the General Fund to the Sewer Fund for debt service on the Kent Street Interceptor Project. This transfer will not be repaid.
- \$500,000 transferred from TIF II to TIF III for the Northpoint Redevelopment. This transfer will not be repaid.
- \$487,583 transferred from General Fund to the Sewer Fund to reimburse City street improvements paid from the Sewer Fund. This transfer will not be repaid.

The East Route 18 TIF Fund reported a deficit fund balance of \$14,245 at December 31, 2019.

9. CONTINGENT LIABILITIES

Litigation

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

10. RISK MANAGEMENT

The City participates in the Municipal Insurance Cooperative Agency (MICA). MICA is a public entity risk pool whose members are Illinois municipalities. MICA manages and funds first party property losses, third party liability claims, workers' compensation claims and public officials' liability claims of its members. MICA provides \$1,800,000 of coverage after a \$1,000 deductible. The City's payments to MICA are displayed on the financial statements as expenditures/expenses in appropriate funds.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are three officers, a Risk Manager and a Treasurer. The City does not exercise any control over activities of MICA beyond its representation on the Board of Directors. MICA functions solely as an administrative agent for each member.

The City purchases third party coverage for health, dental and vision insurance.

11. OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

In addition to providing the pension benefits described, the City provides postemployment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

B. Benefits Provided

A retired employee and his or her spouse are eligible to continue health insurance identical to active employees if they meet the eligibility for retirements under the applicable plan. For IMRF and Police employees hired prior to May 1, 1988 and Firefighters' hired prior to May 1, 1991, the City pays 100% of the premium. Retirees hired subsequent to those dates that participate in the group insurance plans offered by the City are required to contribute 100% of the active premium rate for them and their covered dependents. For certain disabled public safety employees who qualify under the Public Safety Employee Benefits Act (PSEBA), the City is required to pay 100% of the cost of basic health insurance for retirees and their dependents for their lifetime. The City negotiates the contribution percentages between the City and employees through the union contracts and personnel policy.

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

C. Membership

At December 31, 2019, membership consisted of:

Inactive Employees Currently Receiving Benefit Payments	42
Inactive Employees Entitled to But Not Yet Receiving Benefit Payments	-
Active Employees	<u>61</u>
TOTAL	<u><u>103</u></u>
 Participating Employers	 <u>1</u>

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

D. Total OPEB Liability

The City's total OPEB liability of \$8,125,638 was measured as of December 31, 2019 and was determined by an actuarial valuation as of January 1, 2018.

E. Actuarial Assumptions and Other Inputs

The total OPEB liability at December 31, 2019, as determined by an actuarial valuation as of January 1, 2018 and was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updating procedures to December 31, 2019, including updating the discount rate at December 31, 2019, as noted below.

Actuarial Cost Method	Entry-Age Normal
Actuarial Value of Assets	Market Value
Inflation	2.50%
Salary Increases	3.00%
Discount Rate	2.74%
Healthcare Cost Trend Rates	6.00% Initial 5.00% Ultimate

The discount rate was based on The Bond Buyer 20-Bond GO Index, which is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

F. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT JANUARY 1, 2018	\$ 6,523,143
Changes for the Period	
Service Cost	53,030
Interest	259,857
Changes in Assumptions	1,662,148
Contributions - Employer	<u>(372,540)</u>
Net Changes	<u>1,602,495</u>
BALANCES AT DECEMBER 31, 2018	<u>\$ 8,125,638</u>

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

F. Changes in the Total OPEB Liability (Continued)

Changes in assumptions reflect a change in the discount rate from 4.10% for the fiscal year ended December 31, 2018 to 2.74% for the fiscal year ended December 31, 2019. Additionally, changes in assumptions related to the inflation rate, mortality rates, mortality improvement rates, retirement rates, termination rates and disability rates were made since the prior measurement date.

G. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the City calculated using the discount rate of 2.74% as well as what the City total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.74%) or 1 percentage point higher (3.74%) than the current rate:

	1% Decrease (1.74%)	Current Discount Rate (2.74%)	1% Increase (3.74%)
Total OPEB Liability	\$ 9,277,444	\$ 8,125,638	\$ 7,188,950

The table below presents the total OPEB liability of the City calculated using the healthcare rate as well as what the City's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (Varies)	Current Healthcare Rate (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 7,013,041	\$ 8,125,638	\$ 9,500,723

H. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2019, the City recognized OPEB expense of \$(107,552). At December 31, 2019, the City did not have any deferred outflows or inflows of resources to report.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

H. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ -
Changes in Assumptions	1,416,268	359,541
TOTAL	\$ 1,416,268	\$ 359,541

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

<u>Year Ending December 31,</u>	
2020	\$ 167,205
2021	167,205
2022	167,205
2023	167,205
2024	201,039
Thereafter	186,868
TOTAL	\$ 1,056,727

12. PRIOR PERIOD ADJUSTMENT

The City made the following prior period adjustments as of January 1, 2019 to net position to correct capital assets that should have been recorded in the prior period.

GOVERNMENTAL ACTIVITIES

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	\$ 14,639,205
To record capital assets in the proper period	432,895
Total restatement	432,895
BEGINNING NET POSITION, AS RESTATED	\$ 15,072,100

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. PRIOR PERIOD ADJUSTMENT (Continued)

BUSINESS-TYPE ACTIVITIES

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	\$ 31,920,466
To record capital assets in the proper period	332,749
Total restatement	332,749
BEGINNING NET POSITION, AS RESTATED	<u>\$ 32,253,215</u>

SEWER FUND

BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	\$ 31,154,408
To record capital assets in the proper period	332,749
Total restatement	332,749
BEGINNING NET POSITION, AS RESTATED	<u>\$ 31,487,157</u>

13. SUBSEQUENT EVENT

Beginning around March 2020, the Covid-19 virus has been declared a global pandemic as it continues to spread rapidly. As a result, equity investments of the Police and Fire Pension Plans have experienced significant declines in quoted prices on active markets. Management of the Police and Fire Pension Plan are carefully monitoring the situation and evaluating its options during this time. No adjustments have been made to these financial statements as a result of this uncertainty.

14. COMPONENT UNIT - STREATOR PUBLIC LIBRARY

A. Financial Information

Financial statements for the Streator Public Library (the Library), including government-wide and fund financial statements, are available in the Library's separately audited financial statements as of December 31, 2019, which can be obtained from the Library's administrative offices located at 130 S. Park Street, Streator, Illinois 61364.

14. COMPONENT UNIT - STREATOR PUBLIC LIBRARY (Continued)

B. Deposits and Investments

The Library categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. At December 31, 2018, the Library had no assets required to be reported at fair value.

Permitted Deposits and Investments - In accordance with the City's investment policy, the Library's monetary assets may be placed in all instruments permitted by the Illinois Public Funds Investment Act. This act permits deposits and investments in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and agencies obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

It is the policy of the Library to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Library and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

Library Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Library's deposits may not be returned to it. The City's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with collateral held by the City's agent in the City's name.

14. COMPONENT UNIT - STREATOR PUBLIC LIBRARY (Continued)

B. Deposits and Investments (Continued)

Library Investments

In accordance with the City's investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and investing operating funds primarily in shorter-term securities, money market mutual funds or similar investment pools. Unless matched to a specific cash flow, the Library does not directly invest in securities maturing more than three years from the date of purchase.

The Library limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in U.S. Treasury obligations and U.S. agency notes and state and local obligations rated in the highest three categories by national rating agencies.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the City's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the City's agent in the City's name, separate from where the investment was purchased. The money market mutual funds are not subject to custodial credit risk.

Concentration of credit risk - the Library's investment policy is silent on concentration of credit risk.

C. Receivables

Property taxes for 2019 attach as an enforceable lien on January 1, 2019, on property values assessed as of the same date. Taxes are levied by December of the same fiscal year (by passage of a tax levy ordinance), December 20 in the current fiscal year. Taxes levied in one year become due and payable in two installments, on or about June 1 and September 1 of the following year.

The 2019 levy is intended to finance the 2020 fiscal year and, therefore, is reported as unavailable/deferred revenue at December 31, 2019.

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

14. COMPONENT UNIT - STREATOR PUBLIC LIBRARY (Continued)

D. Capital Assets

The following is a summary of the capital asset activity for the year ended December 31, 2019:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land and Land Improvements	\$ 5,100	\$ -	\$ -	\$ 5,100
Total Capital Assets not Being Depreciated	5,100	-	-	5,100
Capital Assets Being Depreciated				
Buildings	3,009,459	47,964	-	3,057,423
Total Capital Assets Being Depreciated	3,009,459	47,964	-	3,057,423
Less Accumulated Depreciation for Buildings	2,321,219	32,322	-	2,353,541
Total Accumulated Depreciation	2,321,219	32,322	-	2,353,541
Total Capital Assets Being Depreciated, Net	688,240	15,642	-	703,882
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 693,340	\$ 15,642	\$ -	\$ 708,982

Depreciation expense was charged to functions/programs of the governmental activities as follows:

GOVERNMENTAL ACTIVITIES	
Culture and Recreation	\$ 32,322
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	\$ 32,322

CITY OF STREATOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

14. COMPONENT UNIT - STREATOR PUBLIC LIBRARY (Continued)

E. Long-Term Debt

1. Bonds payable at December 31, 2019 are comprised of the following:

General Obligation Bonds

\$585,000 General Obligation Refunding Bonds, Series 2017C, due in annual installments of \$40,000 to \$55,000 from December 30, 2018 to December 30, 2029, interest from 2% to 3%. While a general obligation of the City, the principal and interest is to be repaid with the Library's tax levy.

\$ 500,000

TOTAL

\$ 500,000

2. Debt Service to Maturity

Annual debt service requirements to maturity are as follows:

Year Ending December 31,	General Obligation Bonds	
	Principal	Interest
2020	\$ 45,000	\$ 15,000
2021	45,000	13,650
2022	45,000	12,300
2023	45,000	10,950
2024	50,000	9,600
2025-2029	270,000	24,900
TOTAL	\$ 500,000	\$ 86,400

3. Changes in Long-Term Liabilities

Changes in long-term debt during the year ended December 31, 2019 is as follows:

	Balance January 1, Restated	Additions	Deletions	Balance December 31	Current Portion
General Obligation Bonds	\$ 545,000	\$ -	\$ 45,000	\$ 500,000	\$ 45,000
Net Pension Liability - IMRF	24,458	115,386	-	139,844	-
TOTAL	\$ 569,458	\$ 115,386	\$ 45,000	\$ 639,844	\$ 45,000

14. COMPONENT UNIT - STREATOR PUBLIC LIBRARY (Continued)

F. Other Postemployment Benefits

The Library has evaluated its potential other postemployment benefits liability. The Library provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Library are required to pay 100% of the current premium.

However, no former employees have chosen to stay in the Library's health insurance plan. Additionally, the Library had no former employees for which the Library was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. As a result, the Library has determined that no material liability is required to be reported under GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Therefore, the Library has not recorded any postemployment benefit liability as of December 31, 2019.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Taxes			
Real Estate	\$ 3,484,423	\$ 3,422,424	\$ (61,999)
Road and Bridge	87,000	80,236	(6,764)
Sales	3,280,000	3,410,001	130,001
Intergovernmental			
State Income Tax and Use Tax	1,745,000	2,098,708	353,708
Replacement Tax	307,700	409,522	101,822
Other State	1,364,750	1,357,632	(7,118)
Grants	813,960	83,495	(730,465)
Licenses and Permits	438,900	466,860	27,960
Fines and Forfeits	102,500	60,778	(41,722)
Charges for Services	407,000	398,197	(8,803)
Investment Income	14,270	56,609	42,339
Miscellaneous			
Reimbursements	882,000	700,361	(181,639)
Sale of City Property	85,000	450	(84,550)
Other Miscellaneous	86,500	120,032	33,532
Total Revenues	13,099,003	12,665,305	(433,698)
EXPENDITURES			
General Government			
Administrative Division:			
Personal Services	1,191,120	1,155,566	(35,554)
Other Services and Charges	1,396,075	1,331,174	(64,901)
Supplies	16,850	12,868	(3,982)
Capital Outlay	433,000	103,685	(329,315)
Total General Government	3,037,045	2,603,293	(433,752)
Public Safety			
Police Division			
Personal Services	3,869,730	4,034,048	164,318
Other Services and Charges	160,850	110,485	(50,365)
Supplies	131,350	90,921	(40,429)
Capital Outlay	108,000	97,442	(10,558)
Total Police Division	4,269,930	4,332,896	62,966
Fire Division			
Personal Services	2,396,984	2,465,999	69,015
Other Services and Charges	91,200	90,259	(941)
Supplies	30,800	28,934	(1,866)
Capital Outlay	135,000	45,979	(89,021)
Total Fire Division	2,653,984	2,631,171	(22,813)
Total Public Safety	6,923,914	6,964,067	40,153

(This schedule is continued on the following page.)

CITY OF STREATOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
EXPENDITURES (Continued)			
Public Works			
Personal Services	\$ 650,025	\$ 735,791	\$ 85,766
Other Services and Charges	239,900	251,102	11,202
Supplies	158,400	143,883	(14,517)
Capital Outlay	293,000	220,656	(72,344)
Total Public Works	<u>1,341,325</u>	<u>1,351,432</u>	<u>10,107</u>
Capital Outlay	<u>796,545</u>	<u>150,980</u>	<u>(645,565)</u>
Debt Service			
Principal	315,000	382,710	67,710
Interest and Fiscal Charges	104,636	116,546	11,910
Total Debt Service	<u>419,636</u>	<u>499,256</u>	<u>79,620</u>
Total Expenditures	<u>12,518,465</u>	<u>11,569,028</u>	<u>(303,872)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>580,538</u>	<u>1,096,277</u>	<u>(129,826)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	265,000	282,040	17,040
Transfers (Out)	(552,880)	(1,023,558)	(470,678)
Total Other Financing Sources (Uses)	<u>(287,880)</u>	<u>(741,518)</u>	<u>(453,638)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 292,658</u>	354,759	<u>\$ (583,464)</u>
FUND BALANCE, JANUARY 1		<u>3,171,171</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 3,525,930</u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2019

1. BUDGETS AND BUDGETARY ACCOUNTING

The City follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The budgets for the governmental funds are adopted on a basis consistent with GAAP (modified accrual basis).
2. The City each year must file and pass the budget ordinance for the fiscal year ended December 31. This budget can be subsequently amended by the budget officer and/or a vote of the Board of Trustees. The amounts shown in the final budget column reflect several amendments that have been adopted since the original budget was passed.
3. Budgets are adopted and integrated in the accounting system as a control device during the year for the general, special revenue, debt service, capital project and proprietary funds.
4. All budgets lapse at the end of the fiscal year for which the budget is adopted.
5. The budget officer can transfer budget amounts between line items within a department. However, transfers between departments require approval of the City Council. The legal level of budgetary control is at the department level.

2. INDIVIDUAL FUND DISCLOSURES

The following funds had expenditures in excess of appropriations:

<u>Fund</u>	<u>Excess</u>
Streator South Industrial TIF Fund	\$ 1,060,108
TIF II (Downtown) Fund	27,417
TIF I (Oakley) Fund	14,166
Motor Fuel Tax Fund	35,098

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Six Fiscal Years

FISCAL YEAR ENDED	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
Actuarially Determined Contribution	\$ 247,641	\$ 247,711	\$ 142,349	\$ 214,113	\$ 216,226	\$ 182,519
Contributions in Relation to the Actuarially Determined Contribution	247,641	247,711	142,349	214,113	216,226	182,519
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-Employee Payroll	\$ 2,066,015	\$ 2,067,581	\$ 1,158,249	\$ 1,662,369	\$ 1,643,052	\$ 1,638,410
Contributions as a Percentage of Covered-Employee Payroll	11.99%	11.98%	12.29%	12.88%	13.16%	11.14%

*Eight months ended December 31, 2016.

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 26 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 4.40% to 16.00% compounded annually and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the least ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION PLAN

Last Six Fiscal Years

FISCAL YEAR ENDED	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
Actuarially Determined Contribution	\$ 650,681	\$ 747,370	\$ 943,235	\$ 936,544	\$ 907,286	\$ 974,590
Contributions in Relation to the Actuarially Determined Contribution	747,370	943,235	875,476	936,443	907,843	846,727
CONTRIBUTION DEFICIENCY (Excess)	\$ (96,689)	\$ (195,865)	\$ 67,759	\$ 101	\$ (557)	\$ 127,863
Covered-Employee Payroll	\$ 1,503,481	\$ 1,652,429	\$ 1,784,454	\$ 1,737,713	\$ 1,717,963	\$ 1,906,004
Contributions as a Percentage of Covered-Employee Payroll	49.71%	57.08%	49.06%	53.89%	52.84%	44.42%

*Eight months ended December 31, 2016.

Notes to Required Supplementary Information

Valuation Date Actuarially determined contribution rates are calculated as of January 1 of the prior fiscal year.

Methods and Assumptions Used to Determine Contribution Rates

Actuarial Cost Method	Entry-Age Normal
Amortization Method	Level Percent of Pay, Closed; 100% through 2040
Remaining Amortization Period	22 Years
Asset Valuation Method	Market
Return on Investments	7.00%
Inflation	2.50%
Salary Increases	Service-related table with rates grading from 11.00% to 3.50% at 31 years of service
Payroll Growth	4.50%
Retirement Age	Based on 2017 experience study performed for the State of Illinois Department of Insurance.
Mortality	PubS-2010 Employee Mortality, projected five years past the valuation date with Scale MP-2019.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIREFIGHTERS' PENSION PLAN**

Last Six Fiscal Years

FISCAL YEAR ENDED	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
Actuarially Determined Contribution	\$ 535,381	\$ 572,363	\$ 605,414	\$ 775,395	\$ 765,636	\$ 885,653
Contributions in Relation to the Actuarially Determined Contribution	535,392	571,726	605,414	625,963	635,067	843,996
CONTRIBUTION DEFICIENCY (Excess)	\$ (11)	\$ 637	\$ -	\$ 149,432	\$ 130,569	\$ 41,657
Covered Payroll	\$ 877,704	\$ 908,207	\$ 874,762	\$ 918,903	\$ 945,242	\$ 949,403
Contributions as a Percentage of Covered Payroll	61.00%	62.95%	69.21%	68.12%	67.19%	88.90%

*Eight months ended December 31.

Notes to Required Supplementary Information

Valuation Date Actuarially determined contribution rates are calculated as of May 1 of the prior fiscal year.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry-Age Normal
Amortization Method	Level Percent of Pay, Closed; 100% through 2040
Remaining Amortization Period	22 Years
Asset Valuation Method	Market
Return on Investments	5.50%
Inflation	2.50%
Salary Increases	Service-related table with rates grading from 12.50% to 3.50% at 31 years of service
Payroll Growth	3.50%
Retirement Age	Based on 2017 experience study performed for the State of Illinois Department of Insurance.
Mortality	PubS-2010 Employee Mortality, projected five years past the valuation date with Scale MP-2019.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Four Calendar Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018
TOTAL PENSION LIABILITY				
Service Cost	\$ 227,222	\$ 229,022	\$ 200,236	\$ 176,825
Interest	815,745	922,186	933,805	940,153
Changes of Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	1,019,010	(282,378)	90,890	(25,752)
Changes of Assumptions	28,596	(42,256)	(405,641)	332,365
Benefit Payments, including Refunds of Member Contributions	(602,545)	(672,261)	(741,021)	(704,869)
Net Change in Total Pension Liability	1,488,028	154,313	78,269	718,722
Total Pension Liability - Beginning	11,078,788	12,566,816	12,721,129	12,799,398
TOTAL PENSION LIABILITY - ENDING	<u>\$ 12,566,816</u>	<u>\$ 12,721,129</u>	<u>\$ 12,799,398</u>	<u>\$ 13,518,120</u>
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	\$ 242,707	\$ 225,617	\$ 214,029	\$ 216,225
Contributions - Member	92,323	82,610	74,777	73,937
Net Investment Income	50,026	739,251	1,958,217	(736,728)
Benefit Payments, including Refunds of Member Contributions	(602,545)	(672,261)	(741,021)	(704,869)
Other (Net Transfer)	830,104	(45,212)	(182,617)	9,095
Net Change in Plan Fiduciary Net Position	612,615	330,005	1,323,385	(1,142,340)
Plan Fiduciary Net Position - Beginning	10,138,903	10,751,518	11,081,523	12,404,908
PLAN FIDUCIARY NET POSITION - ENDING	<u>\$ 10,751,518</u>	<u>\$ 11,081,523</u>	<u>\$ 12,404,908</u>	<u>\$ 11,262,568</u>
EMPLOYER'S NET PENSION LIABILITY	<u>\$ 1,815,298</u>	<u>\$ 1,639,606</u>	<u>\$ 394,490</u>	<u>\$ 2,255,552</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.55%	87.11%	96.92%	83.31%
Covered Payroll	\$ 2,051,625	\$ 1,835,776	\$ 1,661,719	\$ 1,643,052
Employer's Net Pension Liability as a Percentage of Covered Payroll	88.48%	89.31%	23.74%	137.28%

Notes to Required Supplementary Information

Changes of Assumptions

2015 - Bond rate and investment rate of return

2016 - Bond rate and investment rate of return

2017 - Bond rate, price inflation rate, salary increases, retirement age and mortality

2018 - Discount rate

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
SHERIFF'S LAW ENFORCEMENT PERSONNEL FUND

Last Four Calendar Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018
TOTAL PENSION LIABILITY				
Service Cost	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-
Changes of Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	-	-	-	-
Changes of Assumptions	-	-	-	-
Benefit Payments, including Refunds of Member Contributions	-	-	-	-
Net Change in Total Pension Liability	-	-	-	-
Total Pension Liability - Beginning	-	-	-	-
TOTAL PENSION LIABILITY - ENDING	\$ -	\$ -	\$ -	\$ -
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	\$ -	\$ -	\$ -	\$ -
Contributions - Member	-	-	-	-
Net Investment Income	308	3,701	11,613	(5,562)
Benefit Payments, including Refunds of Member Contributions	-	-	-	-
Other	(8,101)	109	(124)	182
Net Change in Plan Fiduciary Net Position	(7,793)	3,810	11,489	(5,380)
Plan Fiduciary Net Position - Beginning	61,672	53,879	57,689	69,178
PLAN FIDUCIARY NET POSITION - ENDING	\$ 53,879	\$ 57,689	\$ 69,178	\$ 63,798
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ (53,879)	\$ (57,689)	\$ (69,178)	\$ (63,798)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	N/A	N/A	N/A	N/A
Covered Payroll	\$ -	\$ -	\$ -	\$ -
Employer's Net Pension Liability (Asset) as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION PLAN**

Last Six Fiscal Years

MEASUREMENT DATE	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
TOTAL PENSION LIABILITY						
Service Cost	\$ 206,157	\$ 243,887	\$ 310,979	\$ 470,894	\$ 401,107	\$ 403,811
Interest	48,893	61,707	1,036,899	1,560,031	1,508,575	1,601,332
Changes of Benefit Terms	-	-	-	-	-	31,485
Differences Between Expected and Actual Experience	(492,320)	(637,641)	(118,599)	(662,045)	(16,472)	779,677
Changes of Assumptions	-	2,659,255	(769,901)	(981,743)	490,160	-
Contributions - Buy Back	-	-	-	2,000	-	-
Benefit Payments, including Refunds of Member Contributions	-	-	(681,530)	(1,045,213)	(1,063,668)	(1,058,272)
Net Change in Total Pension Liability	(237,270)	2,327,208	(222,152)	(656,076)	1,319,702	1,758,033
Total Pension Liability - Beginning	17,530,228	17,292,958	22,560,028	22,337,876	21,681,800	23,001,502
TOTAL PENSION LIABILITY - ENDING	\$ 17,292,958	\$ 19,620,166	\$ 22,337,876	\$ 21,681,800	\$ 23,001,502	\$ 24,759,535
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 644,099	\$ 748,097	\$ 875,746	\$ 936,443	\$ 907,843	\$ 846,727
Contributions - Member	147,787	161,260	129,691	172,161	175,332	205,688
Contributions - Buy Back	-	-	-	2,000	-	-
Net Investment Income	605,670	472,955	323,647	713,149	(148,074)	1,320,690
Benefit Payments, including Refunds of Member Contributions	(965,180)	(984,755)	(681,530)	(1,045,213)	(1,063,668)	(1,058,272)
Administrative Expense	246,328	(14,726)	(8,451)	(20,530)	(17,828)	(31,947)
Net Change in Plan Fiduciary Net Position	678,704	382,831	639,103	758,010	(146,395)	1,282,886
Plan Fiduciary Net Position - Beginning (Restated)	8,351,652	9,030,356	9,436,440	9,232,188	9,990,198	9,843,803
PLAN FIDUCIARY NET POSITION - ENDING	\$ 9,030,356	\$ 9,413,187	\$ 10,075,543	\$ 9,990,198	\$ 9,843,803	\$ 11,126,689
EMPLOYER'S NET PENSION LIABILITY	\$ 8,262,602	\$ 10,206,979	\$ 12,262,333	\$ 11,691,602	\$ 13,157,699	\$ 13,632,846
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.22%	47.98%	45.11%	46.08%	42.80%	44.94%
Covered Payroll	\$ 1,503,481	\$ 1,652,429	\$ 1,784,454	\$ 1,737,713	\$ 1,717,963	\$ 1,906,004
Employer's Net Pension Liability as a Percentage of Covered Payroll	549.56%	617.70%	687.18%	672.82%	765.89%	715.26%

*Eight months ended December 31, 2016.

Note to Required Supplementary Information

Opening Plan Fiduciary Net Position was restated in 2017.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
FIREFIGHTERS' PENSION PLAN**

Last Six Fiscal Years

MEASUREMENT DATE	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
TOTAL PENSION LIABILITY						
Service Cost	\$ 311,338	\$ 311,338	\$ 253,777	\$ 268,997	\$ 394,606	\$ 392,759
Interest	32,398	32,398	811,271	909,784	844,988	905,475
Changes of Benefit Terms	-	-	-	-	-	26,555
Differences Between Expected and Actual Experience	813,894	813,894	(435,717)	(543,776)	135,176	597,709
Changes of Assumptions	-	-	-	2,825,034	108,096	149,666
Benefit Payments, including Refunds of Member Contributions	(656,684)	(714,755)	(737,761)	(498,639)	(750,296)	(804,578)
Net Change in Total Pension Liability	500,946	442,875	(108,430)	2,961,400	732,570	1,267,586
Total Pension Liability - Beginning	12,623,212	13,124,158	13,567,033	13,458,603	16,420,003	17,152,573
TOTAL PENSION LIABILITY - ENDING	\$ 13,124,158	\$ 13,567,033	\$ 13,458,603	\$ 16,420,003	\$ 17,152,573	\$ 18,420,159
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 535,392	\$ 571,726	\$ 605,414	\$ 625,963	\$ 635,067	\$ 843,996
Contributions - Member	80,276	88,090	86,269	56,676	86,360	93,596
Net Investment Income	37,262	40,055	59,972	124,799	(2,948)	378,931
Benefit Payments, including Refunds of Member Contributions	(656,684)	(714,755)	(737,761)	(498,639)	(750,296)	(804,578)
Administrative Expense	(9,104)	(9,392)	(9,377)	(8,760)	(10,612)	(44,136)
Net Change in Plan Fiduciary Net Position	(12,858)	(24,276)	4,517	300,039	(42,429)	467,809
Plan Fiduciary Net Position - Beginning (Restated)	4,737,318	4,724,460	4,700,184	4,091,856	4,391,895	4,349,466
PLAN FIDUCIARY NET POSITION - ENDING	\$ 4,724,460	\$ 4,700,184	\$ 4,704,701	\$ 4,391,895	\$ 4,349,466	\$ 4,817,275
EMPLOYER'S NET PENSION LIABILITY	\$ 8,399,698	\$ 8,866,849	\$ 8,753,902	\$ 12,028,108	\$ 12,803,107	\$ 13,602,884
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	36.00%	34.64%	34.96%	26.75%	25.36%	26.15%
Covered Payroll	\$ 850,244	\$ 908,207	\$ 874,762	\$ 918,903	\$ 945,242	\$ 949,403
Employer's Net Pension Liability as a Percentage of Covered Payroll	987.92%	976.30%	1,000.72%	1,308.96%	1,354.48%	1,432.78%

*Eight months ended December 31, 2016.

Note to Required Supplementary Information

See Note 7 for additional information on the 2019 changes in assumptions.

Opening Plan Fiduciary Net Position was restated in 2017.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN**

Last Two Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2018	2019
TOTAL OPEB LIABILITY		
Service Cost	\$ 60,508	\$ 53,030
Interest	238,421	259,857
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	-	-
Changes of Assumptions	(516,891)	1,662,148
Benefit Payments, including Refunds of Member Contributions	(370,706)	(372,540)
Net Change in Total OPEB Liability	(588,668)	1,602,495
Total OPEB Liability - Beginning	7,111,811	6,523,143
TOTAL OPEB LIABILITY - ENDING	\$ 6,523,143	\$ 8,125,638
Covered Payroll	\$ 4,269,517	\$ 5,321,732
Employer's Total OPEB Liability as a Percentage of Covered Payroll	152.78%	152.69%

Notes to Required Supplementary Information

Changes of assumptions reflect a change in the discount rate from 3.89% for the fiscal year ended December 31, 2017 to 4.10% for the fiscal year ended December 31, 2018.

Changes of assumptions reflect a change in the discount rate from 4.10% for the fiscal year ended December 31, 2018 to 2.74% for the fiscal year ended December 31, 2019. Additional changes of assumptions related to the inflation rates, mortality rates, mortality improvement rates, retirement rates, termination rates, and disability rates were made during 2019.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND**

Last Six Fiscal Years

FISCAL YEAR ENDED	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
Annual Money-Weighted Rate of Return, Net of Investment Expense	7.58%	1.41%	3.94%	7.89%	(1.37%)	13.79%

*Eight months ended December 31, 2016.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
FIREFIGHTERS' PENSION FUND**

Last Six Fiscal Years

FISCAL YEAR ENDED	April 30, 2015	April 30, 2016	December 31, 2016*	December 31, 2017	December 31, 2018	December 31, 2019
Annual Money-Weighted Rate of Return, Net of Investment Expense	0.91%	0.99%	1.53%	4.45%	(3.46%)	12.26%

*Eight months ended December 31, 2016.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

CITY OF STREATOR, ILLINOIS

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

December 31, 2019

	Motor Fuel Tax	Hotel/Motel Tax
ASSETS		
Cash and Investments	\$ 483,510	\$ 67,060
Taxes Receivable	-	1,857
Due from Other Governments	60,183	-
TOTAL ASSETS	\$ 543,693	\$ 68,917
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
LIABILITIES		
Accounts Payable	\$ -	\$ 650
Due to Other Funds	-	-
Total Liabilities	-	650
DEFERRED INFLOWS OF RESOURCES		
None	-	-
Total Deferred Inflows of Resources	-	-
Total Liabilities and Deferred Inflows of Resources	-	650
FUND BALANCES (DEFICIT)		
Restricted		
Public Works	543,693	-
Economic Development	-	68,267
Unassigned (Deficit)	-	-
Total Fund Balances (Deficit)	543,693	68,267
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 543,693	\$ 68,917

TIF I (Oakley)		TIF II (Downtown)		TIF III (Northpoint)		Streator South Industrial TIF		East Route 18 TIF		Total Nonmajor Governmental Funds	
\$	-	\$	228,683	\$	23,228	\$	1,668,421	\$	-	\$	2,470,902
	-		-		-		-		-		1,857
	-		-		-		-		-		60,183
\$	-	\$	228,683	\$	23,228	\$	1,668,421	\$	-	\$	2,532,942
\$	-	\$	224,883	\$	6,121	\$	53,418	\$	1,793	\$	286,865
	-		-		-		-		12,452		12,452
	-		224,883		6,121		53,418		14,245		299,317
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		224,883		6,121		53,418		14,245		299,317
	-		-		-		-		-		543,693
	-		3,800		17,107		1,615,003		-		1,704,177
	-		-		-		-		(14,245)		(14,245)
	-		3,800		17,107		1,615,003		(14,245)		2,233,625
\$	-	\$	228,683	\$	23,228	\$	1,668,421	\$	-	\$	2,532,942

CITY OF STREATOR, ILLINOIS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2019

	Motor Fuel Tax	Hotel/Motel Tax
REVENUES		
Property Taxes	\$ -	\$ 37,897
Intergovernmental	449,769	-
Investment Income	2,265	793
Miscellaneous	-	75
	<hr/>	<hr/>
Total Revenues	452,034	38,765
	<hr/>	<hr/>
EXPENDITURES		
Current		
Public Works	168,417	-
Economic Development	-	26,548
Capital Outlay	107,181	-
Debt Service		
Principal	-	-
Interest	-	-
	<hr/>	<hr/>
Total Expenditures	275,598	26,548
	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	176,436	12,217
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Bond Issued, at Par	-	-
Premium on Bonds Issued	-	-
Transfers In	-	-
Transfers (Out)	-	-
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	-
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCES	176,436	12,217
	<hr/>	<hr/>
FUND BALANCES (DEFICIT), JANUARY 1	367,257	56,050
	<hr/>	<hr/>
FUND BALANCES (DEFICIT), DECEMBER 31	\$ 543,693	\$ 68,267
	<hr/>	<hr/>

TIF I (Oakley)		TIF II (Downtown)		TIF III (Northpoint)		Streator South Industrial TIF		East Route 18 TIF		Total Nonmajor Governmental Funds
\$	100,930	\$	535,417	\$	27,689	\$	67,442	\$	821	\$ 770,196
	-		-		-		-		-	449,769
	299		3,449		-		-		1	6,807
	-		-		-		-		-	75
	101,229		538,866		27,689		67,442		822	1,226,847
	-		-		-		-		-	168,417
	14,166		388,923		291,986		1,221,108		5,169	1,947,900
	-		-		-		-		-	107,181
	-		80,000		145,000		-		-	225,000
	-		36,994		72,050		-		-	109,044
	14,166		505,917		509,036		1,221,108		5,169	2,557,542
	87,063		32,949		(481,347)		(1,153,666)		(4,347)	(1,330,695)
	-		-		-		2,500,000		-	2,500,000
	-		-		-		187,249		-	187,249
	-		87,063		500,000		20,950		-	608,013
	(87,063)		(802,990)		-		-		-	(890,053)
	(87,063)		(715,927)		500,000		2,708,199		-	2,405,209
	-		(682,978)		18,653		1,554,533		(4,347)	1,074,514
	-		686,778		(1,546)		60,470		(9,898)	1,159,111
\$	-	\$	3,800	\$	17,107	\$	1,615,003	\$	(14,245)	\$ 2,233,625

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Intergovernmental	\$ 340,000	\$ 449,769	\$ 109,769
Investment Income	100	2,265	2,165
Total Revenues	340,100	452,034	111,934
EXPENDITURES			
Highways and Streets			
Commodities	130,500	168,417	37,917
Capital Outlay	110,000	107,181	(2,819)
Total Expenditures	240,500	275,598	35,098
NET CHANGE IN FUND BALANCE	<u>\$ 99,600</u>	176,436	<u>\$ 76,836</u>
FUND BALANCE, JANUARY 1		<u>367,257</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 543,693</u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOTEL/MOTEL TAX FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Taxes	\$ 34,000	\$ 37,897	\$ 3,897
Investment Income	250	793	543
Other Revenue	6,000	75	(5,925)
Total Revenues	40,250	38,765	(1,485)
EXPENDITURES			
Current			
Economic Development	39,050	26,548	(12,502)
Total Expenditures	39,050	26,548	(12,502)
NET CHANGE IN FUND BALANCE	<u>\$ 1,200</u>	12,217	<u>\$ 11,017</u>
FUND BALANCE, JANUARY 1		<u>56,050</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 68,267</u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TIF I (OAKLEY) FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property Taxes	\$ 115,000	\$ 100,930	\$ (14,070)
Investment Income	50	299	249
Total Revenues	115,050	101,229	(13,821)
EXPENDITURES			
Current			
Economic Development	-	14,166	14,166
Total Expenditures	-	14,166	14,166
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	115,050	87,063	(27,987)
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(115,050)	(87,063)	27,987
Total Other Financing Sources (Uses)	(115,050)	(87,063)	27,987
NET CHANGE IN FUND BALANCE	\$ -	-	\$ -
FUND BALANCE, JANUARY 1		-	
FUND BALANCE, DECEMBER 31		\$ -	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TIF II (DOWNTOWN) FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property Taxes	\$ 550,000	\$ 535,417	\$ (14,583)
Investment Income	50	3,449	3,399
Miscellaneous	2,500	-	(2,500)
Total Revenues	552,550	538,866	(13,684)
EXPENDITURES			
Current			
Economic Development	361,500	388,923	27,423
Debt Service			
Principal	80,000	80,000	-
Interest	37,000	36,994	(6)
Total Expenditures	478,500	505,917	27,417
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	74,050	32,949	(41,101)
OTHER FINANCING SOURCES (USES)			
Transfers In	115,050	87,063	(27,987)
Transfers (Out)	(939,690)	(802,990)	136,700
Total Other Financing Sources (Uses)	(824,640)	(715,927)	108,713
NET CHANGE IN FUND BALANCE	<u>\$ (750,590)</u>	<u>(682,978)</u>	<u>\$ 67,612</u>
FUND BALANCE, JANUARY 1		<u>686,778</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 3,800</u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TIF III (NORTHPOINT) FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property Taxes	\$ 50,000	\$ 27,689	\$ (22,311)
Total Revenues	50,000	27,689	(22,311)
EXPENDITURES			
Current			
Economic Development	363,500	291,986	(71,514)
Debt Service			
Principal	145,000	145,000	-
Interest	72,050	72,050	-
Total Expenditures	580,550	509,036	(71,514)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(530,550)	(481,347)	49,203
OTHER FINANCING SOURCES (USES)			
Transfers In	556,700	500,000	(56,700)
Total Other Financing Sources (Uses)	556,700	500,000	(56,700)
NET CHANGE IN FUND BALANCE	\$ 26,150	18,653	\$ (7,497)
FUND BALANCE (DEFICIT), JANUARY 1		(1,546)	
FUND BALANCE, DECEMBER 31		\$ 17,107	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STREATOR SOUTH INDUSTRIAL TIF FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property Taxes	\$ 80,000	\$ 67,442	\$ (12,558)
Investment Income	50	-	(50)
Total Revenues	80,050	67,442	(12,608)
EXPENDITURES			
Current			
Economic Development	161,000	1,221,108	1,060,108
Total Expenditures	161,000	1,221,108	1,060,108
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(80,950)	(1,153,666)	(1,072,716)
OTHER FINANCING SOURCES (USES)			
Bond Issued, at Par	-	2,500,000	2,500,000
Premium on Bonds Issued	-	187,249	187,249
Transfers In	100,950	20,950	(80,000)
Total Other Financing Sources (Uses)	100,950	2,708,199	2,607,249
NET CHANGE IN FUND BALANCE	<u>\$ 20,000</u>	1,554,533	<u>\$ 1,534,533</u>
FUND BALANCE, JANUARY 1		<u>60,470</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 1,615,003</u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
EAST ROUTE 18 TIF FUND**

For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property Taxes	\$ -	\$ 821	\$ 821
Investment Income	-	1	1
Miscellaneous	16,000	-	(16,000)
Total Revenues	16,000	822	(15,178)
EXPENDITURES			
Current			
Economic Development	16,000	5,169	(10,831)
Total Expenditures	16,000	5,169	(10,831)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>(4,347)</u>	<u>\$ (4,347)</u>
FUND BALANCE, JANUARY 1		<u>(9,898)</u>	
FUND BALANCE (DEFICIT), DECEMBER 31		<u>\$ (14,245)</u>	

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

CITY OF STREATOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
SEWER FUND (BUDGETARY BASIS)

For the Year Ended December 31, 2019

	Budget	Actual	Variance Over (Under)
OPERATING REVENUES			
Charges for Services	\$ 2,775,000	\$ 2,719,400	\$ (55,600)
Total Operating Revenues	<u>2,775,000</u>	<u>2,719,400</u>	<u>(55,600)</u>
OPERATING EXPENSES			
Salaries	333,500	94,672	(238,828)
Payroll Taxes	64,850	54,160	(10,690)
Life and Medical Insurance	82,750	69,783	(12,967)
Contractual Services	937,603	853,916	(83,687)
Repairs and Maintenance	2,772,000	657,432	(2,114,568)
Legal, Accounting and Collection	18,000	13,792	(4,208)
Office Expense and Postage	16,000	15,310	(690)
Data Processing	2,500	3,111	611
Other Fees	25,000	22,500	(2,500)
Other Supplies and Equipment	15,500	-	(15,500)
Miscellaneous Expense	60,400	53,031	(7,369)
Total Operating Expenses	<u>4,328,103</u>	<u>1,837,707</u>	<u>(2,490,396)</u>
OPERATING INCOME (LOSS)	<u>(1,553,103)</u>	<u>881,693</u>	<u>2,434,796</u>
NON-OPERATING REVENUES (EXPENSES)			
Investment Income	4,300	13,436	9,136
Principal Payments	(606,350)	(610,764)	(4,414)
Loan Proceeds	1,600,000	581,716	(1,018,284)
Interest and Fiscal Charges	(45,500)	(43,311)	2,189
Reimbursements	35,000	14,824	(20,176)
Total Non-Operating Revenues (Expenses)	<u>987,450</u>	<u>(44,099)</u>	<u>(1,031,549)</u>
NET INCOME (LOSS) BEFORE TRANSFERS, CAPITAL GRANTS AND CONTRIBUTIONS	<u>(565,653)</u>	<u>837,594</u>	<u>1,403,247</u>
TRANSFERS			
Transfers In	<u>506,000</u>	<u>993,558</u>	<u>487,558</u>
Total transfers	<u>506,000</u>	<u>993,558</u>	<u>487,558</u>
CAPITAL GRANTS AND CONTRIBUTIONS	<u>137,000</u>	<u>636,520</u>	<u>499,520</u>
CHANGE IN NET POSITION - BUDGETARY BASIS	<u><u>\$ 77,347</u></u>	<u>2,467,672</u>	<u><u>\$ 2,390,325</u></u>
ADJUSTMENTS TO GAAP BASIS			
Depreciation and Amortization Expense		(1,253,800)	
Principal Payments		610,764	
Loan Proceeds		<u>(581,716)</u>	
CHANGE IN NET POSITION - GAAP BASIS		<u>1,242,920</u>	
NET POSITION, JANUARY 1		31,154,408	
Prior Period Adjustment		<u>332,749</u>	
NET POSITION, JANUARY 1, RESTATED		<u>31,487,157</u>	
NET POSITION, DECEMBER 31		<u><u>\$ 32,730,077</u></u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
GOLF COURSE FUND**

For the Year Ended December 31, 2019

	Budget	Actual	Variance Over (Under)
OPERATING REVENUES			
Membership and Daily Fees	\$ 55,320	\$ 42,207	\$ (13,113)
Rental Clubs and Carts	27,200	22,714	(4,486)
Concessions	13,200	10,117	(3,083)
Miscellaneous	400	1,864	1,464
Total Operating Revenues	96,120	76,902	(19,218)
OPERATING EXPENSES			
Salaries	71,150	47,652	(23,498)
Payroll Taxes	11,450	11,569	119
Repairs and Maintenance	16,000	21,476	5,476
Utilities and Telephone	15,500	13,436	(2,064)
Other Supplies and Equipment	6,500	4,405	(2,095)
Concession Stand Products	6,000	5,674	(326)
Golf Supplies for Resale	600	217	(383)
Gasoline and Oil	2,300	1,763	(537)
Chemicals	13,000	12,944	(56)
Miscellaneous Expense	500	222	(278)
Depreciation and Amortization Expense	-	16,519	16,519
Total Operating Expenses	143,000	135,877	(7,123)
OPERATING INCOME (LOSS)	(46,880)	(58,975)	(12,095)
TRANSFERS			
Transfers In	46,880	30,000	(16,880)
CHANGE IN NET POSITION	<u>\$ -</u>	(28,975)	<u>\$ (28,975)</u>
NET POSITION, JANUARY 1		<u>512,757</u>	
NET POSITION, DECEMBER 31		<u>\$ 483,782</u>	

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS**SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
SOLID WASTE FUND**

For the Year Ended December 31, 2019

	Budget	Actual	Variance Over (Under)
OPERATING REVENUES			
Charges for Sales and Services	\$ 1,280,000	\$ 1,307,710	\$ 27,710
Total Operating Revenues	1,280,000	1,307,710	27,710
OPERATING EXPENSES			
Salaries	55,600	21,156	(34,444)
Payroll Taxes	10,495	8,862	(1,633)
Life and Medical Insurance	19,850	16,255	(3,595)
Contractual Services	1,156,000	1,114,900	(41,100)
Office Expense and Postage	9,200	8,250	(950)
Miscellaneous Expense	22,000	22,000	-
Total Operating Expenses	1,273,145	1,191,423	(81,722)
OPERATING INCOME	6,855	116,287	109,432
NON-OPERATING REVENUES (EXPENSES)			
Investment Income	500	1,328	828
Reimbursements	1,800	2,311	511
Total Non-Operating Revenues (Expenses)	2,300	3,639	1,339
CHANGE IN NET POSITION	<u>\$ 9,155</u>	119,926	<u>\$ 110,771</u>
NET POSITION, JANUARY 1		<u>253,301</u>	
NET POSITION, DECEMBER 31		<u>\$ 373,227</u>	

(See independent auditor's report.)

FIDUCIARY FUNDS

CITY OF STREATOR, ILLINOIS

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS**

December 31, 2019

	Police Pension	Firefighters' Pension	Total
ASSETS			
Cash and Cash Equivalents	\$ 362,619	\$ 55,231	\$ 417,850
Investments			
U.S. Treasury and U.S. Agency Obligations	441,750	44,510	486,260
State and Local Obligations	1,922,485	279,491	2,201,976
Corporate Bonds	2,018,939	471,088	2,490,027
Money Market Mutual Funds	-	265,634	265,634
Certificates of Deposit (Negotiable)	814,609	-	814,609
Certificates of Deposit (Non-Negotiable)	-	1,043,980	1,043,980
Common Stock	4,540,545	-	4,540,545
Fixed Income Mutual Funds	-	317,984	317,984
Equity Mutual Funds	996,289	956,151	1,952,440
Insurance Contracts	-	1,372,799	1,372,799
Total Cash and Investments	11,097,236	4,806,868	15,904,104
Accrued Interest Receivable	29,453	-	29,453
Due from Municipality	-	10,407	10,407
Total Assets	11,126,689	4,817,275	15,943,964
LIABILITIES			
None	-	-	-
Total Liabilities	-	-	-
NET POSITION RESTRICTED FOR PENSIONS	\$ 11,126,689	\$ 4,817,275	\$ 15,943,964

(See independent auditor's report.)

CITY OF STREATOR, ILLINOIS

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS**

For the Year Ended December 31, 2019

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 846,727	\$ 843,996	\$ 1,690,723
Employee	205,688	93,596	299,284
Total Contributions	1,052,415	937,592	1,990,007
Investment Income			
Net Appreciation in Fair Value of Investments	1,040,598	308,872	1,349,470
Interest Earned	307,036	78,988	386,024
Total Investment Income	1,347,634	387,860	1,735,494
Less Investment Expenses	(26,944)	(8,929)	(35,873)
Net Investment Income	1,320,690	378,931	1,699,621
Total Additions	2,373,105	1,316,523	3,689,628
DEDUCTIONS			
Pension Benefits and Refunds	1,058,272	804,578	1,862,850
Contractual Services	31,947	44,136	76,083
Total Deductions	1,090,219	848,714	1,938,933
CHANGE IN NET POSITION	1,282,886	467,809	1,750,695
NET POSITION RESTRICTED FOR PENSIONS			
January 1	9,843,803	4,349,466	14,193,269
December 31	\$ 11,126,689	\$ 4,817,275	\$ 15,943,964

(See independent auditor's report.)

STATISTICAL SECTION

This part of the City of Streator, Illinois' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	97-106
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	107-110
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	111-114
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	115-116
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	117-121

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CITY OF STREATOR, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014
GOVERNMENTAL ACTIVITIES				
Net Investment in Capital Assets	\$ 39,572,380	\$ 38,520,886	\$ 38,268,318	\$ 37,202,593
Restricted	1,199,297	1,174,082	1,222,883	1,233,582
Unrestricted	1,249,536	1,145,888	2,096,211	2,990,842
TOTAL GOVERNMENTAL ACTIVITIES	\$ 42,021,213	\$ 40,840,856	\$ 41,587,412	\$ 41,427,017
BUSINESS-TYPE ACTIVITIES				
Net Investment in Capital Assets	\$ 26,532,981	\$ 26,920,154	\$ 27,014,495	\$ 27,311,946
Restricted	-	-	-	-
Unrestricted	1,916,849	1,623,408	1,651,879	1,336,920
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 28,449,830	\$ 28,543,562	\$ 28,666,374	\$ 28,648,866
PRIMARY GOVERNMENT				
Net Investment in Capital Assets	\$ 66,105,361	\$ 65,441,040	\$ 65,282,813	\$ 64,514,539
Restricted	1,199,297	1,174,082	1,222,883	1,233,582
Unrestricted	3,166,385	2,769,296	3,748,090	4,327,762
TOTAL PRIMARY GOVERNMENT	\$ 70,471,043	\$ 69,384,418	\$ 70,253,786	\$ 70,075,883

*The City implemented GASB Statement No. 68 for the year ended April 30, 2016.

**The City changed to a December 31 fiscal year end effective December 31, 2016.

***Net investment in capital assets increased during the year ended December 31, 2017 as a results of the City capitalizing prior year infrastructure costs. Prior year data was not restated.

****The City implemented GASB Statement No. 75 for the year ended December 31, 2018.

Data Source

Audited Financial Statements

2015	2016*	2016**	2017***	2018****	2019
\$ 36,048,080	\$ 31,180,072	\$ 30,473,947	\$ 43,371,696	\$ 43,250,307	\$ 41,887,704
990,393	2,046,600	4,443,965	2,005,690	1,653,435	3,339,929
2,957,331	(14,203,728)	(17,694,225)	(21,202,121)	(30,264,537)	(33,465,439)
<u>\$ 39,995,804</u>	<u>\$ 19,022,944</u>	<u>\$ 17,223,687</u>	<u>\$ 24,175,265</u>	<u>\$ 14,639,205</u>	<u>\$ 11,762,194</u>
\$ 27,801,292	\$ 28,425,694	\$ 29,000,217	\$ 28,531,278	\$ 29,769,496	\$ 30,919,703
-	781,350	882,104	1,019,044	1,474,333	1,656,131
1,226,069	222,428	(222,706)	942,033	676,637	1,011,252
<u>\$ 29,027,361</u>	<u>\$ 29,429,472</u>	<u>\$ 29,659,615</u>	<u>\$ 30,492,355</u>	<u>\$ 31,920,466</u>	<u>\$ 33,587,086</u>
\$ 63,849,372	\$ 59,605,766	\$ 59,474,164	\$ 71,902,974	\$ 73,019,803	\$ 72,807,407
990,393	2,827,950	5,326,069	3,024,734	3,127,768	4,996,060
4,183,400	(13,981,300)	(17,916,931)	(20,260,088)	(29,587,900)	(32,454,187)
<u>\$ 69,023,165</u>	<u>\$ 48,452,416</u>	<u>\$ 46,883,302</u>	<u>\$ 54,667,620</u>	<u>\$ 46,559,671</u>	<u>\$ 45,349,280</u>

CITY OF STREATOR, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014
EXPENSES				
Governmental Activities				
General Government	\$ 1,858,955	\$ 2,074,498	\$ 1,792,133	\$ 2,019,759
Public Safety	4,804,422	4,767,322	4,772,693	5,023,668
Public Works	2,982,689	3,213,517	2,825,115	3,071,959
Culture and Recreation	337,126	506,813	318,837	470,940
Economic Development	571,638	939,979	1,057,889	1,015,004
Interest and Fiscal Charges	116,310	120,397	129,235	115,710
Total Governmental Activities Expenses	10,671,140	11,622,526	10,895,902	11,717,040
Business-Type Activities				
Sewer	2,615,132	2,731,363	2,769,007	2,801,935
Golf Course	139,536	146,934	144,272	150,932
Solid Waste	886,093	937,284	982,224	1,026,888
Total Business-Type Activities Expenses	3,640,761	3,815,581	3,895,503	3,979,755
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 14,311,901	\$ 15,438,107	\$ 14,791,405	\$ 15,696,795
PROGRAM REVENUES				
Governmental Activities				
Charges for Services				
General Government	\$ 181,167	\$ 146,770	\$ 164,423	\$ 262,419
Public Safety	58,508	61,448	133,908	147,906
Public Works	-	-	-	-
Culture and Recreation	19,742	15,829	14,862	16,910
Economic Development	-	-	-	-
Operating Grants and Contributions	-	-	-	-
Capital Grants and Contributions	-	-	-	-
Total Governmental Activities Program Revenues	259,417	224,047	313,193	427,235
Business-Type Activities				
Charges for Services				
Sewer	2,661,565	2,828,671	2,881,415	2,774,959
Golf Course	118,512	75,414	99,018	99,212
Solid Waste	859,850	949,121	996,785	1,046,172
Operating Grants and Contributions	126,128	-	-	-
Capital Grants and Contributions	-	-	-	-
Total Business-Type Activities Program Revenues	3,766,055	3,853,206	3,977,218	3,920,343
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 4,025,472	\$ 4,077,253	\$ 4,290,411	\$ 4,347,578
NET (EXPENSE) REVENUE				
Governmental Activities	\$ (10,411,723)	\$ (11,398,479)	\$ (10,582,709)	\$ (11,289,805)
Business-Type Activities	125,294	37,625	81,715	(59,412)
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (10,286,429)	\$ (11,360,854)	\$ (10,500,994)	\$ (11,349,217)

2015	2016	2016*	2017**	2018	2019
\$ 1,864,806	\$ 1,916,746	\$ 1,326,663	\$ 3,209,437	\$ 2,786,291	\$ 2,641,730
5,147,777	5,670,883	5,371,442	7,998,601	7,347,710	8,624,393
3,687,705	2,970,621	1,645,685	2,819,260	2,922,175	3,138,724
346,839	334,832	290,903	-	-	-
1,796,420	1,153,222	1,458,412	2,279,460	2,018,752	1,947,900
103,104	133,455	129,584	249,597	219,604	219,799
12,946,651	12,179,759	10,222,689	16,556,355	15,294,532	16,572,546
2,839,759	3,114,547	1,844,099	2,785,792	3,584,602	3,134,818
159,778	153,609	118,091	149,952	161,512	135,877
1,118,711	1,186,719	850,817	1,192,260	1,193,125	1,191,423
4,118,248	4,454,875	2,813,007	4,128,004	4,939,239	4,462,118
\$ 17,064,899	\$ 16,634,634	\$ 13,035,696	\$ 20,684,359	\$ 20,233,771	\$ 21,034,664
\$ 377,877	\$ 373,228	\$ 235,212	\$ 336,568	\$ 362,701	\$ 385,081
148,293	101,619	73,525	180,064	107,679	96,863
-	-	-	32,988	101,398	68,530
15,902	15,049	6,611	-	-	-
-	-	-	-	-	-
-	-	-	549,375	386,961	557,938
-	-	-	72,200	127,800	398,105
542,072	489,896	315,348	1,171,195	1,086,539	1,506,517
2,723,878	2,788,060	1,826,550	2,717,908	2,780,376	2,719,400
92,408	90,815	65,918	91,940	86,205	76,902
1,094,454	1,161,069	872,131	1,265,903	1,298,004	1,307,710
-	-	-	-	-	-
-	-	-	-	1,583,328	636,520
3,910,740	4,039,944	2,764,599	4,075,751	5,747,913	4,740,532
\$ 4,452,812	\$ 4,529,840	\$ 3,079,947	\$ 5,246,946	\$ 6,834,452	\$ 6,247,049
\$ (12,404,579)	\$ (11,689,863)	\$ (9,907,341)	\$ (15,385,160)	\$ (14,207,993)	\$ (15,066,029)
(207,508)	(414,931)	(48,408)	(52,253)	808,674	278,414
\$ (12,612,087)	\$ (12,104,794)	\$ (9,955,749)	\$ (15,437,413)	\$ (13,399,319)	\$ (14,787,615)

CITY OF STREATOR, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014
GENERAL REVENUES AND OTHER				
CHANGES IN NET ACTIVITIES				
Governmental Activities				
Taxes				
Property and Replacement	\$ 3,325,182	\$ 3,461,728	\$ 3,537,110	\$ 3,464,686
Sales	2,571,242	2,794,951	3,063,111	2,930,198
Use	-	-	-	-
Other	1,390,012	1,457,460	2,160,511	2,147,361
Intergovernmental				
Income Tax	2,152,597	1,778,397	1,740,018	1,671,272
Investment Income	50,199	27,899	19,698	16,756
Miscellaneous	1,094,863	752,687	848,817	939,137
Transfers	(464,872)	(55,000)	(40,000)	(40,000)
Total Governmental Activities	10,119,223	10,218,122	11,329,265	11,129,410
Business-Type Activities				
Investment Income	2,490	1,107	1,097	1,904
Miscellaneous	-	-	-	-
Transfers	464,872	55,000	40,000	40,000
Total Business-Type Activities	467,362	56,107	41,097	41,904
TOTAL PRIMARY GOVERNMENT	\$ 10,586,585	\$ 10,274,229	\$ 11,370,362	\$ 11,171,314
CHANGES IN NET POSITION				
Governmental Activities	\$ (292,500)	\$ (1,180,357)	\$ 746,556	\$ (160,395)
Business-Type Activities	592,656	93,732	122,812	(17,508)
TOTAL PRIMARY GOVERNMENT				
CHANGES IN NET POSITION	\$ 300,156	\$ (1,086,625)	\$ 869,368	\$ (177,903)

*The City changed to a December 31 fiscal year end effective December 31, 2016.

**The City changed classifications for certain amounts for the year ended December 31, 2017.

Data Source

Audited Financial Statements

2015	2016	2016*	2017**	2018	2019
\$ 3,544,186	\$ 3,522,997	\$ 3,090,168	\$ 4,552,448	\$ 4,553,420	\$ 4,644,480
2,999,675	2,859,806	2,271,063	3,090,472	3,308,126	3,410,001
-	-	-	339,009	290,808	570,420
2,030,977	1,975,877	1,384,754	1,394,196	1,404,729	1,533,392
1,667,281	1,714,869	872,547	1,323,745	1,379,652	1,528,288
14,418	14,689	11,849	15,631	27,739	63,416
1,301,698	1,174,866	755,703	1,191,076	1,278,302	1,029,684
(584,869)	(558,950)	(278,000)	(558,339)	(1,130,934)	(1,023,558)
10,973,366	10,704,154	8,108,084	11,348,238	11,111,842	11,756,123
1,134	1,064	551	1,919	8,858	14,764
-	257,028	-	12,480	234,920	17,135
584,869	558,950	278,000	558,339	1,130,934	1,023,558
586,003	817,042	278,551	572,738	1,374,712	1,055,457
\$ 11,559,369	\$ 11,521,196	\$ 8,386,635	\$ 11,920,976	\$ 12,486,554	\$ 12,811,580
\$ (1,431,213)	\$ (985,709)	\$ (1,799,257)	\$ (4,036,922)	\$ (3,096,151)	\$ (3,309,906)
378,495	402,111	230,143	520,485	2,183,386	1,333,871
\$ (1,052,718)	\$ (583,598)	\$ (1,569,114)	\$ (3,516,437)	\$ (912,765)	\$ (1,976,035)

CITY OF STREATOR, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014
GENERAL FUND				
Unreserved	\$ (910,200)	\$ (640,838)	\$ (19,026)	\$ 1,163,059
Nonspendable	-	-	-	-
Restricted				
Capital Projects	-	-	-	-
Public Benefit	-	-	-	-
Grant Projects	-	-	-	-
Public Safety	-	-	-	-
Employee Benefits	-	-	-	-
Public Works	-	-	-	-
IMRF	-	-	-	-
Audit	-	-	-	-
Parks	-	-	-	-
Refuse	-	-	-	-
Public Comfort	-	-	-	-
Economic Development	-	-	-	-
Unassigned	-	-	-	-
TOTAL GENERAL GOVERNMENT	\$ (910,200)	\$ (640,838)	\$ (19,026)	\$ 1,163,059
ALL OTHER GOVERNMENTAL FUNDS				
Reserved	\$ 3,359,033	\$ 2,960,808	\$ 3,338,120	\$ 3,061,365
Restricted				
Specific Purposes	-	-	-	-
Public Works	-	-	-	-
Economic Development	-	-	-	-
Unassigned (Deficit)	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 3,359,033	\$ 2,960,808	\$ 3,338,120	\$ 3,061,365

*The City implemented GASB Statement No. 54 as of April 30, 2016.

**The City changed to a December 31 fiscal year end effective December 31, 2016.

***The City recategorized certain amounts in FY17.

Data Source

Audited Financial Statements

2015	2016*	2016**	2017***	2018	2019
\$ 1,510,054	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	90,277	3,014
-	-	-	269,959	269,959	501,174
-	-	-	27,488	27,488	42,487
-	-	-	91,613	91,613	288,627
-	-	-	90,547	90,547	44,079
-	-	-	1,250	1,250	72,489
-	-	-	2,023	2,023	2,041
-	-	-	-	-	43,990
-	-	-	-	-	14,133
-	-	-	-	-	8,457
-	-	-	-	-	47,524
-	-	-	-	-	27,058
-	-	-	-	-	-
-	5,603,295	4,086,053	3,035,886	2,598,014	2,430,857
\$ 1,510,054	\$ 5,603,295	\$ 4,086,053	\$ 3,518,766	\$ 3,171,171	\$ 3,525,930
\$ 2,437,670	\$ -	\$ -	\$ -	\$ -	\$ -
-	2,046,600	4,443,965	-	-	-
-	-	-	364,931	367,257	543,693
-	-	-	2,489,157	803,298	1,704,177
-	-	-	-	(11,444)	(14,245)
\$ 2,437,670	\$ 2,046,600	\$ 4,443,965	\$ 2,854,088	\$ 1,159,111	\$ 2,233,625

CITY OF STREATOR, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014
REVENUES				
Taxes	\$ 6,575,074	\$ 6,932,989	\$ 7,842,790	\$ 7,729,310
Intergovernmental	2,863,995	2,438,830	2,322,837	2,447,220
Licenses and Permits	155,386	125,484	136,448	236,786
Fines, Fees and Forfeits	67,170	65,890	138,958	152,787
Charges for Services	36,861	32,673	37,787	37,662
Investment Income	50,199	27,899	19,698	16,756
Miscellaneous	1,094,827	939,142	1,216,448	1,008,031
Total Revenues	10,843,512	10,562,907	11,714,966	11,628,552
EXPENDITURES				
Current				
General Government	1,858,205	2,073,148	1,777,425	2,005,051
Public Safety	4,672,817	4,867,097	4,687,302	4,879,477
Public Works	2,103,695	2,097,380	2,675,995	2,170,455
Culture and Recreation	1,165,758	473,031	285,488	343,128
Economic Development	325,496	411,633	373,383	430,618
Non-Home Rule Sales Tax	246,142	528,346	684,506	671,876
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	116,310	120,397	129,235	115,710
Total Expenditures	10,488,423	10,571,032	10,613,334	10,616,315
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	355,089	(8,125)	1,101,632	1,012,237
OTHER FINANCING SOURCES (USES)				
Issuance of Refunding Bonds	-	-	-	-
Premium on Refunding Bonds	-	-	-	-
Payment to Escrow Agent	-	-	-	-
Issuance of Capital Lease	-	-	-	-
Bonds Issued, at Par	-	-	-	-
Premium on Bonds Issued	-	-	-	-
Transfers In	-	-	-	-
Transfers (Out)	335,128	(120,738)	(102,508)	(106,907)
Total Other Financing Sources (Uses)	335,128	(120,738)	(102,508)	(106,907)
NET CHANGE IN FUND BALANCES	\$ 690,217	\$ (128,863)	\$ 999,124	\$ 905,330
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES*				
	N/A	N/A	N/A	N/A

*Capital outlay figures are unavailable for FY09-FY16.

**The City changed to a December 31 fiscal year end effective December 31, 2016. Information is presented for eight months.

Data Source

Audited Financial Statements

2015	2016	2016**	2017	2018	2019
\$ 7,741,465	\$ 7,540,604	\$ 6,049,593	\$ 7,335,843	\$ 7,582,009	\$ 7,682,857
2,457,316	2,430,324	1,318,465	3,724,818	3,721,590	4,399,126
350,127	344,276	221,559	373,816	472,899	466,860
152,534	105,087	73,525	147,623	73,162	60,778
39,411	40,533	20,264	156,645	422,694	398,197
14,418	14,689	11,849	15,631	27,739	63,416
1,376,069	1,127,377	1,006,177	1,323,396	1,029,222	820,918
12,131,340	11,602,890	8,701,432	13,077,772	13,329,315	13,892,152
1,839,944	1,891,884	1,281,834	3,078,480	2,967,815	2,603,293
5,040,625	5,550,293	3,317,793	7,184,057	6,710,940	6,964,067
2,679,122	1,921,304	946,366	1,577,358	1,384,752	1,519,849
297,923	283,790	270,252	-	-	-
680,572	712,229	908,013	2,279,460	2,018,752	1,947,900
1,115,848	440,993	536,796	-	-	-
-	1,022,803	2,367,671	1,171,040	361,688	258,161
-	450,889	125,000	395,000	561,000	607,710
103,104	133,455	129,584	211,344	236,006	225,590
11,757,138	12,407,640	9,883,309	15,896,739	14,240,953	14,126,570
374,202	(804,750)	(1,181,877)	(2,818,967)	(911,638)	(234,418)
-	-	-	1,485,000	-	-
-	-	-	21,563	-	-
-	-	-	(1,466,120)	-	-
-	-	-	499,494	-	-
-	3,040,000	2,340,000	1,325,000	-	2,500,000
-	-	-	6,278	-	187,249
-	17,000	-	134,071	1,289,465	890,053
(650,902)	(640,968)	(278,000)	(692,410)	(2,420,399)	(1,913,611)
(650,902)	2,416,032	2,062,000	1,312,876	(1,130,934)	1,663,691
\$ (276,700)	\$ 1,611,282	\$ 880,123	\$ (1,506,091)	\$ (2,042,572)	\$ 1,429,273
N/A	N/A	3.39%	4.27%	6.07%	6.16%

CITY OF STREATOR, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Farm Property	Residential Property	Commercial Property	Industrial Property	Railroad	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2009	\$ 196,406	\$ 78,543,502	\$ 26,407,197	\$ 4,673,446	\$ 1,292,947	\$ 111,113,498	3.20410	\$ 333,373,831	33.33%
2010	199,167	77,859,390	25,060,376	4,641,053	1,355,070	109,115,056	3.42000	327,377,906	33.33%
2011	252,549	77,184,295	24,878,085	4,547,438	1,528,953	108,391,320	3.28093	325,206,481	33.33%
2012	262,477	71,742,586	28,468,933	5,467,094	1,591,322	107,532,412	3.29240	322,629,499	33.33%
2013	260,934	63,135,910	28,224,508	5,317,959	1,621,582	98,560,893	3.68521	295,712,250	33.33%
2014	269,832	62,768,534	28,198,146	5,446,283	1,628,127	98,310,922	3.82003	294,962,262	33.33%
2015	355,023	61,400,046	28,751,551	5,369,550	1,694,230	97,570,400	3.64221	292,740,474	33.33%
2016	68,881	62,669,307	28,408,312	5,400,350	1,794,867	98,341,717	3.55835	295,054,656	33.33%
2017	473,640	59,751,771	28,085,482	5,587,741	1,925,288	95,823,922	3.64522	287,500,516	33.33%
2018	533,573	60,021,613	27,283,073	6,374,793	1,892,657	96,105,709	3.65752	288,345,962	33.33%

Note: Property in the City is reassessed each year. Property is assessed at 33% of actual value.

Data Source

LaSalle and Livingston County Clerks

CITY OF STREATOR, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Levy Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
DIRECT CITY RATES										
City of Streator										
General Corporate	0.28400	0.28400	0.28400	0.28400	0.28328	0.28400	0.28400	0.28140	0.28400	0.28095
IMRF	0.17010	0.18790	0.18640	0.21143	0.29037	0.27527	0.27468	0.24713	0.25733	0.24973
Fire Protection	0.40000	0.40000	0.40000	0.40000	0.39898	0.40000	0.40000	0.39633	0.40000	0.39748
Firefighters' Pension	0.34110	0.37320	0.39200	0.42669	0.45074	0.54582	0.58662	0.63533	0.66275	0.87820
Police Protection	0.07500	0.07500	0.07500	0.07500	0.07481	0.07500	0.07500	0.07432	0.07500	0.07388
Police Pension	0.57910	0.59080	0.57370	0.57863	0.66019	0.76194	0.96673	0.94801	0.94741	0.89173
Garbage Disposal	0.01760	0.01800	0.01810	0.01871	0.02233	0.01530	0.01538	0.02531	0.02609	0.00261
Bond and Interest	-	-	-	-	-	-	-	-	-	-
Audit	0.01630	0.01710	0.01720	0.01846	0.02040	0.02065	0.02307	0.02582	0.02505	0.02498
Liability Insurance	0.24980	0.25520	0.30890	0.48405	0.54096	0.58315	0.47658	0.45162	0.48386	0.43858
Street Lighting	0.05000	0.05000	0.05000	0.05000	0.04988	0.05000	0.05000	0.04955	0.05000	0.04891
Park Maintenance	0.07500	0.07500	0.07500	0.07500	0.07481	0.07500	0.07500	0.07432	0.05000	0.07388
Public Benefit	0.05000	0.05000	0.05000	0.05000	0.04988	0.05000	0.05000	0.04955	0.04955	0.03330
Library	0.15000	0.15000	-	-	-	-	-	-	-	-
Emergency Services	0.00340	0.00350	0.00350	0.00289	0.00300	0.00204	0.00185	0.00183	0.00190	0.00209
Social Security	0.16520	0.17300	0.17310	0.18697	0.22895	0.23616	0.23553	0.20786	0.21446	0.20811
School Crossing Guard	0.02000	0.02000	0.02000	0.02000	0.01995	0.02000	0.02000	0.01976	0.02000	0.01873
Lease Purchase/Rental	0.02200	0.03330	0.03333	0.37574	0.47534	0.40224	0.02064	0.00441	0.00459	0.00625
Unemployment Insurance	0.01130	0.00530	0.04460	0.00651	0.00812	0.00816	0.07175	0.04049	0.04217	0.00209
Workmen's Comp	0.24490	0.39170	0.32330	-	-	-	-	-	-	-
Working Cash Bond	0.05000	-	-	-	-	-	-	-	-	-
Library Building Construction	0.20930	0.24700	0.23280	-	-	-	-	-	-	-
Public Comfort Station	0.02000	0.02000	0.02000	0.02832	0.03322	0.01530	0.01538	0.02531	0.02609	0.02602
TOTAL DIRECT CITY RATE	3.20410	3.42000	3.28093	3.29240	3.68521	3.82003	3.64221	3.55835	3.62025	3.65752
OVERLAPPING RATES										
LaSalle County	0.94040	0.94210	0.94340	0.95358	0.97323	1.00885	1.02624	1.03354	1.06441	1.06335
Bruce Township	0.33740	0.34460	0.53010	0.55426	0.58443	0.59249	0.60356	0.54879	0.54041	0.54126
Streator Library	0.00000	0.00000	0.17000	0.17000	0.16957	0.17000	0.17000	0.16845	0.17000	0.17000
Streator School District #44	3.30700	3.34680	3.38440	3.41177	3.49819	3.52489	4.53410	3.52340	4.06744	3.56206
Streator High School District #40	2.96920	2.89230	2.87860	2.87264	2.89389	2.96227	3.08832	3.11598	3.12310	3.05386
Community College No. 513	0.34270	0.35120	0.35240	0.35379	0.36504	0.36689	0.37981	0.36854	0.36664	0.36440
TOTAL OVERLAPPING RATES	7.89670	7.87700	8.25890	8.31604	8.48435	8.62539	9.80203	8.75870	9.33200	8.75493
TOTAL DIRECT AND OVERLAPPING RATES	11.10080	11.29700	11.53983	11.60844	12.16956	12.44542	13.44424	12.31705	12.95225	12.41245

Data Source

Office of the County Clerk

CITY OF STREATOR, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	Type of Business	2019			2010		
		Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Wal-Mart Real Estate Bus. Trust	Retail store	\$ 3,221,165	1	3.35%			
Kroger Limited Partnership	Grocery store	1,191,548	2	1.24%	\$ 1,527,137	1	1.40%
Burlington Northern SF RR Co.	Railroad property	1,299,221	3	1.35%	581,923	6	0.53%
LaSalle Bank NA TTEE	Apartment building	877,841	4	0.91%	877,841	3	0.80%
Residential Alternatives of Illinois Inc.	Nursing care facility	871,722	5	0.91%			
Centrue Bank	Bank	854,811	6	0.89%			
Walsh Rentals LLC 2330	Car dealership	820,914	7	0.85%			
Streator Semmes Dover LLC	Medical office	702,154	8	0.73%			
OSF Healthcare System	Healthcare system	702,088	9	0.73%			
Owens-Illinois Glass Container Inc.	Glass factory	675,532	10	0.70%	557,133	8	0.51%
Ontario Reality	Commercial				988,921	2	0.91%
Edwin Enterprises	Commercial				871,341	4	0.80%
Individual	Commercial				800,830	5	0.73%
Heritage Manor-Streator LLC	Commercial				564,105	7	0.52%
Carriage House Co Inc	Commercial				555,396	9	0.51%
Aldi, Inc.	Commercial				470,976	10	0.43%
TOTAL		<u>\$ 11,216,996</u>		<u>11.67%</u>	<u>\$ 7,795,603</u>		<u>7.14%</u>

Data Source

Office of the County Treasurer

CITY OF STREATOR, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy	Amount	Amount	Percentage of Levy
2009	\$	3,643,873	\$ 3,573,214	98.06%	\$ -	\$ 3,573,214	98.06%
2010		3,821,818	3,763,037	98.46%	-	3,763,037	98.46%
2011		3,631,747	3,585,621	98.73%	-	3,585,621	98.73%
2012		3,540,397	3,496,108	98.75%	-	3,496,108	98.75%
2013		3,631,837	3,590,288	98.86%	-	3,590,288	98.86%
2014		3,755,684	3,700,737	98.54%	-	3,700,737	98.54%
2015		3,554,321	3,485,242	98.06%	4,392	3,489,634	98.18%
2016		3,515,225	3,515,072	100.00%	-	3,515,072	100.00%
2017		3,515,100	3,511,010	99.88%	-	3,511,010	99.88%
2018		3,515,000	3,470,411	98.73%	-	3,470,411	98.73%

Data Source

Office of the County Treasurer

CITY OF STREATOR, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Actual Taxable Value (1) of Property	Per Capita (2)	Debt Outstanding as a Percentage of Personal Income
	General Obligation Bonds	General Obligation TIF Bonds	Bond Premium	Installment Contract	Revenue Bonds	General Obligation Debt Certificates	General Obligation Bonds	IEPA Revolving Loans				
2011	\$ 2,790,000	\$ -	\$ -	\$ 1,017,195	\$ 720,000	\$ -	\$ 3,265,000	\$ 9,417,573	\$ 17,209,768	5.16%	\$ 1,255.27	6.13%
2012	2,705,000	-	-	818,557	555,000	-	2,630,000	9,866,526	16,575,083	5.06%	1,203.97	5.88%
2013	2,610,000	-	-	992,840	400,000	-	1,960,000	9,866,526	15,829,366	4.87%	1,157.71	5.65%
2014	2,505,000	-	-	667,162	200,000	-	1,305,000	9,360,550	14,037,712	4.35%	1,037.91	5.07%
2015	2,395,000	-	-	335,889	-	-	650,000	9,609,552	12,990,441	4.39%	968.86	4.73%
2016	5,320,000	-	-	-	-	-	-	9,157,603	14,477,603	4.91%	1,088.87	5.26%
2016*	7,535,000	-	-	-	-	-	-	9,661,067	17,196,067	5.87%	1,301.94	6.04%
2017	6,565,000	1,325,000	27,841	499,494	-	-	-	10,587,739	19,005,074	6.44%	1,446.90	6.72%
2018	6,150,000	1,245,000	-	433,494	-	-	-	9,356,142	17,184,636	5.98%	1,308.31	6.01%
2019	8,190,000	1,165,000	-	365,784	-	-	-	8,811,655	18,532,439	6.43%	1,413.29	5.96%

*Eight months ended December 31, 2016.

Note: Details of the City's outstanding debt can be found in the notes to financial statements.

(1) Assessed value and actual value of taxable property.

(2) See the schedule of Demographic and Economic Information for personal income and population data.

Data Source

City Records

CITY OF STREATOR, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

December 31, 2019

Governmental Unit	Gross Debt	Percentage Debt Applicable to the City	City's Share of Debt
City of Streator	\$ 9,720,784	100.00%	\$ 9,720,784
LaSalle County	18,880,000	4.45%	840,160
Streator School District #44	4,655,000	68.19%	3,174,040
CCSD #95	1,280,000	0.17%	2,151
Streator HSD #40	<u>3,565,000</u>	49.43%	<u>1,762,180</u>
Subtotal	<u>28,380,000</u>		<u>5,778,531</u>
TOTAL	<u><u>\$ 38,100,784</u></u>		<u><u>\$ 15,499,315</u></u>

Data Source

Official Statements

CITY OF STREATOR, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	Governmental Activities	Business-Type Activities	Less Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
2011	\$ 3,807,195	\$ 13,402,573	\$ 22,642	\$17,187,126	5.16%	\$ 1,253.62
2012	3,523,557	13,051,526	21,015	16,554,068	5.06%	1,202.45
2013	3,602,840	12,226,526	-	15,829,366	4.87%	1,157.71
2014	3,172,162	10,865,550	-	14,037,712	4.35%	1,037.91
2015	2,730,889	10,259,552	-	12,990,441	4.39%	968.86
2016	5,320,000	9,157,603	779,221	13,698,382	4.64%	1,030.26
2016**	7,535,000	9,661,067	879,946	16,316,121	5.57%	1,235.32
2017	8,417,335	10,587,739	-	19,005,074	6.44%	1,446.90
2018	7,828,494	9,356,142	-	17,184,636	5.98%	1,308.31
2019	9,720,784	8,811,655	-	18,532,439	6.43%	1,413.29

*See the schedule of Assessed Value and Actual Value of Taxable Property on page 110 for property value data.

**Eight months ended December 31, 2016.

Note: Details of the City's outstanding debt can be found in the notes to the financial statements.

Data Source

City Records

CITY OF STREATOR, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

December 31, 2019

2019 Equalized Assess Valuation		\$	288,345,962
Statutory Debt Limitation (8.625% of EAV)			24,869,839
General Obligation Debt			
Series 2015 (1)	\$	2,500,000	
Series 2016B (1)		1,910,000	
Series 2017A (1)		1,280,000	
Series 2017B (1)		1,165,000	
Series 2019 (1)		2,500,000	
Less Alternate Revenue Bonds (1)		<u>(9,355,000)</u>	
Total General Obligation Debt			-
Total Applicable Debt			<u>-</u>
LEGAL DEBT MARGIN		\$	<u><u>24,869,839</u></u>

(1) Alternate revenue bonds are not subject to the legal debt margin calculation.

Data Source

City Records

CITY OF STREATOR, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate*
2010	13,710	\$ 280,821,930	\$ 20,483	38.0	2,862	9.90%
2011	13,767	281,989,461	20,483	38.0	2,891	11.50%
2012	13,673	280,064,059	20,483	38.0	2,860	10.90%
2013	13,525	277,032,575	20,483	38.0	2,797	12.00%
2014	13,408	274,636,064	20,483	38.0	2,694	8.60%
2015	13,296	275,147,424	20,694	39.0	2,671	9.50%
2016	13,208	284,487,112	21,539	39.0	2,679	9.50%
2017*	13,135	282,914,765	21,539	39.1	2,643	6.40%
2018	13,135	286,093,435	21,781	39.3	2,651	5.40%
2019	13,113	311,053,473	23,721	42.7	2,454	4.90%

*Unemployment rate is the 12-month average.

Data Sources

City Records
U.S. Census Bureau
Office of the County Clerk
World Population Review
IL Board of Education

CITY OF STREATOR, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2019			2010		
	Number of Employees	Rank	% of Total Village Population	Number of Employees	Rank	% of Total Villag Population
Vactor Manufacturing, Inc.	575	1	4.38%	487	2	3.43%
DSI	450	2	3.43%			
Streator School District #44	380	3	2.89%			
Streator Results	325	4	2.47%	288	4	2.03%
Owens-Illinois Glass Container	320	5	2.44%			
Heritage Health Services	250	6	2.44%	255	5	1.80%
OSF HealthCare	185	7	1.90%	109	10	0.77%
U.S. Food Service	175	8	1.33%	411	3	2.90%
Kroger	139	9	1.06%			
Walmart	129	10	1.06%			
Luckey Logistics				130	9	0.92%
St. Mary's Hospital				555	1	3.91%
Hilton Reservations Worldwide				226	6	1.59%
Vissering Constructionn				166	7	1.17%
Union Bank				164	8	1.16%
TOTAL	<u>2,928</u>		<u>23.40%</u>	<u>2,791</u>		<u>19.67%</u>

Data Source

Streator Chamber of Commerce

CITY OF STREATOR, ILLINOIS
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2011	2012	2013	2014	2015	2016	2016*	2017	2018	2019
GENERAL FUND										
Mayor and Village Council	5	5	5	5	5	5	5	5	5	5
Village Manager	1	1	1	1	1	1	1	1	1	1
Municipal Building	5	5	6	6	6	5	4	4	4	4
Village Clerk	1	1	1	1	1	1	1	1	1	1
Dispatch	12	12	10	10	8	5	-	-	-	-
Engineering	2	2	2	2	2	2	2	2	2	2
Fire	16	15	16	16	16	16	16	16	16	15
Police	27	25	23	26	26	26	25	25	26	26
Street	11	10	10	10	10	10	11	11	11	11
ENTERPRISE FUND										
Utilities - Administration	1	1	1	1	1	1	1	1	1	1
Utilities - Water Reclamation	2	2	2	2	2	2	2	2	3	3

* The City changed its fiscal year end to December 31, effective December 31, 2016.
Municipal building includes IT Director/and FT Building inspector effective 2013.
Police and fire includes administrative personnel.

Data Source

City Budget File

CITY OF STREATOR, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2010	2011	2012	2013
COMMUNITY DEVELOPMENT				
New Construction Single Family Permits	5	1	-	1
Number of Permits Issued	422	299	301	292
Building and Engineering Inspections	1,055	748	753	730
POLICE	34	33	23	45
DUI Arrests	564	526	442	440
Criminal Arrests	606	537	526	570
Accidents	80	80	96	102
Ordinance Enforcement*	812	766	826	830
Total Tickets	17,595	17,859	17,753	17,084
Total Calls				
FIRE				
Number of Fire Calls Answered	381	394	402	336
Number of EMS Calls Answered	44	50	38	59
PUBLIC WORKS				
Trees Planted	N/A	N/A	N/A	N/A
Trees Removed	N/A	N/A	N/A	N/A
Street Sweeping (Tons)	N/A	N/A	N/A	N/A
Street Sweeping (Hours)	986	986	950	968
Snow Removal (Hours)	1,184	1,395	1,320	1,380
Catch Basins/Inlets Cleaned	731	828	N/A	N/A
Sidewalk Replacement (Square Feet)	N/A	N/A	N/A	N/A
SEWER				
Sewer MGD Treated (Millions/Gallons)	1,193.83	1,358.69	922.08	1,217.22

N/A - Not Available

*Increase to total calls are due to officer initiated business checks.

Data Source

City Records

2014	2015	2016	2017	2018	2019
1	3	2	-	6	-
510	296	361	284	310	313
1,275	740	903	710	775	782
34	29	20	22		
444	525	279	333	25	7
516	525	291	283	295	291
132	165	41	27	209	275
725	608	442	1,201	421	890
18,516	18,228	10,123	13,683	559	533
				14,113	13,655
259	417	647	671	672	754
47	76	873	1,435	1,456	1,118
N/A	5	7	8	5	4
N/A	12	15	14	25	25
N/A	N/A	N/A	N/A	N/A	N/A
980	880	800	920	600	400
1,260	1,320	1,370	1,300	1,500	1,400
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
1,161.13	1,377.97	1,265.06	1,192.28	1,112.46	1,305.00

CITY OF STREATOR, ILLINOIS

CAPITAL ASSETS STATISTICS BY FUNCTION

Last Ten Fiscal Years

Function/Program	2010	2011	2012	2013
GENERAL GOVERNMENT				
General Government Buildings	8	8	8	8
PUBLIC SAFETY				
Police				
Number of Squad Cars	16	16	16	16
Fire				
Number of Vehicles	7	7	8	8
PUBLIC WORKS				
Number of Vehicles and Equipment	35	35	38	39
Streets (Lane Miles)	108.00	108.00	108.00	108.00
Alleys (Miles)	29	29	29	29
Bridges and Structures	21	21	21	19
SEWER				
Number of Vehicles and Equipment	4	4	4	4
Sanitary Sewers (Miles)	76.30	76.60	76.60	76.60
Lift Stations	8	9	9	9
Number of Manholes	1,293	1,302	1,302	1,302

Data Source

City Records

2014	2015	2016	2017	2018	2019
8	8	8	9	9	9
14	14	14	14	15	16
8	8	8	8	14	10
40	42	43	45	45	45
108.00	108.50	110.50	111.50	120.00	120.50
29	29	29	29	29	29
19	19	20	21	21	21
4	4	4	4	4	4
76.60	76.60	76.90	76.90	77.80	77.80
8	8	9	9	9	9
1,302	1,302	1,317	1,319	1,345	1,345