

City of Genoa, Illinois
Comprehensive
Annual Financial Report



For the Fiscal Year Ended
April 30, 2018

CITY OF GENOA, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended
April 30, 2018

Prepared By:

City of Genoa, Illinois
Department of Finance

CITY OF GENOA, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INTRODUCTORY SECTION	
Letter of Transmittal	i-vii
Certificate of Achievement for Excellence in Financial Reporting.....	viii
Principal Officials	ix
Organizational Chart.....	x
FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	1-3
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis.....	MD&A 1-12
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	4-5
Statement of Activities	6-7
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	8
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	9
Statement of Revenues, Expenditures, and Changes in Fund Balances	10
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	11

CITY OF GENOA, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Proprietary Funds

Statement of Net Position	12
Statement of Revenues, Expenses, and Changes in Net Position.....	13
Statement of Cash Flows	14

Fiduciary Funds

Statement of Fiduciary Net Position.....	15
Statement of Changes in Fiduciary Net Position	16

Notes to Financial Statements	17-50
-------------------------------------	-------

Required Supplementary Information

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

General Fund	51
CDAP Loan Fund	52

Schedule of Employer Contributions

Illinois Municipal Retirement Fund	53
Police Pension Fund	54

Schedule of Changes in the Employer's Net Pension Liability
and Related Ratios

Illinois Municipal Retirement Fund	55
Police Pension Fund	56

Schedule of Investment Returns

Police Pension Fund	57
---------------------------	----

Notes to Required Supplementary Information	58
---	----

CITY OF GENOA, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

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

MAJOR GOVERNMENTAL FUNDS

General Fund	
Comparative Balance Sheet by Account	59
Comparative Schedule of Revenues, Expenditures, and Changes in Fund Balance by Account.....	60
Schedule of Revenues - Budget and Actual	61-62
Schedule of Detailed Expenditures - Budget and Actual	63-67
Refuse Disposal Account	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual.....	68
Utility Tax Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual.....	69

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet	70-71
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	72-73
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Road and Bridge Fund.....	74
Motor Fuel Tax Fund.....	75
Developers Contributions Fund.....	76
River Bend Special Service Area (SSA) Fund	77
Derby Estate Special Service Area (SSA) Fund.....	78
Oak Creek Estates Special Service Area (SSA) Fund.....	79
Debt Service Fund	80

MAJOR PROPRIETARY FUNDS

Water and Sewer Fund by Subaccount	
Combining Schedule of Net Position	81
Combining Schedule of Revenues, Expenses, and Changes in Net Position	82
Combining Schedule of Cash Flows	83

CITY OF GENOA, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES (Continued)**

MAJOR PROPRIETARY FUNDS (Continued)

Water and Sewer Fund

Water and Sewer Operating Subaccount

Schedule of Revenues, Expenses, and

Changes in Net Position - Budget and Actual 84

Schedule of Operating Expenses - Budget and Actual 85-87

Water Improvement Subaccount

Schedule of Revenues, Expenses, and

Changes in Net Position - Budget and Actual 88

Sewer Equipment Replacement Subaccount

Schedule of Revenues, Expenses, and

Changes in Net Position - Budget and Actual 89

INTERNAL SERVICE FUND

Schedule of Revenues, Expenses, and Changes in

Net Position - Budget and Actual

Equipment Replacement Fund 90

FIDUCIARY FUNDS

Schedule of Changes in Plan Net Position - Budget and Actual

Police Pension Fund 91

Schedule of Changes in Assets and Liabilities - Escrow Deposit Fund..... 92

**CAPITAL ASSETS USED IN THE OPERATION
OF GOVERNMENTAL ACTIVITIES**

Schedule of General Capital Assets and Accumulated Depreciation..... 93

LONG-TERM DEBT PAYABLE BY GOVERNMENTAL FUNDS

Schedule of General Long-Term Debt 94

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARD**

95-96

CITY OF GENOA, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
STATISTICAL SECTION	
Financial Trends	
Net Position by Component	97-98
Change in Net Position	99-102
Fund Balances of Governmental Funds	103-104
Changes in Fund Balances of Governmental Funds	105-106
Revenue Capacity	
Assessed Value and Estimated Actual Value of Taxable Property.....	107
Property Tax Rates - Direct and Overlapping Governments	108
Principal Property Taxpayers	109
Property Tax Levies and Collections	110
Taxable Revenues	111
Taxable Retail Sales by Category	112
Debt Capacity	
Ratios of Outstanding Debt by Type.....	113
Ratios of General Bonded Debt Outstanding	114
Direct and Overlapping Governmental Activities Debt.....	115
Legal Debt Margin Information	116
Pledged-Revenue Coverage	117
Demographic and Economic Information	
Demographic and Economic Information.....	118
Principal Employers	119
Operating Information	
City Employees by Function.....	120
Operating Indicators	121
Capital Asset Statistics	122



September 12, 2018

Members of the City Council
Residents of the City of Genoa

The Comprehensive Annual Financial Report of the City of Genoa, Illinois for the fiscal year ended April 30, 2018 is submitted herewith. The report consists of management's representations concerning the finances of the City of Genoa. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City of Genoa's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework on internal controls had been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. The City has implemented GASB Statement No. 34, Basic Financial Statements - and Management Discussion and Analysis - for state and local governments, including infrastructure reporting. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Sikich, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Genoa for the year ended April 30, 2018, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon their audit that there was a reasonable basis for rendering a qualified opinion that the City's financial statements for the fiscal year ended April 30, 2018 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This is required to present the financial position of a government and results of operations in a manner similar to that of a business. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

- i -

Police Department

333 East First Street, Genoa, IL 60135
(815) 784-6633 • Fax (815) 784-2951

Municipal Center

333 East First Street, Genoa, IL 60135
(815) 784-2327 • Fax (815) 784-2988

Public Works

333 East First Street, Genoa, IL 60135
(815) 784-2271 • Fax (815) 784-4271

This report includes all funds and activities of the City. Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based upon these criteria, there are no agencies or entities whose financial data should be combined with and included in the basic financial statements of the City.

Profile of the City of Genoa

The City of Genoa is located in the northeastern part of DeKalb County, 60 miles west of downtown Chicago, and 20 miles southeast of Rockford, the State's third largest city. The State's second largest public university, Northern Illinois University, is located in the City of DeKalb, about 10 miles south of Genoa. The DeKalb County seat, the City of Sycamore, is seven miles south of Genoa.

The City was settled in 1835 by Thomas Madison, a Revolutionary War soldier from Ashtabuhla County, Ohio. He named Genoa after a town of the same name in New York State. Genoa was incorporated as a Village in 1876 and as a City on September 9, 1911. Genoa's Main Street runs on the line of the historic Galena-Chicago trail. One of Genoa's first buildings was the old stagecoach hotel known as the Pacific House, which still stands on Main Street. During its early history, Genoa flourished as a service center for the surrounding agricultural community.

The population of Genoa was 1,690 at the 1950 Census, increasing to 2,318 in 1960 and to 3,003 in 1970. The population was stable in the 1970's and 1980's, increasing slightly to 3,083 at the 1990 Census. The population increased to 4,169 at the 2000 Census (up 35.2%). The results of the regular Census in 2010 indicated a population of 5,193, an increase of 24.6% from 2000.

The City of Genoa operates under the Mayor/Aldermanic form of government with an elected Mayor and eight (8) Aldermen. The City provides a wide range of services including police protection, water supply, sanitary sewer collection and treatment, storm water collection, public works operations, road maintenance, building and inspection services, development planning, and general administrative services. The City's latest Comprehensive Plan was adopted in November 2003.

Local Economy and Finances

The City of Genoa is an established residential community, with 80.5% of the City's tax base classified residential and 19.5% commercial/industrial and other. The City's emphasis on economic development efforts over the past few years has provided an increase of about 5% in the City's non-residential tax base. The City has experienced significant residential development since the mid 1990's and it is expected that with increasing signs of recovery from the recent national economic downturn, the previous interest in residential development will continue in the foreseeable future. In 2002 the City annexed the Riverbend subdivision with a total of 496 planned residential units. As of April 30, 2018, 237 building permits have been issued in Riverbend and it

is expected that the subdivision will be built-out over the next few years. In addition to the Riverbend Subdivision, home construction is underway in the Derby Estates Subdivision which eventually will comprise 68 large lot custom home residential units. Also, Oak Creek Estates with 177 residential units has been approved, with homes constructed on some lots. The City also annexed and approved a Preliminary Plat of Subdivision and Preliminary Planned Unit Development for Founder's Pointe East, which would provide 56 large lot single family sites for custom homes.

Despite slower building activity nationally due to difficult economic conditions, the City's construction permitting remained active during the 2017 and 2018 construction seasons, continuing the shift towards remodeling, decks, fences, sheds, pools, residential additions and miscellaneous permits rather than complete new structures. In Fiscal Year 2018, the City issued a total of 168 building permits, higher than average over the last several years. Additionally, the City issued 5 new home permits in Fiscal Year 2018, also higher than the average over the last several years.

Some recent economic development activity was the result of the Prairie Ridge Pointe Commercial/Industrial Center on Route 23. Additions to Prairie Ridge Pointe include a 33,500 square foot grocery store, a bank now part of First Midwest Bank, a Northwestern Medicine office, a 12,000 square foot ACE Hardware retail facility, and a 17,000 square foot shopping center. The City's industrial sector has also seen growth as Service Concepts has built an additional 8,400 square foot building and Custom Aluminum has added over 25,000 square feet of additional space and increased employment. J6 Polymers has also purchased the previous 84 lumber and been operating out of this location for over a year and they continue to expand their business.

Also, just across Route 23 to the east from Prairie Ridge Pointe, the City has annexed, zoned, and approved the Preliminary PUD and Plat of Subdivision for the "Crossroads of Genoa", a 104 acre Industrial and Commercial Park located along the east side of Route 23. This represents the largest industrial/commercial plan in the City's history, and will provide the City a more competitive economic development position by having a Corporate Center type of development with rail access and a variety of approved and readily useable sites.

The economy of the City of Genoa continues to benefit from one of DeKalb County's strengths: Northern Illinois University. The University was founded as a teachers college in 1885, and Northern received University status in 1957. Its enrollment grew quickly, to about 20,000 currently. In addition to its well-established programs in education, business, professional studies, liberal arts and sciences, and visual and performing arts, Northern established a law school in 1978 and an engineering program in 1985. The University confers 24 types of degrees with 56 undergraduate majors, 80 graduate majors, and one professional degree (Juris Doctor). NIU's research library contains nearly 2 million volumes and subscriptions to over 15,000 periodicals. The DeKalb campus includes 60 major buildings on 756 acres. Total employment at the University approximates 7,600 full and part time positions.

Long-Term Financial Planning

The City uses a number of financial planning processes which are outlined as follows:

Goals and Objectives - this is an annual process in which the City Council and staff review current year operations and express specific projects to be accomplished in the next budget year. Typically, objectives relate to a specific task or project or to a change in methods or operations designed to achieve the stated objective.

Annual Budget - using the information gathered through the goals and objectives process, roadway maintenance evaluation, and capital improvement needs, the annual line item budget is prepared. The budget is structured according to departments and divisions and sets the spending plan for the coming year.

The annual budget is the primary guiding document for the City's financial planning and control. Budgetary control is maintained through monthly revenue and expenditure/expense vs. budget accounting reports provided to the City Council and department heads. All disbursements receive City Council approval. Total expenditures in any fund are legally restricted to the total amount budgeted, which is not changed without supplemental ordinance approval.

Cash Management Policies and Practices

Cash temporarily idle during the year was invested in the Illinois State Treasurer's pool (Illinois Funds), and Certificates of Deposits. The maturities of the investments range from being immediately accessible to twelve months. The City Council approved an investment policy that details the cash management objectives and guidelines for investing City cash. The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. In addition, funds on deposit in excess of FDIC limits must be secured by collateral held in safekeeping by a third party.

Long Range Infrastructure Planning and Improvements

During the budget process in early 2018, the City incorporated its first 5 Year Capital Improvement Program. General fund capital improvement expenditures in the next 5 years are projected to be \$5,122,550 and water and sewer fund capital improvement expenditures are estimated to be \$8,769,330.

The City continues to seek out grants when possible including:

- In 2017, the City received a loan/grant with 50% forgiveness resulted in \$241,817 funds saved and the loan of \$241,817 at an interest rate of 1.64% for 20 years from the IEPA. The loan/grant provided funds to repaint and repair the City's South Water Tower that has been in operation for 20 years. The City is currently pursuing the grant once again for the North Water Tower.

Furthermore, the City was also able to complete the following with MFT bond financing or Federal FAU/STP grant funding in recent fiscal years under this initiative:

- In Fiscal Year 2015-2016, through Motor Fuel Tax funding, street improvements to Jackson Street from Genoa Street to Jackson Court were completed, which amounted to \$235,000.
- In Fiscal Year 2016-2017, the City received federal funding through the State of Illinois to make road improvements, including minor curb repairs and road resurfacing, to South Sycamore Street from Route 72 to Hill Street. South Sycamore Street from Hill Street to the railroad was also improved using the City's motor fuel tax funds.
- In Fiscal Year 2017-2018, the City resurfaced Duval Street.
- In Fiscal Year 2018-2019, the City set aside funds for Route 72 resurfacing but timing and bidding for this project remains under State control.
- The City also initiated a Street Pavement Report which scores all City streets and provides cost estimates to repair. Such program will assist the City in its 5 Year Capital Improvement Planning. Estimates of the study show \$4 million in repairs needed for streets in the next 5 years.

Major Initiatives

Despite the downturn in the National economy, and in addition to the economic development initiatives reported earlier in this transmittal letter, the City of Genoa has experienced a number of positive developments during the past year. These have included:

- In the absence of Genoa Main Street, the City has continued to maintain a strong relationship with the Genoa Area Chamber of Commerce to sustain events in the downtown and work together to increase business in Genoa. This applying for and receiving a grant for a \$20,000 through the DeKalb County Community Foundation to fund riverfront enhancements and Chamber of Commerce staff time supporting community events.
- Our 3 largest industrial users have undergone major expansion during the 2017-2018 Fiscal Year, which includes J6, Custom Aluminum and Polar Tech.
- The City has recently developed an open space area between Riverbend, Oak Creek, and Russell Woods Forest Preserve through a \$48,000 Federal Grant awarded in Fiscal Year 2008-2009. The grant, provided by the U.S. Department of Agriculture was used over a 7 year period to restore native landscape in the open space area, amounting to approximately 300 acres. Additionally, a pedestrian pathway has been installed among the open space area funded by two grants amounting to \$15,000.
- In Fiscal Year 2017-2018, the City also enhanced its building inspection program with the hiring of B&F Inspection Code Services to provide property maintenance and building inspection services to the City of Genoa.

- In Fiscal Year 2017-2018, the City enhanced its development review process making it more customer friendly. A development packet that outlines the steps of various development procedures was recreated, easing access for petitioners. A reasonable fee schedule to better reflect the review of efforts by Staff was also implemented.
- The City also began a general ledger refinement program in Fiscal Year 2017-2018 and will be implement in Fiscal Year 2019-2020. Clearer definitions of expenditure accounting were analyzed and created.
- In Fiscal Year 2017-2018, the Police Department purchased two new squad cars in addition to the purchase of additional body cameras. The Police Department also implemented a School Resource Officer program with the Genoa-Kingston School District, which has been proven to be very valuable to the community.

Efforts have also been made to enhance the riverfront area, including the installation of a canoe launch and access path at the Kishwaukee River. As this becomes an increasingly popular area, the City will be looking into ways to increase amenities and access to the river.

The City continues to use economic development tools such as initiating work on development of a Tax Increment Financing District for the Downtown area. The City previously engaged Teska & Associates, an eminent and respected development design firm to assist in this process. The eligibility phase of the report has been completed with eligibility established under the more desirable conservation area criteria contained in State Statute. Furthermore, the City has been included the DeKalb County Enterprise Zone, in which a significant amount of land area in the City is now included.

The City continued membership in NIGEC, a governmental electric purchasing Cooperative in which the City was a founding member. This has reduced electrical cost on a continuing basis for the Water and Sewer Operations by securing a bid that nearly halves the cost per kilowatt hour as compared to the ComEd rate.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Genoa for its comprehensive annual financial report for the year ended April 30, 2017. This was the twelfth straight year that Genoa has received this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that this current report conforms to Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The completion of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the City of Genoa. Special mention should be made of the work of Janis Tures, the City's Finance Office Manager and Treasurer, who prepared this Fiscal Year's report and all its supporting schedules. We wish to express our appreciation to those persons who have made possible the publication of this report, and to thank the City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

A handwritten signature in black ink, appearing to read "Mark Vicary". The signature is fluid and cursive, with the first name "Mark" and last name "Vicary" clearly distinguishable.

Mark Vicary
Mayor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Genoa
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2017

Christopher P. Morill

Executive Director/CEO

CITY OF GENOA, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2018

CITY COUNCIL

Mark Vicary, Mayor

ALDERMEN

Jonathon Brust

Katie Lang

Glennis Carroll

James Stevenson

Chuck Cravatta

Pam Wesner

Dennis Di Guido

Courtney Winter

Kim Winker, City Clerk

CITY ADMINISTRATION

Bill Ganek, City Administrative Consultant

Robert Smith, Police Chief

Richard Gentile, Public Works Director

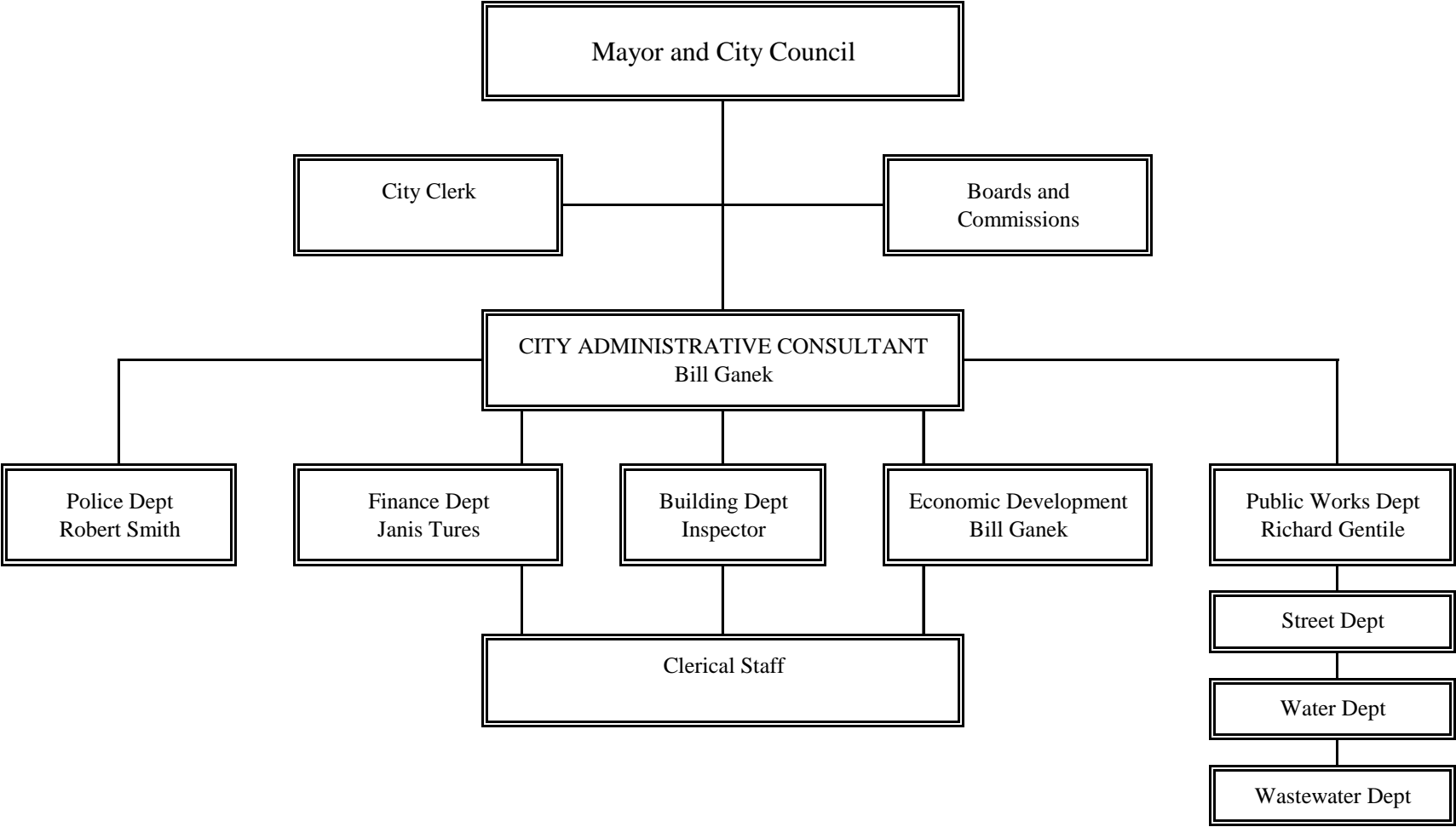
Janis Tures, Finance Office Manager

Janis Tures, Treasurer

CITY OF GENOA, ILLINOIS

Organization Chart

April 30, 2018



INDEPENDENT AUDITOR'S REPORT

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Genoa, Illinois (the City), as of and for the year ended April 30, 2018, 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 in Government Auditing Standards, issued by the Comptroller General of the United States. 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, each major fund, and the aggregate remaining fund information of the City of Genoa, Illinois as of April 30, 2018, and the respective changes in financial position and where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information 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 statements and schedules, and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City's basic financial statements for the year ended April 30, 2017, which are not presented with the accompanying financial statements. In our report dated September 15, 2017, we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The 2017 comparative information included in the combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2017 comparative information included on the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 31, 2018 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants 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 the 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
August 31, 2018

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

CITY OF GENOA, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2018

The management of the City of Genoa, Illinois (the "City") offers readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended April 30, 2018. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business. The focus of the Statement of Net Position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources management focus. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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 the cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future (e.g., earned but unused compensated absences).

Both of the government-wide financial statements (see pages 4-7) 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 reflect the City's basic services, including administration, police, community development, and public works. The business-type activities include the operations of the water system and the sewer system.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements to be more familiar. The focus of the presentation is on major funds rather than fund types. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

CITY OF GENOA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (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, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial 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 this comparison between governmental funds and governmental activities.

The City maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the General Fund, CDAP Loan Fund and Utility Tax Fund each of which is considered to be a "major" fund. Data from the other seven governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining and individual schedules elsewhere in the report.

The City adopts an annual budget for each of its governmental funds. A budgetary comparison statement has been provided elsewhere in the report to demonstrate compliance with the budget. The basic governmental fund financial statements can be found on pages 8-11 of this report.

Proprietary Funds. The City maintains two different types of proprietary funds: Enterprise and Internal Service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for the operations of its water and sewer system. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for the costs of funding vehicle and equipment replacements. Because most of the City's costs for these vehicle and equipment replacements relate to governmental activities, internal service fund activities have been reported as governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements only in more detail. The proprietary fund financial statements provide information for the Water and Sewer Fund, an Enterprise Fund, the Equipment Replacement Fund, and an Internal Service Fund. The Water and Sewer Fund is considered to be a major fund of the City.

The basic proprietary fund financial statements can be found on pages 12-14 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of 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 for fiduciary funds is much like that used for proprietary funds, except for agency funds which have no measurement focus. The City maintains two fiduciary funds: the Police Pension Fund, a pension trust fund, and the Escrow Deposit Fund, an agency fund.

The basic fiduciary fund financial statements can be found on pages 15-16 of this report.

Infrastructure Assets

Historically, a government’s largest group of assets (infrastructure assets – roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the Governmental column of the government-wide statements. Additionally, the government must elect to: (1) depreciate the assets over their useful life; or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity (modified approach). The City has chosen to depreciate assets over the useful life. If a road project is considered maintenance - a recurring cost that does not extend the original useful life or expand its capacity - the cost of the project will be expensed. An “overlay” of a road will be considered maintenance whereas a “rebuild” of a road will be capitalized.

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 17-50 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information (RSI). The RSI includes schedules of revenues, expenditures, and change in fund balance - budget and actual for the General Fund, Refuse Disposal Fund, and the CDAP Loan Fund along with information concerning the City’s progress in funding its pension benefits obligations. Required supplementary information can be found on pages 51-58 of this report.

The combining and individual schedules referred to earlier in connection with non-major governmental funds are presented immediately following the Notes to Required Supplementary Information. Combining and individual fund schedules can be found on pages 59-94 of this report.

Independent Auditor’s Report

The auditor’s present a report to the City Council board members regarding their testing of internal control and compliance and the results of that testing. The Board Communication may be found on pages 95-96.

Statistical Information

The last section of the report includes 20 schedules that present detailed information as a context for better understanding what the financial statements, note disclosures, required supplementary information, and the combining and individual fund schedules say about the City’s overall financial health. Many of these statistical schedules include ten years of historical data. The statistical schedules may be found on pages 97-122.

CITY OF GENOA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Financial Analysis of the City as a Whole

GOVERNMENT-WIDE STATEMENTS

Net Position

The table below reflects the City's condensed Statement of Net Position:

Table 1
Statement of Net Position
April 30, 2017 and 2018

	Governmental Activities		Business-Type Activities		Primary Government	
	Governmental Activities		Business-Type Activities		Primary Government	
	2017	2018	2017	2018	2017	2018
Current & Other Assets	\$ 3,915,039	\$ 4,091,610	\$ 1,518,383	\$ 1,859,771	5,433,422	\$ 5,951,381
Capital Assets, Net	6,955,118	6,762,346	7,879,655	8,196,701	14,834,773	14,959,047
Total Assets	10,870,157	10,853,956	9,398,038	10,056,472	20,268,195	20,910,428
Deferred Outflows	1,382,379	1,191,406	146,318	70,049	1,528,697	1,261,455
Total Assets and Deferred Outflows	12,252,536	12,045,362	9,544,356	10,126,521	21,796,892	22,171,883
Current Liabilities	148,330	171,783	18,516	38,882	166,846	210,665
Noncurrent Liabilities	5,463,531	5,273,199	1,254,139	1,327,475	6,717,670	6,600,674
Total Liabilities	5,611,861	5,444,982	1,272,655	1,366,357	6,884,516	6,811,339
Deferred Inflows	844,501	993,929	27,308	227,207	871,809	1,221,136
Total Liabilities and Deferred Inflows	6,456,362	6,438,911	1,299,963	1,593,564	7,756,325	8,032,475
NET POSITION:						
Net Investment In						
Capital Assets	6,218,118	6,202,346	6,752,371	6,919,808	12,970,489	13,122,154
Restricted	1,214,558	1,170,460	-	-	1,214,558	1,170,460
Unrestricted	(1,636,502)	(1,766,355)	1,492,022	1,613,149	(144,480)	(153,206)
Total Net Position	\$ 5,796,174	\$ 5,606,451	\$ 8,244,393	\$ 8,532,957	\$ 14,040,567	\$ 14,139,408

During the fiscal year ended April 30, 2018, net position of governmental activities decreased \$189,723, while business-type net position increased \$288,564 for an overall net increase of \$98,841. Substantially all of the increase in net position was related to an increase in Water and Sewer System assets.

For more detailed information see the Statement of Net Position (pages 4-5).

CITY OF GENOA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Activities

The table below summarizes the revenue and expenses of the City's activities for the fiscal year ended April 30, 2018.

Table 2
Changes In Net Position
For the Fiscal Year Ended April 30, 2017 and 2018

	Governmental Activities		Business-Type Activities		Primary Government	
	2017	2018	2017	2018	2017	2018
REVENUES						
Program Revenues						
Charges for Services	\$ 766,944	\$ 690,818	\$ 1,368,022	\$ 1,460,283	\$ 2,134,966	\$ 2,151,101
Operating Grants	140,145	170,949	-	-	140,145	170,949
Capital Grants	-	-	75,993	241,817	75,993	241,817
General Revenues						
Property Taxes	777,601	795,103	-	-	777,601	795,103
Sales Tax	1,100,198	655,565	-	-	1,100,198	655,565
Utility Taxes	342,416	323,466	-	-	342,416	323,466
State Income Tax	490,867	470,911	-	-	490,867	470,911
Other Taxes	197,698	212,353	-	-	197,698	212,353
Investment Income	19,894	25,541	604	3,039	20,498	28,580
Miscellaneous	4,523	6,971	9,271	1,874	13,794	8,845
Total Revenues	3,840,286	3,351,677	1,453,890	1,707,013	5,294,176	5,058,690
EXPENSES						
General Government	847,518	545,500	-	-	847,518	545,500
Public Safety	1,650,831	1,620,349	-	-	1,650,831	1,620,349
Highways and Streets	705,659	920,304	-	-	705,659	920,304
Sanitation	412,429	428,171	-	-	412,429	428,171
Interest	33,365	27,076	-	-	33,365	27,076
Water and Sewer System	-	-	1,425,034	1,418,449	1,425,034	1,418,449
Total Expenses	3,649,802	3,541,400	1,425,034	1,418,449	5,074,836	4,959,849
CHANGE IN NET POSITION						
	190,484	(189,723)	28,856	288,564	219,340	98,841
NET POSITION, MAY 1	5,605,690	5,796,174	8,215,537	8,244,393	13,821,227	14,040,567
NET POSITION, APRIL 30	\$ 5,796,174	\$ 5,606,451	\$ 8,244,393	\$ 8,532,957	\$14,040,567	\$14,139,408

NORMAL IMPACTS

There are eight basic impacts on revenues and expenses as reflected below:

Revenues

Economic condition – this can reflect a declining, stable, or growing economic environment and has a significant impact on sales, income, and utility tax revenue as well as on public spending for building permits, elective user fees, and consumption volumes.

Increase/Decrease in City approved rates – while certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase or decrease rates (water and sewer rates, permit fees, and certain other local taxes, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring or one-time grants are less predictable and often distort their impact on year-to-year comparisons.

Market impacts on investment income – the City’s cash management program is managed using a similar maturity to most other local governments. Market conditions may cause investment income to fluctuate.

Expenses

Introduction of new programs – within functional expense categories, individual programs may be added or deleted in order to meet the changing needs of the City.

Changes in authorized personnel – changes in service demand may cause the City Council to increase or decrease staffing levels. Personnel costs are the City’s most significant operating costs.

Salary increases (annual adjustments and merit) – the ability to attract and retain quality personnel requires the City to strive to have competitive salary ranges and pay practices.

Inflation – while overall inflation has been reasonably modest, the City is a major consumer of certain commodities such as supplies, fuels and repair parts. Some functions may experience unusual commodity specific increases.

CURRENT YEAR IMPACTS

Governmental Activities

Revenues

Total revenues for the City's governmental activities for the fiscal year ended April 30, 2018 were \$3,351,677, a decrease of \$488,609 from the previous year.

Although the decrease in governmental revenues was relatively large, it is due to an unusually high revenue the prior fiscal year which included a litigation settlement. It is encouraging that the City also experienced an increase in property taxes and certain state shared taxes, in light of the City's somewhat uncertain economic environment. State income taxes and use taxes are important sources of revenue for the City. These revenues had shown steady increases over the last several years, but after an increase in the fiscal year ending April 30, 2016, the City once again is experiencing decreased revenues in fiscal year ending April 30, 2017 and also in fiscal year ending April 30, 2018, with total revenue of \$470,911. One of the serious concerns of Genoa and all Illinois municipalities is the continued dire financial condition of the State of Illinois.

Two other areas of concern are utility taxes and investment income. Utility taxes (5% on natural gas and electric) and a telecommunications tax of 6% contributed \$323,466 to governmental revenues for the year ended April 30, 2018. This amount is \$18,950 lower than the 2017 fiscal year. After declining revenues since 2008, the City will continue to be optimistic for increases in the future. Investment income totaled \$25,541, an increase of \$5,647 from the prior year. While lower interest rates have been helpful for the economic recovery, they have substantially reduced a "supplementary" source of revenue for the City. For example, in the year ended April 30, 2007, the City recorded \$114,035 in investment income in governmental funds compared to the \$25,541 in the current year.

Service charges were down \$76,126, \$97,584 of which was a litigation settlement recorded in fiscal year ending April 30, 2017, for an actual service charge increase of \$21,458. Service charges include permit-type fees, fines, refuse service charges, and payments to the Equipment Replacement Fund, an internal service fund. Operating grants were up \$30,804 during the fiscal year ended April 30, 2018. Operating grants include State shared motor fuel taxes, receipts from a jobs initiative program, and several reimbursement amounts.

Expenses

Total expenses for the City's governmental activities for the fiscal year ended April 30, 2018 were \$3,541,400, a decrease of \$108,402 or about -3.0% from the previous year. Expenses for General Government were down \$302,018, largely due to a sales tax incentive payments in fiscal year ended April 30, 2017 as a result of the settled litigation and Public Safety was down by \$30,482. Highways and Streets had an increase of \$214,645 due to a street resurfacing project. As required by GASB Statement No. 34, total expenses include depreciation and interest on general governmental debt, but it excludes expenditures for capital assets.

Public safety expenses related to the operations of the Police Department accounted for \$1,620,349, or 46% of total expenses. Highways and streets followed with 26%, General Government and interest with 16%, and sanitation expenses for refuse pick up and disposal amounted to 12%.

Business-Type Activities

Revenues

Total program revenues for the City's business-type activities for the fiscal year ended April 30, 2018 were \$1,707,013. This amount included \$44,864 from water and sewer tap-on fees and \$241,817 in grant revenue. Revenues for water and sewer services, including tap-on fees, provided about 86% of total related business-type expenses, (operating expenses plus depreciation).

Expenses

Total expenses for the City's business-type activities for the fiscal year ended April 30, 2018 were \$1,418,449. Operating expenses for the City's water and sewer systems were \$1,091,093 with an additional \$323,987 for depreciation. When depreciation expense is included in total expenses, net assets of business-type activities increased \$288,564 during the year.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City of Genoa uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of April 30, 2018, the governmental funds (as presented on the balance sheet on page 8) have combined fund balances of \$2,400,922. This represents an overall decrease of \$20,142 from the prior year with the General Fund increasing \$28,735, the Utility Tax Fund increasing by \$25,216 and other governmental funds decreasing \$74,093.

The increase in the fund balance of the General Fund of \$28,735 follows increases the last two fiscal years of \$204,720 and \$33,933. The City did experience a decrease in fiscal year ending April 30, 2015 and three increases of \$76,359, \$107,885, and \$75,080 in the three previous fiscal years. These increases totaling \$512,662 follow seven years where fund balances declined \$493,748. These results over the last six fiscal years can be attributed to a modest increase in revenues and the impact of a conscious effort to reduce expenditures.

For the fiscal year ended April 30, 2018, total revenues in the General Fund were down \$505,914, and General Fund expenditures decreased \$329,929 in the 2018 fiscal year, primarily due to the lawsuit settlement reported in fiscal year ending April 30, 2017. One of the City's ongoing concerns is the sharply increased police pension costs which along with social security and medicare taxes represent about 96% of police base salaries.

CITY OF GENOA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Table 3 shows the budgeted and the actual revenues and expenditures for the General Fund:

Table 3
General Fund Budgetary Highlights
For the Fiscal Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes	\$ 1,491,240	\$ 1,491,240	\$ 1,520,334	\$ 1,960,012
Licenses and Permits	37,300	37,300	63,991	39,941
Franchise Fees	63,500	63,500	64,397	68,729
Intergovernmental Revenues	692,100	692,100	655,611	661,746
Service Charges	425,900	425,900	427,835	411,915
Fines and Forfeits	50,500	50,500	48,136	52,458
Investment Income	3,500	3,500	12,389	6,028
Miscellaneous	94,760	94,760	96,125	193,903
Total Revenue	2,858,800	2,858,800	2,888,818	3,394,732
EXPENDITURES				
General Government	473,260	473,260	449,395	737,567
Public Safety	1,406,030	1,406,030	1,416,616	1,491,243
Highways and Streets	553,030	553,030	565,901	548,773
Sanitation	425,850	428,180	428,171	412,429
Capital Outlay	-	-	-	-
Total Expenditures	2,858,170	2,860,500	2,860,083	3,190,012
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	630	(1,700)	28,735	204,720
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ 630	\$ (1,700)	28,735	204,720
FUND BALANCE, MAY 1			1,182,341	977,621
FUND BALANCE, APRIL 30			<u>\$ 1,211,076</u>	<u>\$ 1,182,341</u>

CITY OF GENOA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Total General Fund revenues of \$2,888,818 came in \$30,018 higher than the budgeted amount, while expenditures were \$417 less than the final amount budgeted. The net result is there was an increase in fund balance of \$28,735. The General Fund balance as of April 30, 2018 totaled \$1,211,076. A fund balance of \$1,211,076 equals 42% of current year expenditures and indicates a reasonably good financial position.

When appropriate, the City amends the budget during the last six months of the budget year to reflect unanticipated changes during the year. The final budget figures include an amendment increasing the originally approved budget in the General Fund expenditures by \$2,330 and Sewer Improvement Fund expenditures by \$8,650. The increase in the General Fund was to provide for increased expenditures relating to refuse disposal fees and the Sewer Improvement Fund was for additional digester repairs.

Capital Assets

The following schedule reflects the City's capital asset balances as of April 30, 2018.

Table 4
Capital Assets
As of April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Governmental Activities	Business-Type Activities	Total	Total
Land	\$ 588,419	\$ 200,000	\$ 788,419	\$ 776,926
Building and Improvements	1,700,679	-	1,700,679	1,700,679
Equipment and Vehicles	2,276,138	-	2,276,138	2,209,424
Infrastructure	5,408,366	-	5,408,366	5,408,366
Construction In Progress	-	-	-	21,317
Water and Sewer System	-	15,151,041	15,151,041	14,516,950
	9,973,602	15,351,041	25,324,643	24,633,662
Less:				
Accumulated Depreciation	(3,211,256)	(7,154,340)	(10,365,596)	(9,798,889)
Total Capital Assets	\$ 6,762,346	\$ 8,196,701	\$ 14,959,047	\$ 14,834,773

At year-end, the City's investment in capital assets (net of accumulated depreciation) for both its governmental and business-type activities was \$14,959,047 an increase of \$124,274 during the current year (see note 5 in the Notes to the Financial Statements for further information regarding capital assets).

CITY OF GENOA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Major capital asset events during the fiscal year ended April 30, 2018 included the following:

- Land purchase \$11,493.
- Police vehicles and equipment \$122,546.
- Public Works equipment storage building \$97,262.
- South Water Tower repair and painting \$474,969.
- Wastewater equipment repairs and system improvements \$20,000.
- Digester repairs \$48,802.

Long-Term Debt

The City of Genoa had total long-term debt of \$6,600,674 outstanding as of April 30, 2018. This total consisted of \$375,000 of 2005 General Obligation Alternate Revenue Bonds, 2010 General Obligation Alternate Revenue Bonds of \$185,000, and \$1,276,893 for IEPA Loans, along with Compensated Absences of \$177,292 and a Net Pension Obligation for police pensions of \$4,586,489.

The table below summarizes the City's outstanding long-term debt.

Table 5
Long-Term Debt
As of April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Governmental Activities	Business-Type Activities	Total	Total
Alternate Revenue Bonds				
2005 Bonds	\$ 375,000	\$ -	\$ 375,000	\$ 495,000
2010 Bonds	185,000	-	185,000	242,000
IEPA Installment Loan	-	1,043,781	1,043,781	1,127,284
IEPA Loan	-	233,112	233,112	-
Compensated Absences	126,710	50,582	177,292	165,265
Net Pension Liability				
IMRF	-	-	-	134,006
Police Pension Plan	4,586,489	-	4,586,489	4,554,115
Total Long-Term Debt	\$ 5,273,199	\$ 1,327,475	\$ 6,600,674	\$ 6,717,670

The City is currently using a portion of the City's share of motor fuel taxes and utility taxes to pay the annual principal and interest for the governmental activities debt and water and sewer revenues to pay the annual debt service for the business-type activities debt. Compensated Absences for governmental activities and the Net Pension Liability for IMRF and police pensions are usually paid by general revenues. See note 7 in the Notes to the Financial Statements for further information regarding long-term debt.

Economic Factors

The economic picture for the City of Genoa, Illinois, over the short-term is still somewhat uncertain, however, the long-term prospects remain relatively strong. The condition of the national and state economies have had a negative impact on the local economic picture, and the general slow-down in the housing market in the Genoa area has resulted in lower permit and development revenues. However, Genoa is located in a region that is starting to experience modest commercial, industrial, and residential growth after a decline in recent years and it is expected that this growth will continue to improve over the next several years.

Although Genoa is primarily a residential community, it has also placed a significant emphasis on commercial/industrial development within the City. Approximately 500 residential home sites are available with the infrastructure in place at the Riverbend, Derby Estates, Oak Creek Estates, and the Founders Pointe East Subdivisions. Commercial/industrial sites are available in the Prairie Ridge Pointe Commercial/Industrial Center on State Route 23, and the Crossroads of Genoa, a 104 acre industrial and commercial park located on the east side of Route 23. The Crossroads of Genoa represents the largest commercial/industrial plan in the City's history and will provide a competitive economic development position by having a corporate center type of development with rail access and a variety of approved and readily useable sites.

The City is continuing the process of planning for the future needs of the City's water and sewer systems. The City just completed the repair and painting of the South Water Tower, implementing the IEPA's 50% forgiveness plan and low interest loan and the City is now in the process of repairing and painting the North Water Tower, again implementing the IEPA's 50% forgiveness plan and low interest loan. The City is also completing a study for a future projected wastewater treatment plant expansion and significant infrastructure maintenance to extend the life of our current system.

The City's economic well-being also is positively influenced by the proximity of Northern Illinois University (NIU), the State's second largest public university with 20,000 students and about 7,600 employees. NIU is located about 10 miles south of Genoa in the City of DeKalb, Illinois.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances and to demonstrate accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to:

Finance Department, City of Genoa, 333 E. First Street, Genoa, Illinois 60135.

CITY OF GENOA, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2018

	Governmental	Business-Type	
	Activities	Activities	Total
<hr/>			
ASSETS			
Cash	\$ 2,444,475	\$ 1,450,400	\$ 3,894,875
Receivables (Net of Allowance, Where Applicable)			
Property Taxes	822,190	-	822,190
Utility Taxes	19,550	-	19,550
Accounts	83,758	175,152	258,910
Other	332,673	78,266	410,939
Due From Other Governments	199,426	-	199,426
Internal Balances	47,686	(47,686)	-
Prepaid Expense	11,656	-	11,656
Net Pension Asset	130,196	203,639	333,835
Capital Assets			
Nondepreciable	588,419	200,000	788,419
Depreciable, Net of Accumulated Depreciation	6,173,927	7,996,701	14,170,628
	<hr/>		
Total Assets	10,853,956	10,056,472	20,910,428
	<hr/>		
DEFERRED OUTFLOWS OF RESOURCES			
Pension Items - IMRF	44,786	70,049	114,835
Pension Items - Police Pension	1,146,620	-	1,146,620
	<hr/>		
Total Deferred Outflows of Resources	1,191,406	70,049	1,261,455
	<hr/>		
Total Assets and Deferred Outflows of Resources	12,045,362	10,126,521	22,171,883
	<hr/>		
LIABILITIES			
Accounts Payable	92,092	23,322	115,414
Accrued Payroll	37,537	14,680	52,217
Accrued Interest Payable	9,218	880	10,098
Unearned Revenue	32,936	-	32,936
Noncurrent Liabilities			
Due Within One Year	194,000	104,132	298,132
Due in More Than One Year	5,079,199	1,223,343	6,302,542
	<hr/>		
Total Liabilities	5,444,982	1,366,357	6,811,339
	<hr/>		
DEFERRED INFLOWS OF RESOURCES			
Deferred Revenue - Property Taxes	822,190	-	822,190
Pension Items - IMRF	145,264	227,207	372,471
Pension Items - Police Pension	26,475	-	26,475
	<hr/>		
Total Deferred Inflows of Resources	993,929	227,207	1,221,136
	<hr/>		
Total Liabilities and Deferred Inflows of Resources	6,438,911	1,593,564	8,032,475
	<hr/>		

(This statement is continued on the following page.)

CITY OF GENOA, ILLINOIS

STATEMENT OF NET POSITION (Continued)

April 30, 2018

	Governmental Activities	Business-Type Activities	Total
NET POSITION			
Net Investment in Capital Assets	\$ 6,202,346	\$ 6,919,808	\$ 13,122,154
Restricted for			
Economic Development or CDAP Loans	671,142	-	671,142
Highways and Streets	191,330	-	191,330
Capital Improvements	241,482	-	241,482
Special Service Areas	66,506	-	66,506
Unrestricted	(1,766,355)	1,613,149	(153,206)
TOTAL NET POSITION	\$ 5,606,451	\$ 8,532,957	\$ 14,139,408

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2018

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 545,500	\$ 204,879	\$ -	\$ -
Public Safety	1,620,349	54,242	9,666	-
Highways and Streets	920,304	3,862	161,283	-
Sanitation	428,171	427,835	-	-
Interest and Fiscal Charges	27,076	-	-	-
Total Governmental Activities	3,541,400	690,818	170,949	-
Business-Type Activities				
Water and Sewer Service	1,418,449	1,460,283	-	241,817
Total Business-Type Activities	1,418,449	1,460,283	-	241,817
TOTAL PRIMARY GOVERNMENT	\$ 4,959,849	\$ 2,151,101	\$ 170,949	\$ 241,817

Net (Expense) Revenue and Change In Net Position			
Primary Government			
	Governmental Activities	Business-Type Activities	Total
	\$ (340,621)	\$ -	\$ (340,621)
	(1,556,441)	-	(1,556,441)
	(755,159)	-	(755,159)
	(336)	-	(336)
	(27,076)	-	(27,076)
	(2,679,633)	-	(2,679,633)
	-	283,651	283,651
	-	283,651	283,651
	(2,679,633)	283,651	(2,395,982)
General Revenues			
Property Taxes	795,103	-	795,103
Sales Tax	655,565	-	655,565
Utility Taxes	323,466	-	323,466
Video Gaming Tax	43,653	-	43,653
Intergovernmental - Unrestricted			
State Income Tax	470,911	-	470,911
Personal Property Replacement Tax	33,102	-	33,102
State Gaming Taxes	886	-	886
State Use Tax	134,712	-	134,712
Investment Income	25,541	3,039	28,580
Miscellaneous	6,971	1,874	8,845
Total	2,489,910	4,913	2,494,823
CHANGE IN NET POSITION	(189,723)	288,564	98,841
NET POSITION, MAY 1	5,796,174	8,244,393	14,040,567
NET POSITION, APRIL 30	\$ 5,606,451	\$ 8,532,957	\$ 14,139,408

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

**BALANCE SHEET
GOVERNMENTAL FUNDS**

April 30, 2018

	General Fund	CDAP Loan Fund	Utility Tax Fund	Nonmajor Governmental Funds	Total
ASSETS					
Cash	\$ 979,746	\$ 338,420	\$ 65,250	\$ 481,411	\$ 1,864,827
Receivables (Net of Allowance)					
Property Taxes	718,210	-	-	103,980	822,190
Utility Taxes	9,775	-	9,775	-	19,550
Accounts	83,758	-	-	-	83,758
Other	-	332,673	-	-	332,673
Due From Other Governments	171,955	-	15,583	11,888	199,426
Due From Other Funds	95,313	49	-	67,013	162,375
Prepaid Items	11,656	-	-	-	11,656
Total Assets	<u>\$ 2,070,413</u>	<u>\$ 671,142</u>	<u>\$ 90,608</u>	<u>\$ 664,292</u>	<u>\$ 3,496,455</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 83,936	\$ -	\$ 1,571	\$ 2,674	\$ 88,181
Accrued Payroll	37,537	-	-	-	37,537
Due to Other Funds	49	-	-	114,640	114,689
Unearned Revenue	19,605	-	13,331	-	32,936
Total Liabilities	141,127	-	14,902	117,314	273,343
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue - Property Taxes	718,210	-	-	103,980	822,190
Total Liabilities and Deferred Inflows of Resources	859,337	-	14,902	221,294	1,095,533
FUND BALANCES					
Nonspendable					
Prepaid Items	11,656	-	-	-	11,656
Restricted					
Economic Development or CDAP Loans	-	671,142	-	-	671,142
Highways and Streets	-	-	-	191,330	191,330
Capital Improvements	-	-	75,706	165,776	241,482
Special Service Areas	-	-	-	66,506	66,506
Unrestricted					
Assigned					
Refuse Disposal	11,109	-	-	-	11,109
Debt Service	-	-	-	19,386	19,386
Unassigned	1,188,311	-	-	-	1,188,311
Total Fund Balances	<u>1,211,076</u>	<u>671,142</u>	<u>75,706</u>	<u>442,998</u>	<u>2,400,922</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 2,070,413</u>	<u>\$ 671,142</u>	<u>\$ 90,608</u>	<u>\$ 664,292</u>	<u>\$ 3,496,455</u>

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

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

April 30, 2018

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 2,400,922
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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	6,762,346
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Interest payable is not due and payable in the current period and, therefore, is not reported in the governmental funds	(9,218)
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Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Alternate revenue bonds	(560,000)
Compensated absences	(126,710)
Illinois Municipal Retirement Fund net pension asset	130,196
Police Pension Plan net pension liability	(4,586,489)

Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	44,786
Deferred inflows of resources	(145,264)

Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings for the Police Pension Plan are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	1,146,620
Deferred inflows of resources	(26,475)

The unrestricted net position of the Internal Service Fund is included in the governmental activities in the statement of net position	<u>575,737</u>
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NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 5,606,451</u></u>
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See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018

	General Fund	CDAP Loan Fund	Utility Tax Fund	Nonmajor Governmental Funds	Total
REVENUES					
Taxes	\$ 1,520,334	\$ -	\$ 201,021	\$ 96,432	\$ 1,817,787
Licenses and Permits	63,991	-	-	-	63,991
Franchise Fees	64,397	-	-	-	64,397
Intergovernmental Revenue	655,611	-	6,669	138,614	800,894
Service Charges	427,835	-	-	-	427,835
Fines and Forfeitures	48,136	-	-	-	48,136
Investment Income	12,389	7,823	223	2,559	22,994
Miscellaneous	96,125	-	-	6,971	103,096
Total Revenues	2,888,818	7,823	207,913	244,576	3,349,130
EXPENDITURES					
Current					
General Government	449,395	3,697	10,029	42,421	505,542
Public Safety	1,416,616	-	2,684	-	1,419,300
Highways and Streets	565,901	-	34,984	41,995	642,880
Sanitation	428,171	-	-	-	428,171
Capital Outlay	-	-	-	166,587	166,587
Debt Service					
Principal	-	-	-	177,000	177,000
Interest and Fiscal Charges	-	-	-	29,792	29,792
Total Expenditures	2,860,083	3,697	47,697	457,795	3,369,272
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	28,735	4,126	160,216	(213,219)	(20,142)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	202,013	202,013
Transfers (Out)	-	-	(135,000)	(67,013)	(202,013)
Total Other Financing Sources (Uses)	-	-	(135,000)	135,000	-
NET CHANGE IN FUND BALANCES	28,735	4,126	25,216	(78,219)	(20,142)
FUND BALANCES, MAY 1	1,182,341	667,016	50,490	521,217	2,421,064
FUND BALANCES, APRIL 30	\$ 1,211,076	\$ 671,142	\$ 75,706	\$ 442,998	\$ 2,400,922

See accompanying notes to financial statements.

CITY OF GENOA, 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 April 30, 2018

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS	\$ (20,142)
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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	(9,824)
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Governmental funds report principal payments of long-term debt as expenditures; however, they are reported as a reduction of long-term debt in the statement of activities	177,000
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Some revenues (expenses) in the statement of activities do not require
the use of current financial resources and, therefore, are not reported
as revenues (expenditures) in governmental funds

Depreciation	(207,587)
Change in compensated absences	(6,556)
Change in Illinois Municipal Retirement Fund net pension liability	182,458
Change in Illinois Municipal Retirement Fund deferred inflows/ outflows of resources	(176,567)
Change in Police Pension Plan net pension liability	(32,374)
Change in Police Pension plan deferred inflows/outflows of resources	(138,444)
Change in interest payable	2,716

Internal Service Fund revenues and expenses are included as governmental
activities in the statement of activities

Change in net position of the Internal Service Fund	<u>39,597</u>
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CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (189,723)</u></u>
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See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

April 30, 2018

	Business-Type Activities Water and Sewer	Governmental Activities Internal Service
CURRENT ASSETS		
Cash	\$ 1,450,400	\$ 579,648
Receivables		
Water Accounts - Billed and Unbilled	175,152	-
Other	78,266	-
Total Current Assets	1,703,818	579,648
NONCURRENT ASSETS		
Net Pension Asset	203,639	-
Capital Assets		
Nondepreciable	200,000	-
Depreciable, Net of Accumulated Depreciation	7,996,701	793,929
Total Capital Assets	8,196,701	793,929
Total Noncurrent Assets	8,400,340	793,929
Total Assets	10,104,158	1,373,577
DEFERRED OUTFLOWS OF RESOURCES		
Pension Items - IMRF	70,049	-
Total Assets and Deferred Outflows of Resources	10,174,207	1,373,577
CURRENT LIABILITIES		
Accounts Payable	23,322	3,911
Accrued Payroll	14,680	-
Due to Other Funds	47,686	-
Accrued Interest Payable	880	-
Compensated Absences Payable	10,000	-
IEPA Installment Loan Payable	94,132	-
Total Current Liabilities	190,700	3,911
NONCURRENT LIABILITIES		
Compensated Absences Payable (Less Current Portion)	40,582	-
IEPA Loan Payable	1,182,761	-
Total Noncurrent Liabilities	1,223,343	-
Total Liabilities	1,414,043	3,911
DEFERRED INFLOWS OF RESOURCES		
Pension Items - IMRF	227,207	-
Total Liabilities and Deferred Inflows of Resources	1,641,250	3,911
NET POSITION		
Net Investment in Capital Assets	6,919,808	793,929
Unrestricted	1,613,149	575,737
TOTAL NET POSITION	\$ 8,532,957	\$ 1,369,666

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018

	Business-Type Activities Water and Sewer	Governmental Activities Internal Service
OPERATING REVENUES		
Charges for Services	\$ 1,415,419	\$ 146,800
Total Operating Revenues	<u>1,415,419</u>	<u>146,800</u>
OPERATING EXPENSES EXCLUDING DEPRECIATION		
Water Division	562,748	-
Sewer Division	530,149	-
Internal Service	-	11,843
Total Operating Expenses Excluding Depreciation	<u>1,092,897</u>	<u>11,843</u>
OPERATING INCOME BEFORE DEPRECIATION	322,522	134,957
Depreciation	<u>323,987</u>	<u>97,907</u>
OPERATING INCOME (LOSS)	<u>(1,465)</u>	<u>37,050</u>
NON-OPERATING REVENUES (EXPENSES)		
Miscellaneous Non-Operating Income	1,874	-
Investment Income	3,039	2,547
Water and Sewer Tap-On Fees	44,864	-
Interest Expense	<u>(1,565)</u>	<u>-</u>
Total Non-Operating Revenue (Expenses)	<u>48,212</u>	<u>2,547</u>
INCOME BEFORE CAPITAL GRANTS AND CONTRIBUTIONS	46,747	39,597
Capital Grants and Contributions	<u>241,817</u>	<u>-</u>
CHANGE IN NET POSITION	288,564	39,597
NET POSITION, MAY 1	<u>8,244,393</u>	<u>1,330,069</u>
NET POSITION, APRIL 30	<u><u>\$ 8,532,957</u></u>	<u><u>\$ 1,369,666</u></u>

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

For the Year Ended April 30, 2018

	Business-Type Activities Water and Sewer	Governmental Activities Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Internal Service Transactions	\$ -	\$ 146,800
Receipts From Customers	1,404,180	-
Payments to Suppliers	(297,656)	(14,430)
Payments to Employees	(537,699)	-
Payments for Interfund Services	(241,800)	-
	<hr/>	<hr/>
Net Cash From Operating Activities	327,025	132,370
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Water and Sewer Tap On Fees	44,864	-
Miscellaneous Non-Operating Income	1,874	-
Amounts Due To Other Funds	(52,212)	-
	<hr/>	<hr/>
Net Cash From Non-Capital Financing Activities	(5,474)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of Capital Assets	(641,033)	(122,546)
IEPA Loan Proceeds	232,427	-
Capital Grant Proceeds	163,551	-
Principal Paid on IEPA Loan	(83,503)	-
	<hr/>	<hr/>
Net Cash From Capital and Related Financing Activities	(328,558)	(122,546)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	3,039	2,547
	<hr/>	<hr/>
Net Cash From Investing Activities	3,039	2,547
NET INCREASE (DECREASE) IN CASH	(3,968)	12,371
CASH, MAY 1	1,454,368	567,277
	<hr/>	<hr/>
CASH, APRIL 30	\$ 1,450,400	\$ 579,648
	<hr/>	<hr/>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (1,465)	\$ 37,050
Depreciation	323,987	97,907
Adjustments to Reconcile Operating Income (Loss) to Net Cash From Operating Activities		
Changes in Assets and Liabilities		
Accounts Receivable	(11,239)	-
Accounts Payable	16,798	(2,587)
Accrued Payroll	2,688	-
Compensated Absences	5,471	-
Pension Items - IMRF	(9,215)	-
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	\$ 327,025	\$ 132,370
	<hr/>	<hr/>
NONCASH TRANSACTIONS		
IEPA Receivable	\$ 78,266	\$ -
	<hr/>	<hr/>

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

April 30, 2018

	Pension Trust Fund Police Pension	Agency Fund Escrow Deposit
ASSETS		
Cash	\$ 160,702	\$ 72,086
Investments		
Certificates of Deposit	1,718,219	-
Mutual Funds	186,507	-
Receivables		
Accrued Interest	8,473	-
Other	-	3,605
Total Assets	<u>2,073,901</u>	<u>\$ 75,691</u>
LIABILITIES		
Accounts Payable	-	\$ 56
Deposits	-	75,635
Total Liabilities	<u>-</u>	<u>\$ 75,691</u>
NET POSITION RESTRICTED FOR PENSIONS	<u>\$ 2,073,901</u>	

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION FUND**

For the Year Ended April 30, 2018

ADDITIONS

Contributions	
Employer	\$ 353,000
Participants	<u>39,799</u>
Total Contributions	<u>392,799</u>
Investment Income	
Net Depreciation in Fair Value of Investments	9,090
Interest Income	<u>43,321</u>
Total Investment Income	<u>52,411</u>
Total Additions	<u>445,210</u>

DEDUCTIONS

Administration	4,780
Pension Benefits and Refunds	<u>171,096</u>
Total Deductions	<u>175,876</u>

NET INCREASE	269,334
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**NET POSITION RESTRICTED
FOR PENSIONS**

May 1	<u>1,804,567</u>
April 30	<u><u>\$ 2,073,901</u></u>

See accompanying notes to financial statements.

CITY OF GENOA, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Genoa, Illinois (the City), have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government 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 more significant of the City's accounting policies are described below.

A. Reporting Entity

The City, a non-home rule city, is a municipal corporation and is governed by a mayor/aldermanic form of government. As required by GAAP, these financial statements present the City (the primary government) and its component units. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made based upon the significance of its operational or financial relationship with the primary government. A blended component unit, although legally separate, is in substance, part of the City's operations and so data from this unit is combined with the data of the primary government. A discretely presented component unit, on the other hand, is reported in a separate column on the government-wide financial statements to emphasize it is legally separate from the City. The City does not report any discrete component units.

Pension Trust Fund

The City's financial statements include the Police Pension System (PPS) as a Pension Trust Fund. The City's sworn police employees participate in the PPS. PPS functions for the benefit of those employees and is governed by a five-member Pension Board of Trustees. Two members appointed by the Mayor, one elected pension beneficiary, and two elected police officers constitute the Pension Board of Trustees. The City and PPS participants are obligated to fund all PPS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in determination of the contribution levels. PPS is reported as a pension trust fund because of the City's fiduciary responsibility. Separate financial statements are not available for PPS.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting

The City uses funds to report on its financial position and changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain city functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

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, committed, or assigned monies (special revenue funds), the funds restricted, committed, or assigned for acquisition or construction of capital assets (capital projects funds), and the funds restricted, committed, or assigned for servicing of general long-term debt (debt service funds). The General Fund is used to account for all activities of the general government not accounted for in another fund.

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 to 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 City (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the City. The City utilizes a pension trust fund and an agency fund which are generally used to account for assets that the City holds in a fiduciary capacity.

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. The cost for interfund services provided/used between funds is not eliminated in the process of consolidation. 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 shared 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 CDAP Loan Fund is a special revenue fund that is used to account for the original grant revenue received from the State of Illinois and the related principal and interest payments of loans to provide assistance to businesses in the City. The City has elected to report this fund as a major governmental fund.

The Utility Tax Fund is a capital projects fund used to account for certain activities involved with street maintenance projects and the acquisition and financing of certain general capital assets. Financing is provided by 50% of a utility tax on electric, natural gas, and telecommunications, a portion of the video gaming tax, various state and federal grants, and investment income. The City has elected to report this fund as a major governmental fund.

The City reports the following major proprietary fund:

The Water and Sewer Fund, an enterprise fund, accounts for the provision of water and sanitary sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The City reports the Equipment Replacement Fund, an internal service fund, as a proprietary fund. The Equipment Replacement Fund accounts for the City's equipment replacement program to other departments on a cost reimbursement basis.

The Police Pension Fund, a Pension Trust Fund, is reported as a fiduciary fund to account for the resources held to pay police pension benefits to qualified police personnel.

The City reports the Escrow Deposit Fund as an agency fund to account for deposits from residents, employees, and developers that the City holds for various purposes. The balance of any deposit will be returned to the depositor upon completion of the event for which the deposit was received.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements, except for agency funds which have no measurement focus. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. The City recognizes property taxes when they become both measurable and available in the period the tax is 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 and expenses include all revenues and expenses directly related to providing enterprise fund services. Incidental revenues/expenses are reported as non-operating.

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 taxes and telecommunication taxes which use a 90-day period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due, unless due the first day of the following fiscal year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Franchise fees, licenses, charges for services, court fines collected by DeKalb County, and interest income associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Local fines permit revenue and miscellaneous revenues are considered to be measurable and available only when cash is received by the City.

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 unavailable/deferred revenue and unearned 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. Unearned revenues arise when resources are received by the City before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability and deferred inflows of resources for unavailable/deferred and unearned revenue is removed from the financial statements and revenue is recognized.

E. Deposits and Investments

The City's cash and cash equivalents include cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition.

Cash and investments of the City are pooled into a common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited into the pooled account has equity therein and interest earned on the investment of these monies is allocated based upon the relative equity at month end. An individual fund's equity in the pooled account is available upon demand and is considered to be a cash equivalent when preparing these financial statements. Each fund's portion of the pool is displayed on its respective balance sheet/statement of net position as cash and cash equivalents.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Deposits and Investments (Continued)

Investments with a maturity of one year or less when purchased and non-negotiable certificates of deposit are stated at amortized cost. Investments with a maturity greater than one year when purchased are reported at fair value. Investments in the pension trust fund 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.

F. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These short-term receivables and payables are classified as “due from other funds” or “due to other funds” on the financial statements. Long-term portions, if any, are classified as “advances to other funds” or “advances from other funds.”

G. Prepaid Items/Expenses

Payments in governmental funds made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses. Prepaid expenditures are recognized on the consumption method.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, 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 amounts in the following table and an estimated useful life in excess of one year.

Asset Class	Capitalization Threshold
Building Improvements and Land Improvements	\$ 5,000
Bridges, Streets, Storm Sewers, and Traffic Signals	20,000
Machinery and Equipment	5,000
Vehicles	5,000

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Capital Assets (Continued)

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 is included as part of the capitalized value of the assets constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and Building Improvements	10-50
Water and Sewer Distribution System	10-50
Machinery and Equipment	10-20
Vehicles	5-15
Infrastructure	40-50

I. Compensated Absences

Vested or accumulated vacation leave, sick leave, and compensatory time are reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation leave, sick leave, and compensatory time of proprietary funds and governmental activities in the government-wide financial statements are recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with provisions of GASB Statement No. 16, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

J. 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. Issuance costs whether or not withheld from the actual debt proceeds received, are reported as expense.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Long-Term Obligations (Continued)

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.

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net 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) 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.

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 resulted from enabling legislation adopted by the City. Committed fund 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 by the City Council to the City's Administrative Consultant. Any residual positive fund balance is reported as unassigned in the General Fund. In governmental funds other than the General Fund, any deficit fund balance is also 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Fund Balance/Net Position (Continued)

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt principal issued to construct capital assets.

M. Interfund Transactions

Interfund services 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 and reimbursements, are reported as transfers.

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 and liabilities at the date of the financial statements and reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from these estimates.

2. DEPOSITS AND INVESTMENTS

The City categorize 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. The City has no investments recorded at fair value as of April 30, 2018.

The City maintains a cash pool and an investment pool that are available for use by all funds, except the Motor Fuel Tax Fund, a special revenue fund, and the Police Pension Fund, a pension trust fund. Each fund's portion of this pool is displayed on the financial statements as either "cash" or "investments," as appropriate. In addition, investments are separately held by several of the City's funds.

2. DEPOSITS AND INVESTMENTS (Continued)

The City's investment policy authorizes the City to make deposits/invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated with 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 City 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 City 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 objectives of the policy are, in order of priority, safety of principal, liquidity, and rate of return.

City Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the City's deposits may not be returned to it. The City's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance (FDIC), at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the City, an independent third party, or the Federal Reserve Bank of Chicago.

City Investments

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 City limits its exposure to interest rate risk 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. Unless matched to a specific cash flow, the City will not directly invest in securities maturing more than one year from the date of purchase. Reserve funds and other funds with longer term investment horizons may be invested in securities not exceeding two years if the maturity of such investments is made to coincide as nearly as practicable with the expected use of the funds.

2. DEPOSITS AND INVESTMENTS (Continued)

City Investments (Continued)

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 only allowing investments in U.S. Treasury obligations, insured or collateralized certificates of deposit with financial institutions and money market mutual funds with portfolios of securities issued or guaranteed (implicitly or explicitly) by the United States Government. The Illinois Funds is rated AAAm by Standard and Poor's.

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 is 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 but does not contain any specific diversification targets.

3. RECEIVABLES - PROPERTY TAXES

Property taxes for 2017 attach as an enforceable lien on January 1, 2017 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2018 and August 1, 2018, and are payable in two installments, on or about June 1, 2018 and September 1, 2018. The County collects such taxes and remits them periodically.

The 2017 taxes are intended to finance the 2019 fiscal year and are not considered available for current operations and are, therefore, shown as a deferred inflow of resources. The 2018 tax levy has not been recorded as a receivable at April 30, 2018. Although the tax attached as a lien on property as of January 1, 2018, the tax will not be levied until December 2018 and, accordingly, is not measurable at April 30, 2018.

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

4. RECEIVABLES

- A. The following receivables are included on the statement of net position as of April 30, 2018:

	Governmental Activities	Business- Type Activities
TAXES		
Utility Taxes	\$ 19,550	\$ -
ACCOUNTS		
Charges for Services	83,758	175,152
OTHER		
CDAP Loans	332,673	-
IEPA Loan	-	78,266
Total Other	332,673	78,266
DUE FROM OTHER GOVERNMENTS		
Sales Tax	159,174	-
Telecommunications Tax	26,938	-
Video Gaming Tax	470	-
Motor Fuel Tax	11,888	-
Court Fines	70	-
Pull Tab Tax	886	-
Total Due From Other Governments	199,426	-
TOTAL ALL FUNDS	<u>\$ 635,407</u>	<u>\$ 253,418</u>

- B. CDAP Loans

During the fiscal year ended April 30, 1988, the City established the CDAP Loan Fund from the proceeds of a Community Development Block Grant, in the amount of \$300,000, received through the State of Illinois Department of Commerce and Community Affairs. This fund is used to account for these grant funds which are loaned to new or expanding local business ventures which enhance economic development of the City. Proceeds (principal and interest) received from such economic development loans made by the City are to be used to capitalize a revolving economic loan fund.

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

4. RECEIVABLES (Continued)

B. CDAP Loans (Continued)

The following table summarizes the balances of the loans in the CDAP Loan Fund as of April 30, 2018:

Borrower	Loan Year	Loan Amount	Rate	Balance April 30
Polar Tech	1999	\$ 100,000	3.00%	\$ 6,007
Toblinson Ace Hardware	2008	180,000	3.00%	183,490
Genoa Pharmacy	2013	75,000	3.00%	28,608
Lloyd's Landscaping	2013	75,000	3.00%	57,798
Rivers' Mexican Cantina	2017	60,000	3.00%	56,770
TOTAL		\$ 490,000		\$ 332,673

Principal maturities of CDAP notes receivable for future periods are as follows:

Fiscal Year Ending April 30,	
2019	\$ 36,226
2020	31,137
2021	26,101
2022	20,821
2023	21,454
Thereafter	196,934
TOTAL	\$ 332,673

5. CAPITAL ASSETS

Capital asset activity for the City for the year ended April 30, 2018 was as follows:

	Balances May 1	Additions	Disposals	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ 576,926	\$ 11,493	\$ -	\$ 588,419
Construction in Progress	21,317	-	21,317	-
Total Capital Assets not Being Depreciated	598,243	11,493	21,317	588,419

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

5. CAPITAL ASSETS (Continued)

	Balances May 1	Additions	Disposals	Balances April 30
GOVERNMENTAL ACTIVITIES				
(Continued)				
Capital Assets Being Depreciated				
Buildings and Improvements	\$ 1,700,679	\$ -	\$ -	\$ 1,700,679
Equipment	510,650	-	28,336	482,314
Vehicles	1,698,774	122,546	27,496	1,793,824
Infrastructure	5,408,366	-	-	5,408,366
Total Capital Assets Being Depreciated	9,318,469	122,546	55,832	9,385,183
Less Accumulated Depreciation for				
Buildings and Improvements	746,923	54,344	-	801,267
Equipment	404,000	18,034	28,336	393,698
Vehicles	929,484	97,907	27,496	999,895
Infrastructure	881,187	135,209	-	1,016,396
Total Accumulated Depreciation	2,961,594	305,494	55,832	3,211,256
Total Capital Assets Being Depreciated, Net	6,356,875	(182,948)	-	6,173,927
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 6,955,118	\$ (171,455)	\$ 21,317	\$ 6,762,346
GOVERNMENTAL ACTIVITIES				
General Government				\$ 53,247
Public Safety				44,980
Highways and Streets				207,267
TOTAL DEPRECIATION EXPENSE -				
GOVERNMENTAL ACTIVITIES				<u>\$ 305,494</u>
	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ 200,000	\$ -	\$ -	\$ 200,000
Total Capital Assets not Being Depreciated	200,000	-	-	200,000
Capital Assets Being Depreciated				
Water and Sewer System Assets	14,516,950	641,033	6,942	15,151,041
Total Capital Assets Being Depreciated	14,516,950	641,033	6,942	15,151,041

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

5. CAPITAL ASSETS (Continued)

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES (Continued)				
Less Accumulated Depreciation for				
Water and Sewer System Assets	\$ 6,837,295	\$ 323,987	\$ 6,942	\$ 7,154,340
Total Accumulated Depreciation	6,837,295	323,987	6,942	7,154,340
Total Capital Assets Being Depreciated, Net	7,679,655	317,046	-	7,996,701
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	\$ 7,879,655	\$ 317,046	\$ -	\$ 8,196,701

6. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and injuries to the City's employees. The City currently reports its risk management expenditures/expenses in both the General Fund and Water and Sewer Fund.

The City participates in the Illinois Municipal League Risk Management Association (IMLRMA). IMLRMA is an organization of municipalities and special districts in Illinois which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs. The association administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claims administration and litigation management services; unemployment claims administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

Levels of coverage provided by IMLRMA are as follows:

General Liability	\$ 8,000,000
Auto Liability	8,000,000
Public Officials' Liability	8,000,000
Property	30,000,000
Workers' Compensation	Statutory
Employer's Liability	\$ 3,000,000/ each accident

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

6. RISK MANAGEMENT (Continued)

The City's payments to IMLRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$500 of each property occurrence, and IMLRMA has a mix of self-insurance and commercial insurance at various amounts above that level. No deductible is required for other claims. IMLRMA is governed by a board of directors made up of Illinois mayors and village presidents of municipalities who participate in the program. The City does not exercise any control over the activities of IMLRMA beyond its representation on the Board of Directors.

Annual contributions are determined each year by underwriters based on the individual member's exposure to loss and experience modification factors based on past member loss experience. The City is not aware of any additional premiums owed to IMLRMA as of April 30, 2018. The City participated in a limited self-insurance program with IMLRMA from 2012 to 2016, where the initial premium is reduced 15%, but an additional premium is required when actual claims exceed a pre-determined amount. Any additional premium is reported as an expenditure/expense in the fiscal year it is realized. Effective December 31, 2017, the switched third party insurance providers and no longer participates in IMLRMA.

In addition, the City provides health insurance to its employees through a third party indemnity policy. The City pays an annual premium to the insurance company for its coverage. Settled claims have not exceeded coverage in the current or prior two fiscal years.

7. LONG-TERM DEBT

A. Changes in Long-Term Liabilities

The following is a summary of long-term obligation activity for the City associated with governmental activities for the year ended April 30, 2018:

	Balances May 1	Additions	Reductions	Balances April 30	Due Within One Year
Alternate Revenue Bonds	\$ 737,000	\$ -	\$ 177,000	\$ 560,000	\$ 184,000
Compensated Absences*	120,154	52,647	46,091	126,710	10,000
Net Pension Liability - IMRF*	52,262	-	52,262	-	-
Net Pension Liability - Police Pension Plan*	4,554,115	32,374	-	4,586,489	-
TOTAL	\$ 5,463,531	\$ 85,021	\$ 275,353	\$ 5,273,199	\$ 194,000

*General Fund resources are used to liquidate these liabilities. There is a Net Pension Asset for IMRF as of April 30, 2018 of \$130,196.

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

7. LONG-TERM DEBT (Continued)

A. Changes in Long-Term Liabilities (Continued)

The following is a summary of long-term obligation activity for the City associated with business-type activities for the year ended April 30, 2018:

	Balances May 1	Additions	Reductions	Balances April 30	Due Within One Year
IEPA Installment Loan	\$ 1,127,284	\$ -	\$ 83,503	\$ 1,043,781	\$ 83,503
IEPA Loan	-	233,112	-	233,112	10,629
Compensated Absences	45,111	25,841	20,370	50,582	10,000
Net Pension Liability - IMRF*	81,744	-	81,744	-	-
TOTAL	\$ 1,254,139	\$ 258,953	\$ 185,617	\$ 1,327,475	\$ 104,132

* There is a Net Pension Asset for IMRF as of April 30, 2018 of \$203,639.

B. Debt Issues

The long-term debt of the City at April 30, 2018 is comprised of the following:

	Fund Retired by	Balance at April 30	Current Portion
General Obligation Alternate Revenue Bonds dated September 15, 2005, that bear interest at rates from 3.50% to 3.80% and mature in graduated amounts with final payment due December 1, 2020. The total bonds issued were \$1,250,000 with the total amount used to purchase a building to be used as a City Hall and Police Facility. The 2005 bonds will be paid by the Debt Service Fund.	Debt Service Fund	\$ 375,000	\$ 125,000
General Obligation Alternate Revenue Bonds dated October 5, 2010, that bear interest at rates from 2.00% to 4.50% and mature in graduated amounts with final payment due December 15, 2020. Total bonds issued were \$550,000 with the total amount to be used for street improvements. The 2005 bonds will be paid by the Debt Service Fund.	Debt Service Fund	185,000	59,000

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

7. LONG-TERM DEBT (Continued)

B. Debt Issues (Continued)

	Fund Retired by	Balance at April 30	Current Portion
The Illinois Environmental Protection Agency (IEPA) authorized an installment loan of \$2,149,961 on December 16, 2009 and modified on March 11, 2011, to be repaid over 20 years at 0% interest. \$1,053,253 was funded by the American Recovery and Reinvestment Act (ARRA) and the balance by the United States Environmental Protection Agency (USEPA). One-half of the ARRA funds (\$526,627) have been forgiven and one-half will be repaid to the IEPA. The funds provided by the USEPA are required to be repaid to the IEPA.	Water and Sewer Fund	\$ 1,043,781	\$ 83,503
IEPA #L175459 Loan Payable of 2017 - due in semiannual installments including interest at 1.64% through October 10, 2037.	Water and Sewer Fund	233,112	10,629
TOTAL		<u>\$ 1,836,893</u>	<u>\$ 278,132</u>

Debt service to maturity for long-term liabilities payable from the Debt Service Fund is as follows:

Fiscal Year Ending April 30,	Governmental Activities			
	2005 General Obligation Alternate Revenue Bonds		2010 General Obligation Alternate Revenue Bonds	
	Principal	Interest	Principal	Interest
2019	\$ 125,000	\$ 14,250	\$ 59,000	\$ 7,875
2020	125,000	9,500	62,000	5,515
2021	125,000	4,750	64,000	2,880
TOTAL	<u>\$ 375,000</u>	<u>\$ 28,500</u>	<u>\$ 185,000</u>	<u>\$ 16,270</u>

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

7. LONG-TERM DEBT (Continued)

B. Debt Issues (Continued)

Debt service to maturity for long-term liabilities payable from the Water and Fund is as follows:

Fiscal Year Ending April 30,	Business-Type Activities			
	IEPA Installment Loan		IEPA Loan	
	Principal	Interest	Principal	Interest
2019	\$ 83,503	\$ -	\$ 10,629	\$ 3,375
2020	83,503	-	10,385	3,606
2021	83,503	-	10,556	3,435
2022	83,503	-	10,730	3,261
2023	83,503	-	10,906	3,085
Thereafter	626,266	-	179,906	22,971
TOTAL	\$ 1,043,781	\$ -	\$ 233,112	\$ 39,733

C. Legal Debt Margin

A computation of the legal debt margin of the City as of April 30, 2018 is as follows:

Assessed Valuation - 2017	<u>\$ 78,140,007</u>
Legal Debt Limit of 8.625% of Assessed Valuation	\$ 6,739,576
Less General Obligation Debt General Obligation Bonds	<u>560,000</u>
LEGAL DEBT MARGIN	<u>\$ 6,179,576</u>

D. Alternate Revenue Bonds

The City issued series 2005 General Obligation Alternate Revenue Bonds to purchase a building to be used as a City Hall and Police Facility. These bonds are payable from the City's utility tax revenues and are being repaid by the Debt Service Fund. The bond ordinance requires the City to have 1.25 times the annual debt service on the bonds in order to abate the property tax that also secures the bonds. The total interest and principal remaining to be paid on the bonds is \$403,500, with the pledge expiring December 2021, when the bonds are paid off. During the current fiscal year, the pledge of utility taxes of \$178,529 was 52.10% of total utility tax revenues.

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

7. LONG-TERM DEBT (Continued)

D. Alternate Revenue Bonds (Continued)

The City issued series 2010 General Obligation Alternate Revenue Bonds for financing roadway improvement projects. These bonds are payable from motor fuel tax monies received from the State of Illinois and utility tax revenues, and are being repaid by the Debt Service Fund. The bond ordinance requires the City to have 1.25 times the annual debt service on the bonds in order to abate the property tax that also secures the bonds. The total interest and principal remaining to be paid on the bonds is \$201,270 with the pledge expiring December 2020, when the bonds are paid off. During the current fiscal year, the pledge of utility taxes of \$86,173 was 25.20% of total utility tax revenues.

8. INTERFUND ACCOUNTS

Due From/To Other Funds at April 30, 2018 consist of the following:

Fund	Due From	Due To
General	\$ 95,313	\$ 49
Water Operating Fund	-	47,686
CDAP Loan	49	-
Nonmajor Governmental	67,013	114,640
TOTAL ALL FUNDS	\$ 162,375	\$ 162,375

The purposes of significant interfund transactions are as follows:

Interfund accounts as of April 30, 2018 represent temporary cash advances and were all paid back within 30 days after fiscal year end.

Interfund transfers during the year ended April 30, 2018 consisted of the following:

Fund	Transfers In	Transfers Out
Utility Tax	\$ -	\$ 135,000
Nonmajor Governmental		
Debt Service	202,013	-
Motor Fuel Tax	-	67,013
TOTAL ALL FUNDS	\$ 202,013	\$ 202,013

8. INTERFUND ACCOUNTS (Continued)

The purposes of significant interfund transfers are as follows:

The transfer of \$135,000 from the Utility Tax Fund and \$67,013 from the Motor Fuel Tax Fund to the Debt Service Fund was to provide resources for principal and interest amounts payable from governmental funds for the 2005 Series and 2010 Series General Obligation Alternate Revenue Bonds. None of the above transfers will be repaid.

9. CONTINGENT LIABILITIES

A. Litigation

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

B. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

10. TAX ABATEMENTS

The City entered into an economic development agreement with the owners of a local car dealership on June 6, 2016, to provide economic development incentives to operate their business in the City. The business started operations on July 1, 2016. The City agreed to reimburse the owners 50% of municipal sales tax receipts generated by the new business. The reimbursements will be paid over a period of 15 years. As of April 30, 2018, the City has paid \$157,061 in incentives.

11. OTHER POSTEMPLOYMENT BENEFITS

The City has evaluated its potential other postemployment benefits liability. The City provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the City are required to pay 100% of the current premium. However, no former employees have chosen to stay on the City's health insurance plan. Therefore, there has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting By Employers for Postemployment Benefits Other Than Pensions*. Additionally, the City had no former employees for whom the City was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the City has not recorded any postemployment benefit liability as of April 30, 2018.

12. DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. Neither of the pension plans issue separate reports on the pension plans. However, 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 by writing to Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.imrf.org.

A. Plan Description

Illinois Municipal Retirement Fund

Plan Administration

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

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

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Illinois Municipal Retirement Fund (Continued)

Plan Membership

At December 31, 2017, IMRF membership consisted of:

Inactive Employees or their Beneficiaries	
Currently Receiving Benefits	21
Inactive Employees Entitled to but not yet Receiving Benefits	10
Active Employees	14
	<hr/>
TOTAL	45
	<hr/>

Benefits Provided

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

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 for the year ended December 31, 2017 and 2018 was 8.59% and 9.85%, respectively of covered payroll.

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The City's net pension liability was measured as of December 31, 2017 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, 2017
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Price Inflation	2.50%
Salary Increases	3.39% to 14.25%
Investment Rate of Return	7.50%
Asset Valuation Method	Market Value of Assets

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

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

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. 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 IMRF'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.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2017	\$ 4,947,902	\$ 4,813,896	\$ 134,006
Changes for the Period			
Service Cost	77,554	-	77,554
Interest	364,290	-	364,290
Difference Between Expected and Actual Experience	152,156	-	152,156
Assumption Changes	(154,342)	-	(154,342)
Employer Contributions	-	62,790	(62,790)
Employee Contributions	-	32,893	(32,893)
Net Investment Income	-	876,381	(876,381)
Benefit Payments and Refunds	(258,970)	(258,970)	-
Other (Net Transfer)	-	(64,565)	64,565
Net Changes	180,688	648,529	(467,841)
BALANCES AT DECEMBER 31, 2017	\$ 5,128,590	\$ 5,462,425	\$ (333,835)

Changes in assumptions related to price inflation, salary increases, retirement age and mortality rates were made in 2017.

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

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended April 30, 2018, the City recognized pension expense of \$47,518.

At April 30, 2018, 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
Differences Between Expected and Actual Experience	\$ 95,407	\$ 5,185
Assumption Changes	-	96,777
Net Difference Between Projected and Actual		
Earnings on Pension Plan Investments	-	270,509
Employer Contributions After the Measurement Date	19,428	-
	<hr/>	<hr/>
TOTAL	\$ 114,835	\$ 372,471

\$19,428 reported as deferred outflows of pensions result from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Fiscal Year Ending April 30,	
<hr/>	
2019	\$ (39,103)
2020	(33,654)
2021	(99,532)
2022	(104,775)
	<hr/>
TOTAL	\$ (277,064)

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Illinois Municipal Retirement Fund (Continued)

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 pension liability (asset) of the City calculated using the discount rate of 7.50% 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 (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability (Asset)	\$ 257,487	\$ (333,835)	\$ (832,744)

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. A separate report is not issued for the Police Pension 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 and benefits and refunds are recognized as an expense and liability when due and payable.

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

Plan Membership

At April 30, 2018, the measurement date, membership consisted of:

Inactive Employees or Their Beneficiaries	
Currently Receiving Benefits	4
Inactive Employees Entitled to but not yet Receiving Benefits	-
Active Employees	6
	<hr/>
TOTAL	10
	<hr/>

Benefits Provided

The Police Pension Plan provides retirement benefits through two tiers of 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 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 average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police 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).

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

Benefits Provided (Continued)

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 preceding calendar year.

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the City has until the year 2040 to fund 90% of the past service costs for the Police Pension Plan. For the year ended April 30, 2018, the City's contribution was 88.52% 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 can invest in the same securities as the City, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions (rated Aa or better), Illinois insurance company general and separate accounts, equity mutual funds, and equity securities. During the year, no changes to the investment policy were approved by the Board of Trustees.

The Fund's actuary has established the following expected rates of return:

Asset Class	Target Allocations	Long-Term Expected Real Rate of Return
Domestic Equity	10.00%	6.70%
Fixed Income	90.00%	1.60%
Cash and Cash Equivalents	0.00%	0.10%

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation.

Investment Concentrations

Concentration of credit risk is the risk that the Fund has a high percentage of their investments invested in one type of investment. The Fund's investment policy requires diversification of investments to avoid unreasonable risk but does not contain any specific diversification targets. 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 April 30, 2018, the annual money-weighted rate of return on pension plan investments as calculated by the Fund's Treasurer, net of pension plan investment expense, was 1.09%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for 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 policies do not require pledging of collateral for all bank balances in excess of the federal depository insurance, since flow-through FDIC insurance is available for the Fund's deposits with financial institutions.

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

Interest Rate Risk

Interest rate risk is the risk that change 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 within a one-year period. The investment policy does not limit the maximum maturity length of investments in the Fund. The Fund had no debt securities as of April 30, 2018.

The Fund has the following recurring fair value measurements as of April 30, 2018. The equity mutual funds are valued using quoted prices (Level 1 inputs).

Credit Risk

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 securities that are covered by FDIC insurance.

Custodial Credit Risk

Custodial credit risk for the investments is the risk that, in the event of 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 investment held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name. The money market mutual funds and equity mutual funds are not subject to custodial credit risk.

Discount Rate

The discount rate used to measure the total pension liability was 5%. 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 Fund'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 GENOA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2017	\$ 6,358,682	\$ 1,804,567	\$ 4,554,115
Changes for the Period			
Service Cost	151,836	-	151,836
Interest	313,657	-	313,657
Differences Between Expected and Actual Experience	7,311	-	7,311
Changes in Assumptions	-	-	-
Employer Contributions	-	353,000	(353,000)
Employee Contributions	-	39,799	(39,799)
Net Investment Income	-	52,411	(52,411)
Benefit Payments and Refunds	(171,096)	(171,096)	-
Administrative Expense	-	(4,780)	4,780
Net Changes	301,708	269,334	32,374
BALANCES AT APRIL 30, 2018	\$ 6,660,390	\$ 2,073,901	\$ 4,586,489

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2018 using the following actuarial methods and assumptions:

Actuarial Valuation Date	April 30, 2018
Actuarial Cost Method	Entry-Age Normal
Assumptions	
Price Inflation	2.50%
Salary Increases	4.00% to 6.89%
Investment Rate of Return	5.00%
Asset Valuation Method	Market Value of Assets

Mortality rates are based on the assumption study prepared by Lauterbach & Amen, LLP in 2017. The table combines observed experience of Illinois Police Officers with the RP-2014 mortality table for blue collar workers. Mortality improvements have been made to five years past the valuation date.

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 5% 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%) or 1 percentage point higher (6%) than the current rate.

	1% Decrease (4%)	Current Discount Rate (5%)	1% Increase (6%)
Net Pension Liability	\$ 5,853,507	\$ 4,586,489	\$ 3,594,080

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

12. DEFINED BENEFIT PENSION PLANS (Continued)

A. Plan Description (Continued)

Police Pension Plan (Continued)

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

For the year ended April 30, 2018, the City recognized police pension expense of \$523,817. At April 30, 2018, 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
Differences Between Expected and Actual Experience	\$ 159,054	\$ -
Changes in Assumptions	913,671	26,475
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	73,895	-
TOTAL	\$ 1,146,620	\$ 26,475

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:

Fiscal Year Ending April 30,	
2019	\$ 188,995
2020	188,995
2021	179,866
2022	172,851
2023	164,203
Thereafter	225,235
TOTAL	\$ 1,120,145

REQUIRED SUPPLEMENTARY INFORMATION

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

For the Year Ended April 30, 2018
(with comparative actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$ 1,491,240	\$ 1,491,240	\$ 1,520,334	\$ 1,960,012
Licenses and Permits	37,300	37,300	63,991	39,941
Franchise Fees	63,500	63,500	64,397	68,729
Intergovernmental Revenue	692,100	692,100	655,611	661,746
Service Charges	425,900	425,900	427,835	411,915
Fines and Forfeits	50,500	50,500	48,136	52,458
Investment Income	3,500	3,500	12,389	6,028
Miscellaneous	94,760	94,760	96,125	193,903
Total Revenues	2,858,800	2,858,800	2,888,818	3,394,732
EXPENDITURES				
Current				
General Government	455,260	455,260	449,395	737,567
Public Safety	1,424,030	1,424,030	1,416,616	1,491,243
Highways and Streets	553,030	553,030	565,901	548,773
Sanitation	425,850	428,180	428,171	412,429
Total Expenditures	2,858,170	2,860,500	2,860,083	3,190,012
NET CHANGE IN FUND BALANCE	\$ 630	\$ (1,700)	28,735	204,720
FUND BALANCE, MAY 1			1,182,341	977,621
FUND BALANCE, APRIL 30			\$ 1,211,076	\$ 1,182,341

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018
(with comparative actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Investment Income	\$ 250	\$ 250	\$ 245	\$ 245
Investment Income - Loan Interest	-	-	7,578	9,064
Miscellaneous				
Loan Principal Payments	36,760	36,760	-	-
Total Revenues	37,010	37,010	7,823	9,309
EXPENDITURES				
Current				
General Government	3,700	3,700	3,697	4,194
Miscellaneous	100,000	100,000	-	-
Total Expenditures	103,700	103,700	3,697	4,194
NET CHANGE IN FUND BALANCE	\$ (66,690)	\$ (66,690)	4,126	5,115
FUND BALANCE, MAY 1			667,016	645,512
Prior Period Adjustment			-	16,389
FUND BALANCE, MAY 1, RESTATED			667,016	661,901
FUND BALANCE, APRIL 30			\$ 671,142	\$ 667,016

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

Last Three Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2016	2017	2018
Actuarially Determined Contribution	\$ 56,152	\$ 65,479	\$ 62,623
Contributions in Relation to the Actuarially Determined Contribution	56,152	65,479	62,623
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -
Covered-Employee Payroll	\$ 611,755	\$ 693,944	\$ 730,064
Contributions as a Percentage of Covered-Employee Payroll	9.18%	9.44%	8.58%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuation as of January 1 of the prior calendar 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 3.75% to 14.50% compounded annually and postretirement benefit increases of 3.00% compounded annually.

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.

CITY OF GENOA, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND**

Last Ten Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Actuarially Determined Contribution	\$ 116,477	\$ 134,462	\$ 125,682	\$ 199,994	\$ 206,101	\$ 207,917	\$ 206,688	\$ 221,541	\$ 331,314	\$ 352,590
Contributions in Relation to the Actuarially Determined Contribution	116,477	134,462	125,682	161,840	168,800	179,120	206,688	221,541	331,300	353,000
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ 38,154	\$ 37,301	\$ 28,797	\$ -	\$ -	\$ 14	\$ (410)
Covered-Employee Payroll	\$ 508,626	\$ 466,394	\$ 393,122	\$ 401,210	\$ 344,991	\$ 394,731	\$ 403,423	\$ 462,611	\$ 541,989	\$ 398,771
Contributions as a Percentage of Covered-Employee Payroll	22.90%	28.83%	31.97%	40.34%	48.93%	45.38%	51.23%	47.89%	61.13%	88.52%

Additional information as of the latest actuarial valuation is as follows: the salary progression is 5% per year, compounded annually; the investment rate of return is 5%; the actuarial value of assets is smoothed market value; and postretirement benefit increases of 3% compounded annually.

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

Last Three Calendar Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017
TOTAL PENSION LIABILITY			
Service Cost	\$ 73,709	\$ 71,472	\$ 77,554
Interest	348,323	352,182	364,290
Differences Between Expected and Actual Experience	(142,251)	(18,183)	152,156
Assumption Changes	-	-	(154,342)
Benefit Payments, Including Refunds	(219,219)	(235,194)	(258,970)
Net Change in Total Pension Liability	60,562	170,277	180,688
Total Pension Liability - Beginning	4,717,063	4,777,625	4,947,902
TOTAL PENSION LIABILITY - ENDING	\$ 4,777,625	\$ 4,947,902	\$ 5,128,590
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	\$ 60,084	\$ 64,457	\$ 62,790
Contributions - Member	27,529	29,448	32,893
Net Investment Income	24,021	316,861	876,381
Benefit Payments, Including Refunds	(219,219)	(235,194)	(258,970)
Administrative Expense	(110,502)	(13,611)	(64,565)
Net Change in Plan Fiduciary Net Position	(218,087)	161,961	648,529
Plan Fiduciary Net Position - Beginning	4,870,022	4,651,935	4,813,896
PLAN FIDUCIARY NET POSITION - ENDING	\$ 4,651,935	\$ 4,813,896	\$ 5,462,425
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 125,690	\$ 134,006	\$ (333,835)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.37%	97.29%	106.51%
Covered-Employee Payroll	\$ 611,755	\$ 654,398	\$ 730,961
Employer's Net Pension Liability (Asset) as a Percentage of Covered-Employee Payroll	20.55%	20.48%	(45.67%)

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 GENOA, ILLINOIS

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

Last Four Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2015	2016	2017	2018
TOTAL PENSION LIABILITY				
Service Cost	\$ 138,137	\$ 148,190	\$ 148,463	\$ 151,836
Interest	249,269	210,402	294,537	313,657
Changes of Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	(18,184)	80,421	125,927	7,311
Changes of Assumptions and Cost Method	421,540	1,347,378	(34,009)	-
Benefit Payments, Including Refunds	(76,826)	(73,462)	(133,943)	(171,096)
Net Change in Total Pension Liability	713,936	1,712,929	400,975	301,708
Total Pension Liability - Beginning	3,530,842	4,244,778	5,957,707	6,358,682
TOTAL PENSION LIABILITY - ENDING	\$ 4,244,778	\$ 5,957,707	\$ 6,358,682	\$ 6,660,390
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	\$ 206,688	\$ 221,541	\$ 331,300	\$ 353,000
Contributions - Member	39,117	41,473	40,648	39,799
Net Investment Income	36,955	24,864	47,017	52,411
Benefit Payments, Including Refunds	(76,826)	(73,462)	(133,943)	(171,096)
Administrative Expense	(3,843)	(5,292)	(7,235)	(4,780)
Net Change in Plan Fiduciary Net Position	202,091	209,124	277,787	269,334
Plan Fiduciary Net Position - Beginning	1,115,565	1,317,656	1,526,780	1,804,567
PLAN FIDUCIARY NET POSITION - ENDING	\$ 1,317,656	\$ 1,526,780	\$ 1,804,567	\$ 2,073,901
EMPLOYER'S NET PENSION LIABILITY	\$ 2,927,122	\$ 4,430,927	\$ 4,554,115	\$ 4,586,489
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	31.04%	25.63%	28.38%	31.14%
Covered-Employee Payroll	\$ 403,423	\$ 462,611	\$ 541,989	\$ 398,771
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	725.57%	957.81%	840.26%	1,150.16%

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.

Change in assumptions for 2014 to 2015, 2015 to 2016 and from 2016 to 2017 relates to mortality rates.

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND**

Last Four Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2015	2016	2017	2018
Annual Money-Weighted Rate of Return	3.40%	2.85%	3.08%	1.09%
Net of Investment Expense				

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 GENOA, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2018

BUDGETS

Budgets are adopted on a basis consistent with GAAP, except for the proprietary funds which adopt a current financial resources measurement focus budget in that depreciation is not budgeted and capital outlay is budgeted. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, Enterprise, and Internal Service Funds. All annual appropriations lapse at fiscal year end. As a management and planning tool, budgets are also prepared for the Pension Trust Fund.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget officer is authorized to transfer amounts between departments within any fund; however, any revisions that alter total expenditures of any fund must be approved by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level. One budget amendment was made during the current year.

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

MAJOR GOVERNMENTAL FUNDS

General Fund - to account for all financial resources of the general government, except those accounted for in another fund.

CDAP Loan Fund - to account for the original grant revenue received from the State of Illinois and the related principal and interest payments of loans to provide assistance to businesses in the City.

Utility Tax Fund - to account for certain activities involved with street maintenance projects and the acquisition and financing of certain general capital assets. Financing is provided by 50% of a utility tax on electric, natural gas, and telecommunications, a portion of the Video Gaming Tax and various State and Federal Grants.

CITY OF GENOA, ILLINOIS

COMPARATIVE BALANCE SHEET BY ACCOUNT

GENERAL FUND

For the Year Ended April 30, 2018
(with comparative actual for 2017)

	2018			
	General	Refuse		
	Account	Disposal	Total	2017
	Account	Account		
ASSETS				
Cash and Investments	\$ 975,905	\$ 3,841	\$ 979,746	\$ 881,827
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)				
Property Taxes	718,210	-	718,210	700,000
Utility Taxes	9,775	-	9,775	9,144
Accounts	42,260	41,498	83,758	69,881
Due from Other Governments	171,955	-	171,955	240,395
Due from Other Funds	95,313	-	95,313	99,898
Prepaid Items	11,656	-	11,656	11,060
TOTAL ASSETS	\$ 2,025,074	\$ 45,339	\$ 2,070,413	\$ 2,012,205
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 49,706	\$ 34,230	\$ 83,936	\$ 79,493
Accrued Payroll	37,537	-	37,537	34,461
Unearned Revenues	19,605	-	19,605	15,910
Due to Other Funds	49	-	49	-
Total Liabilities	106,897	34,230	141,127	129,864
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Taxes	718,210	-	718,210	700,000
Total Deferred Inflows of Resources	718,210	-	718,210	700,000
Total Liabilities and Deferred Inflows of Resources	825,107	34,230	859,337	829,864
FUND BALANCES				
Nonspendable				
Prepaid Items	11,656	-	11,656	11,060
Assigned				
Refuse Disposal	-	11,109	11,109	11,445
Unassigned	1,188,311	-	1,188,311	1,159,836
Total Fund Balances	1,199,967	11,109	1,211,076	1,182,341
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 2,025,074	\$ 45,339	\$ 2,070,413	\$ 2,012,205

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BY ACCOUNT**

GENERAL FUND

For the Year Ended April 30, 2018
(with comparative actual for 2017)

	2018				2017			
	General Account	Refuse Disposal Account	Eliminations	Total	General Account	Refuse Disposal Account	Eliminations	Total
REVENUES								
Taxes	\$ 1,520,334	\$ -	\$ -	\$ 1,520,334	\$ 1,960,012	\$ -	\$ -	\$ 1,960,012
Licenses and Permits	63,991	-	-	63,991	39,941	-	-	39,941
Franchise Fees	64,397	-	-	64,397	68,729	-	-	68,729
Intergovernmental Revenue	655,611	-	-	655,611	661,746	-	-	661,746
Service Charges	-	427,835	-	427,835	-	411,915	-	411,915
Fines and Forfeits	48,136	-	-	48,136	52,458	-	-	52,458
Investment Income	12,389	-	-	12,389	6,028	-	-	6,028
Miscellaneous	96,125	-	-	96,125	193,903	-	-	193,903
Total Revenues	2,460,983	427,835	-	2,888,818	2,982,817	411,915	-	3,394,732
EXPENDITURES								
Current								
General Government	449,395	-	-	449,395	737,567	-	-	737,567
Public Safety	1,416,616	-	-	1,416,616	1,491,243	-	-	1,491,243
Highways and Streets	565,901	-	-	565,901	548,773	-	-	548,773
Sanitation	-	428,171	-	428,171	-	412,429	-	412,429
Total Expenditures	2,431,912	428,171	-	2,860,083	2,777,583	412,429	-	3,190,012
NET CHANGE IN FUND BALANCES	29,071	(336)	-	28,735	205,234	(514)	-	204,720
FUND BALANCES, MAY 1	1,170,896	11,445	-	1,182,341	965,662	11,959	-	977,621
FUND BALANCES, APRIL 30	\$ 1,199,967	\$ 11,109	\$ -	\$ 1,211,076	\$ 1,170,896	\$ 11,445	\$ -	\$ 1,182,341

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL ACCOUNT**

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes				
Property Taxes	\$ 700,000	\$ 700,000	\$ 698,671	\$ 685,839
Sales Tax	615,000	615,000	655,565	1,100,198
Utility Taxes	173,000	173,000	161,733	171,208
Video Gaming Taxes	3,240	3,240	4,365	2,767
Total Taxes	1,491,240	1,491,240	1,520,334	1,960,012
Licenses and Permits				
Liquor Licenses	15,500	15,500	19,420	14,900
Animal Licenses	-	-	-	40
Other Licenses	1,500	1,500	2,330	1,565
Building Permits	17,500	17,500	38,063	19,035
Building/Plan Review	2,500	2,500	4,178	4,401
Other Permit Fees	300	300	-	-
Total Licenses and Permits	37,300	37,300	63,991	39,941
Franchise Fees				
Cable TV Franchise	55,000	55,000	57,484	60,580
Nicor Gas Franchise	8,500	8,500	6,913	8,149
Total Franchise Fees	63,500	63,500	64,397	68,729
Intergovernmental Revenue				
State Income Tax	524,500	524,500	470,911	490,867
State Personal Property Replacement Tax	33,400	33,400	33,102	40,612
State Use Tax	131,300	131,300	134,712	126,878
State Gaming Taxes	900	900	886	990
IDOT Traffic Signal Reimbursement	2,000	2,000	-	2,399
IDOT Sycamore St. Reimbursement	-	-	16,000	-
Total Intergovernmental Revenue	692,100	692,100	655,611	661,746

(This schedule is continued on the following page.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL ACCOUNT

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES (Continued)				
Service Charges				
Water Administrative Charges	\$ 95,000	\$ 95,000	\$ 95,000	\$ 95,000
Refuse Administrative Charges	13,000	13,000	13,500	12,500
CDAP Administrative Charges	3,700	3,700	3,697	4,194
SSA Maintenance	10,000	10,000	9,044	8,640
Mowing Reimbursements	200	200	-	202
Reclassify Administrative Service Charges	(121,900)	(121,900)	(121,241)	(120,536)
Total Service Charges	-	-	-	-
Fines and Forfeitures				
Circuit Court	16,000	16,000	15,141	16,214
Court Fines - DUI	2,500	2,500	2,500	3,500
Local Fines	26,500	26,500	19,995	24,344
Towing Fines	5,500	5,500	10,500	8,400
Total Fines and Forfeits	50,500	50,500	48,136	52,458
Investment Income	3,500	3,500	12,389	6,028
Miscellaneous				
Rental Income	72,960	72,960	75,192	77,880
Police Training Reimbursements	9,600	9,600	9,666	-
Police Program Reimbursements	4,600	4,600	4,596	4,596
Police K-9 Program	500	500	1,510	750
Other Reimbursements	5,100	5,100	3,862	109,522
Other Income	2,000	2,000	1,299	1,155
Total Miscellaneous	94,760	94,760	96,125	193,903
TOTAL REVENUES	\$ 2,432,900	\$ 2,432,900	\$ 2,460,983	\$ 2,982,817

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
GENERAL GOVERNMENT				
Administration and Finance				
Personal Services				
Salaries	\$ 168,910	\$ 168,910	\$ 163,875	\$ 147,366
Employee Benefits	51,350	51,350	43,338	44,224
Total Personal Services	220,260	220,260	207,213	191,590
Contractual Services				
Travel and Training	6,300	6,300	5,489	5,787
Repairs and Maintenance	1,500	1,500	225	225
Professional	70,200	70,200	95,741	93,803
Telephone	6,000	6,000	4,037	5,049
Insurance	7,320	7,320	5,506	6,781
Other Contractual Services	5,700	5,700	4,917	5,811
Total Contractual Services	97,020	97,020	115,915	117,456
Commodities and Supplies				
Office	3,800	3,800	4,369	3,417
Other	2,250	2,250	1,276	2,387
Total Commodities and Supplies	6,050	6,050	5,645	5,804
Miscellaneous				
Community Relations	3,500	3,500	1,815	3,478
Other Charges	11,700	11,700	15,271	14,992
Total Miscellaneous	15,200	15,200	17,086	18,470
Reclassification of Service Charges				
Administrative Service Charges	(111,700)	(111,700)	(112,197)	(111,694)
Total Reclassification of Service Charges	(111,700)	(111,700)	(112,197)	(111,694)
Total Administration and Finance	226,830	226,830	233,662	221,626
Community Development				
Personal Services				
Salaries	10,400	10,400	8,750	8,860
Employee Benefits	800	800	975	834
Total Personal Services	11,200	11,200	9,725	9,694

(This schedule is continued on the following pages.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)				
Community Development (Continued)				
Contractual Services				
Travel and Training	\$ 950	\$ 950	\$ 500	\$ 700
Telephone	1,200	1,200	1,448	1,082
Internal Service Charges	1,800	1,800	1,800	1,800
Insurance	7,360	7,360	4,894	6,756
Administrative Services	26,500	26,500	30,550	26,820
Professional	2,000	2,000	7,882	2,025
Building Inspection	-	-	1,202	-
Total Contractual Services	39,810	39,810	48,276	39,183
Commodities and Supplies				
Publications	150	150	226	-
Office	250	250	17	81
Total Commodities and Supplies	400	400	243	81
Miscellaneous				
Community Relations	4,900	4,900	7,030	4,519
Other Charges	500	500	420	1,188
Total Miscellaneous	5,400	5,400	7,450	5,707
Total Community Development	56,810	56,810	65,694	54,665
Municipal Building				
Personal Services				
Salaries	3,900	3,900	4,012	3,853
Employee Benefits	400	400	359	370
Total Personal Services	4,300	4,300	4,371	4,223
Contractual Services				
Repairs and Maintenance	19,100	19,100	17,436	10,224
Public Utility	14,000	14,000	17,826	15,186
Professional Services	500	500	3,041	-
Insurance	7,320	7,320	4,894	6,756
Building Maintenance Services	15,000	15,000	11,906	13,759
Total Contractual Services	55,920	55,920	55,103	45,925

(This schedule is continued on the following pages.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
GENERAL GOVERNMENT (Continued)				
Municipal Building				
Commodities and Supplies				
Other Supplies	\$ 900	\$ 900	\$ 729	\$ 586
Total Commodities and Supplies	900	900	729	586
Total Municipal Building	61,120	61,120	60,203	50,734
Total General Government	344,760	344,760	359,559	327,025
PUBLIC SAFETY				
Police Department				
Personal Services				
Salaries	590,860	590,860	606,317	623,100
Employee Benefits	501,910	501,910	495,252	534,767
Total Personal Services	1,092,770	1,092,770	1,101,569	1,157,867
Contractual Services				
Travel and Training	4,900	4,900	4,725	9,410
Repairs and Maintenance	6,250	6,250	7,085	9,194
Professional	16,500	16,500	18,070	16,537
Telephone	12,000	12,000	12,767	11,339
Internal Service Charges	30,000	30,000	30,000	30,000
Dispatching	155,000	155,000	158,336	159,330
Insurance	66,510	66,510	46,495	61,270
K-9 Program	1,500	1,500	900	1,143
Other Contractual Services	6,010	6,010	4,551	5,197
Total Contractual Services	298,670	298,670	282,929	303,420
Commodities and Supplies				
Operating	1,900	1,900	1,849	1,654
Automotive Fuel and Oil	14,000	14,000	14,896	13,789
Office	2,500	2,500	1,466	2,061
Range	3,500	3,500	3,318	3,262
Other	8,690	8,690	8,319	7,245
Total Commodities and Supplies	30,590	30,590	29,848	28,011

(This schedule is continued on the following pages.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
PUBLIC SAFETY (Continued)				
Police Department (Continued)				
Miscellaneous				
Community Relations	\$ 300	\$ 300	\$ 434	\$ -
Other Charges	1,700	1,700	1,836	1,945
Total Miscellaneous	2,000	2,000	2,270	1,945
Total Police Department	1,424,030	1,424,030	1,416,616	1,491,243
Total Public Safety	1,424,030	1,424,030	1,416,616	1,491,243
HIGHWAYS AND STREETS				
Street Department				
Personal Services				
Salaries	196,580	196,580	209,469	187,820
Employee Benefits	63,050	63,050	53,389	53,144
Total Personal Services	259,630	259,630	262,858	240,964
Contractual Services				
Travel and Training	1,950	1,950	3,216	2,334
Repairs and Maintenance	88,500	88,500	79,386	102,805
Street Lighting	66,700	66,700	77,932	63,754
Public Utilities	6,640	6,640	6,177	6,684
Professional	3,000	3,000	22,188	4,878
Telephone	4,700	4,700	5,103	4,324
Internal Service Charges	40,000	40,000	40,000	40,000
Insurance	30,720	30,720	20,801	28,270
Mosquito Control	6,690	6,690	6,940	5,643
Other Contractual Services	2,450	2,450	1,918	2,147
Total Contractual Services	251,350	251,350	263,661	260,839
Commodities and Supplies				
Operating	9,000	9,000	4,436	8,128
Automotive Fuel and Oil	14,000	14,000	21,149	13,326
Chemicals	350	350	144	1,109
Street Maintenance Supplies	17,500	17,500	15,885	18,852
Salt and Snow Control	2,500	2,500	58	3,508
Forestry	7,000	7,000	5,343	9,142
Other	1,900	1,900	1,411	1,747
Total Commodities and Supplies	52,250	52,250	48,426	55,812

(This schedule is continued on the following page.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
HIGHWAYS AND STREETS (Continued)				
Street Department (Continued)				
Reclassification of Service Charges				
River Bend SSA Maintenance	\$ (10,000)	\$ (10,000)	\$ (9,044)	\$ (8,640)
Mowing Reimbursements	(200)	(200)	-	(202)
Total Reclassification of Service Charges	(10,200)	(10,200)	(9,044)	(8,842)
Total Street Department	553,030	553,030	565,901	548,773
Total Highways and Streets	553,030	553,030	565,901	548,773
NONDEPARTMENTAL				
Miscellaneous				
Liability Claims	-	-	-	25,000
Sales Tax Incentives	100,000	100,000	77,548	328,111
River Bend Legal and Engineering	10,000	10,000	11,888	15,638
RTA Legal Services	-	-	-	21,979
IMLRMA Legal Services	-	-	-	18,512
NIGEAC Legal Services	500	500	400	1,302
Total Nondepartmental	110,500	110,500	89,836	410,542
TOTAL EXPENDITURES	\$ 2,432,320	\$ 2,432,320	\$ 2,431,912	\$ 2,777,583

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
REFUSE DISPOSAL ACCOUNT**

For the Year Ended April 30, 2018
(with comparative actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Service Charges				
Garbage Service Fees	\$ 425,900	\$ 425,900	\$ 427,835	\$ 411,915
Total Revenues	425,900	425,900	427,835	411,915
EXPENDITURES				
Current				
Sanitation				
Garbage Disposal	412,350	414,680	414,671	399,929
Administrative Service Charge	13,500	13,500	13,500	12,500
Total Expenditures	425,850	428,180	428,171	412,429
NET CHANGE IN FUND BALANCE	\$ 50	\$ (2,280)	(336)	(514)
FUND BALANCE, MAY 1			11,445	11,959
FUND BALANCE, APRIL 30			\$ 11,109	\$ 11,445

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes				
Utility Taxes	\$ 173,000	\$ 173,000	\$ 161,733	\$ 171,208
Video Gaming Tax	29,160	29,160	39,288	26,451
Intergovernmental Revenues	-	-	6,669	-
Investment Income	-	-	223	-
Total Revenues	202,160	202,160	207,913	197,659
EXPENDITURES				
Current				
General Government	48,500	48,500	10,029	9,933
Public Safety	4,000	4,000	2,684	-
Highways and Streets	13,500	13,500	34,984	15,115
Capital Outlay				
Infrastructure	-	-	-	5,000
Equipment	-	-	-	5,671
Total Expenditures	66,000	66,000	47,697	35,719
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	136,160	136,160	160,216	161,940
OTHER FINANCING SOURCES (USES)				
Transfer to Debt Service Fund	(135,000)	(135,000)	(135,000)	(130,000)
Total Other Financing Sources (Uses)	(135,000)	(135,000)	(135,000)	(130,000)
NET CHANGE IN FUND BALANCE	\$ 1,160	\$ 1,160	25,216	31,940
FUND BALANCE, MAY 1			50,490	18,550
FUND BALANCE, APRIL 30			\$ 75,706	\$ 50,490

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

Road and Bridge Fund - to account for certain activities involved with street maintenance and other street related projects. Financing is provided by the City's share of the street and bridge property tax, investment income, and various State and Federal Grants.

Motor Fuel Tax Fund - to account for certain activities involved with street maintenance and other street related projects. Financing is provided by the City's share of motor fuel taxes collected by the State of Illinois, investment income, and other designated revenues.

Developers Contributions Fund - to account for contributions from developers to make certain capital improvements.

River Bend SSA Fund - to account for a special service tax to be used for the maintenance of public parks and open space in the River Bend subdivision.

Derby Estates SSA Fund - to account for a special service tax to be used for the maintenance of public property and open space in the Derby Estates subdivision.

Oak Creek Estates SSA Fund - to account for a special service tax to be used for the maintenance of public property and open space in the Oak Creek Estates subdivision.

Debt Service Fund - to account for the resources used to pay principal and interest on the City's general long-term debt.

CITY OF GENOA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2018

	Special Revenue Funds		
	Road and Bridge	Motor Fuel Tax	Developers Contributions
ASSETS			
Cash	\$ 132,813	\$ 116,316	\$ 165,776
Receivables			
Property Taxes	33,580	-	-
Due From Other Governments	-	11,888	-
Due From Other Funds	-	-	-
TOTAL ASSETS	\$ 166,393	\$ 128,204	\$ 165,776
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ -	\$ 2,674	\$ -
Due to Other Funds	-	67,013	-
Total Liabilities	-	69,687	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	33,580	-	-
Total Liabilities and Deferred Inflows of Resources	33,580	69,687	-
FUND BALANCES			
Restricted			
Highways and Streets	132,813	58,517	-
Capital Improvements	-	-	165,776
Special Service Areas	-	-	-
Unrestricted			
Assigned			
Debt Service	-	-	-
Total Fund Balances	132,813	58,517	165,776
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 166,393	\$ 128,204	\$ 165,776

Special Revenue Funds					
River Bend SSA	Derby Estates SSA	Oak Creek Estates SSA	Debt Service		Total
\$ 63,973	\$ 787	\$ 1,746	\$ -		\$ 481,411
60,460	6,800	3,140	-		103,980
-	-	-	-		11,888
-	-	-	67,013		67,013
\$ 124,433	\$ 7,587	\$ 4,886	\$ 67,013		\$ 664,292
\$ -	\$ -	\$ -	\$ -		\$ 2,674
-	-	-	47,627		114,640
-	-	-	47,627		117,314
60,460	6,800	3,140	-		103,980
60,460	6,800	3,140	47,627		221,294
-	-	-	-		191,330
-	-	-	-		165,776
63,973	787	1,746	-		66,506
-	-	-	19,386		19,386
63,973	787	1,746	19,386		442,998
\$ 124,433	\$ 7,587	\$ 4,886	\$ 67,013		\$ 664,292

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018

	Special Revenue Funds		
	Road and Bridge	Motor Fuel Tax	Developers Contributions
REVENUES			
Taxes	\$ 32,123	\$ -	\$ -
Intergovernmental Revenues	-	138,614	-
Investment Income	593	873	727
Miscellaneous	-	-	6,971
	<hr/>	<hr/>	<hr/>
Total Revenues	32,716	139,487	7,698
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
Current			
General Government	-	-	-
Highways and Streets	16,851	8,011	-
Capital Outlay	-	166,587	-
Debt Service			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	16,851	174,598	-
	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	15,865	(35,111)	7,698
	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers (Out)	-	(67,013)	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	(67,013)	-
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCES	15,865	(102,124)	7,698
	<hr/>	<hr/>	<hr/>
FUND BALANCES, MAY 1	116,948	160,641	158,078
	<hr/>	<hr/>	<hr/>
FUND BALANCES, APRIL 30	\$ 132,813	\$ 58,517	\$ 165,776
	<hr/>	<hr/>	<hr/>

Special Revenue Funds					
River Bend SSA	Derby Estates SSA	Oak Creek Estates SSA	Debt Service	Total	
\$ 55,818	\$ 6,440	\$ 2,051	\$ -	\$	96,432
-	-	-	-		138,614
346	11	9	-		2,559
-	-	-	-		6,971
56,164	6,451	2,060	-		244,576
42,421	-	-	-		42,421
9,849	5,725	1,559	-		41,995
-	-	-	-		166,587
-	-	-	177,000		177,000
-	-	-	29,792		29,792
52,270	5,725	1,559	206,792		457,795
3,894	726	501	(206,792)		(213,219)
-	-	-	202,013		202,013
-	-	-	-		(67,013)
-	-	-	202,013		135,000
3,894	726	501	(4,779)		(78,219)
60,079	61	1,245	24,165		521,217
\$ 63,973	\$ 787	\$ 1,746	\$ 19,386	\$	442,998

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes				
Property Taxes	\$ 32,150	\$ 32,150	\$ 32,123	\$ 33,008
Investment Income	50	50	593	1,195
Total Revenues	32,200	32,200	32,716	34,203
EXPENDITURES				
Current				
Highways and Streets				
Street Maintenance	40,000	40,000	16,851	12,868
Total Expenditures	40,000	40,000	16,851	12,868
NET CHANGE IN FUND BALANCE	\$ (7,800)	\$ (7,800)	15,865	21,335
FUND BALANCE, MAY 1			116,948	95,613
FUND BALANCE, APRIL 30			\$ 132,813	\$ 116,948

(See independent auditor's report.)

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

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Intergovernmental Revenues				
MFT Allocation	\$ 133,700	\$ 133,700	\$ 132,593	\$ 131,624
MFT Supplemental - High Growth	6,120	6,120	6,021	6,122
Investment Income	500	500	873	953
Total Revenues	140,320	140,320	139,487	138,699
EXPENDITURES				
Current				
Highways and Streets				
Street Maintenance	-	-	-	4,583
Street Maintenance Supplies	18,000	18,000	8,011	20,000
Capital Outlay				
Infrastructure	216,860	216,860	166,587	21,317
Total Expenditures	234,860	234,860	174,598	45,900
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(94,540)	(94,540)	(35,111)	92,799
OTHER FINANCING SOURCES (USES)				
Transfer to Debt Service Fund	(67,010)	(67,010)	(67,013)	(66,938)
Total Other Financing Sources (Uses)	(67,010)	(67,010)	(67,013)	(66,938)
NET CHANGE IN FUND BALANCE	<u>\$ (161,550)</u>	<u>\$ (161,550)</u>	(102,124)	25,861
FUND BALANCE, MAY 1			160,641	134,780
FUND BALANCE, APRIL 30			<u>\$ 58,517</u>	<u>\$ 160,641</u>

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Investment Income	\$ 150	\$ 150	\$ 727	\$ 370
Miscellaneous				
Developer Contributions	3,350	3,350	6,971	4,521
Total Revenues	3,500	3,500	7,698	4,891
EXPENDITURES				
Current				
Highways and Streets	-	-	-	-
Total Expenditures	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ 3,500	\$ 3,500	7,698	4,891
FUND BALANCE, MAY 1			158,078	153,187
FUND BALANCE, APRIL 30			\$ 165,776	\$ 158,078

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RIVER BEND SPECIAL SERVICE AREA (SSA) FUND**

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes				
Property Taxes	\$ 56,100	\$ 56,100	\$ 55,818	\$ 51,412
Investment Income	100	100	346	260
Total Revenues	56,200	56,200	56,164	51,672
EXPENDITURES				
Current				
General Government	42,640	42,640	42,421	39,070
Highways and Streets	13,500	13,500	9,849	7,958
Total Expenditures	56,140	56,140	52,270	47,028
NET CHANGE IN FUND BALANCE	<u>\$ 60</u>	<u>\$ 60</u>	3,894	4,644
FUND BALANCE, MAY 1			60,079	55,435
FUND BALANCE, APRIL 30			<u>\$ 63,973</u>	<u>\$ 60,079</u>

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL DERBY ESTATES SPECIAL SERVICE AREA (SSA) FUND

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes				
Property Taxes	\$ 6,500	\$ 6,500	\$ 6,440	\$ 5,751
Investment Income	-	-	11	26
Total Revenues	6,500	6,500	6,451	5,777
EXPENDITURES				
Current				
Highways and Streets				
Repairs and Maintenance	6,000	6,000	5,725	5,716
Total Expenditures	6,000	6,000	5,725	5,716
NET CHANGE IN FUND BALANCE	<u>\$ 500</u>	<u>\$ 500</u>	726	61
FUND BALANCE, MAY 1			61	-
FUND BALANCE, APRIL 30			<u>\$ 787</u>	<u>\$ 61</u>

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OAK CREEK ESTATES SPECIAL SERVICE AREA (SSA) FUND**

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017 Actual
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes				
Property Taxes	\$ 2,050	\$ 2,050	\$ 2,051	\$ 1,591
Investment Income	-	-	9	22
Total Revenues	2,050	2,050	2,060	1,613
EXPENDITURES				
Current				
Highways and Streets				
Repairs and Maintenance	1,810	1,810	1,559	1,401
Total Expenditures	1,810	1,810	1,559	1,401
NET CHANGE IN FUND BALANCE	<u>\$ 240</u>	<u>\$ 240</u>	501	212
FUND BALANCE, MAY 1			1,245	1,033
FUND BALANCE, APRIL 30			<u>\$ 1,746</u>	<u>\$ 1,245</u>

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

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

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Investment Income	\$ -	\$ -	\$ -	\$ 302
Total Revenues	-	-	-	302
EXPENDITURES				
Debt Service				
2005 Bonds Principal	120,000	120,000	120,000	115,000
2005 Bonds Interest	18,630	18,630	18,630	22,828
2010 Bonds Principal	57,000	57,000	57,000	55,000
2010 Bonds Interest	10,010	10,010	10,013	11,938
Fiscal Charges	1,150	1,150	1,149	1,150
Total Expenditures	206,790	206,790	206,792	205,916
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(206,790)	(206,790)	(206,792)	(205,614)
OTHER FINANCING SOURCES (USES)				
Transfer From Utility Tax Fund	135,000	135,000	135,000	130,000
Transfer From Motor Fuel Tax Fund	67,010	67,010	67,013	66,938
Total Other Financing Sources (Uses)	202,010	202,010	202,013	196,938
NET CHANGE IN FUND BALANCE	<u>\$ (4,780)</u>	<u>\$ (4,780)</u>	(4,779)	(8,676)
FUND BALANCE, MAY 1			24,165	32,841
FUND BALANCE, APRIL 30			<u>\$ 19,386</u>	<u>\$ 24,165</u>

(See independent auditor's report.)

MAJOR PROPRIETARY FUNDS

Water and Sewer Fund - to account for the resources used to provide water and sewer services to the residents and businesses of the City.

CITY OF GENOA, ILLINOIS
COMBINING SCHEDULE OF NET POSITION
PROPRIETARY FUND
WATER AND SEWER FUND BY SUBACCOUNT

April 30, 2018

	Water and Sewer Operating Account	Water Improvement Account	Sewer Equipment Replacement Account	Total
CURRENT ASSETS				
Cash	\$ 1,064,195	\$ 141,286	\$ 244,919	\$ 1,450,400
Receivables				
Water Accounts - Billed and Unbilled	175,152	-	-	175,152
Other	-	78,266	-	78,266
Total Current Assets	1,239,347	219,552	244,919	1,703,818
NONCURRENT ASSETS				
Net Pension Asset	203,639	-	-	203,639
Capital Assets				
Nondepreciable	200,000	-	-	200,000
Depreciable, Net of Accumulated Depreciation	7,996,701	-	-	7,996,701
Total Capital Assets	8,196,701	-	-	8,196,701
Total Noncurrent Assets	8,400,340	-	-	8,400,340
Total Assets	9,639,687	219,552	244,919	10,104,158
DEFERRED OUTFLOWS OF RESOURCES				
Pension Items - IMRF	70,049	-	-	70,049
Total Assets and Deferred Outflows of Resources	9,709,736	219,552	244,919	10,174,207
CURRENT LIABILITIES				
Accounts Payable	23,322	-	-	23,322
Accrued Payroll	14,680	-	-	14,680
Due to Other Funds	47,686	-	-	47,686
Accrued Interest Payable	880	-	-	880
Compensated Absences Payable	10,000	-	-	10,000
IEPA Installment Loan Payable	94,132	-	-	94,132
Total Current Liabilities	190,700	-	-	190,700
NONCURRENT LIABILITIES				
Compensated Absences Payable	40,582	-	-	40,582
IEPA Installment Loan Payable	1,182,761	-	-	1,182,761
Net Pension Liability - IMRF	-	-	-	-
Total Noncurrent Liabilities	1,223,343	-	-	1,223,343
Total Liabilities	1,414,043	-	-	1,414,043
DEFERRED INFLOWS OF RESOURCES				
Pension Items - IMRF	227,207	-	-	227,207
Total Liabilities and Deferred Inflows of Resources	1,641,250	-	-	1,641,250
NET POSITION				
Net Investment in Capital Assets	6,919,808	-	-	6,919,808
Unrestricted	1,148,678	219,552	244,919	1,613,149
TOTAL NET POSITION	\$ 8,068,486	\$ 219,552	\$ 244,919	\$ 8,532,957

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUND
WATER AND SEWER FUND BY SUBACCOUNT

For the Year Ended April 30, 2018

	Water and Sewer Operating Account	Water Improvement Account	Sewer Equipment Replacement Account	Total
OPERATING REVENUES				
Charges for Services				
Water Billing	\$ 662,021	\$ -	\$ -	\$ 662,021
Sewer Sales - Genoa	608,937	30,899	30,899	670,735
Sewer Sales - Kingston	54,953	-	-	54,953
Penalties	25,049	-	-	25,049
Meters Fees	2,661	-	-	2,661
Total Operating Revenues	1,353,621	30,899	30,899	1,415,419
OPERATING EXPENSES EXCLUDING DEPRECIATION				
Water Division	560,785	1,963	-	562,748
Sewer Division	530,308	-	(159)	530,149
Total Operating Expenses Before Depreciation	1,091,093	1,963	(159)	1,092,897
OPERATING INCOME BEFORE DEPRECIATION				
	262,528	28,936	31,058	322,522
Depreciation	323,987	-	-	323,987
OPERATING INCOME (LOSS)	(61,459)	28,936	31,058	(1,465)
NON-OPERATING REVENUES (EXPENSES)				
Miscellaneous Non-Operating Income	1,874	-	-	1,874
Investment Income	2,860	43	136	3,039
Water and Sewer Tap On Fees	-	25,803	19,061	44,864
Interest Expense	(1,565)	-	-	(1,565)
Total Non-Operating Revenues (Expenses)	3,169	25,846	19,197	48,212
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL GRANTS AND CONTRIBUTIONS				
	(58,290)	54,782	50,255	46,747
TRANSFERS				
Transfers In	311,344	-	-	311,344
Transfers (Out)	-	(242,542)	(68,802)	(311,344)
Total Transfers	311,344	(242,542)	(68,802)	-
CAPITAL GRANTS AND CONTRIBUTIONS				
	-	241,817	-	241,817
CHANGE IN NET POSITION				
	253,054	54,057	(18,547)	288,564
NET POSITION, MAY 1				
	7,815,432	165,495	263,466	8,244,393
NET POSITION, APRIL 30				
	\$ 8,068,486	\$ 219,552	\$ 244,919	\$ 8,532,957

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS
COMBINING SCHEDULE OF CASH FLOWS
PROPRIETARY FUND
WATER AND SEWER FUND BY SUBACCOUNT

For the Year Ended April 30, 2018

	Water and Sewer Operating Account	Water Improvement Account	Sewer Equipment Replacement Account	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts From Customers	\$ 1,342,382	\$ 30,899	\$ 30,899	\$ 1,404,180
Payments to Suppliers	(295,852)	(1,963)	159	(297,656)
Payments to Employees	(537,699)	-	-	(537,699)
Payments for Interfund Services	(241,800)	-	-	(241,800)
Net Cash From Operating Activities	267,031	28,936	31,058	327,025
CASH FROM NONCAPITAL FINANCING ACTIVITIES				
Water and Sewer Tap-On Fees	-	25,803	19,061	44,864
Miscellaneous Non-Operating Income	1,874	-	-	1,874
Amounts Due to Other Funds	(52,212)	-	-	(52,212)
Water Fund Interaccount Transactions	311,344	(242,542)	(68,802)	-
Net Cash From Noncapital Financing Activities	261,006	(216,739)	(49,741)	(5,474)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of Capital Assets	(641,033)	-	-	(641,033)
IEPA Loan Proceeds	232,427	-	-	232,427
Capital Grant Proceeds	-	163,551	-	163,551
Principal Paid on IEPA Loan	(83,503)	-	-	(83,503)
Net Cash From Capital and Related Financing Activities	(492,109)	163,551	-	(328,558)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	2,860	43	136	3,039
Net Cash From Investing Activities	2,860	43	136	3,039
NET INCREASE (DECREASE) IN CASH	38,788	(24,209)	(18,547)	(3,968)
CASH, MAY 1	1,025,407	165,495	263,466	1,454,368
CASH, APRIL 30	<u>\$ 1,064,195</u>	<u>\$ 141,286</u>	<u>\$ 244,919</u>	<u>\$ 1,450,400</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (61,459)	\$ 28,936	\$ 31,058	\$ (1,465)
Depreciation	323,987	-	-	323,987
Adjustments to Reconcile Operating Income (Loss) to Net Cash From Operating Activities				
Changes in Assets And Liabilities				
Accounts Receivable	(11,239)	-	-	(11,239)
Accounts Payable	16,798	-	-	16,798
Accrued Payroll	2,688	-	-	2,688
Compensated Absences	5,471	-	-	5,471
Pension Items - IMRF	(9,215)	-	-	(9,215)
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 267,031</u>	<u>\$ 28,936</u>	<u>\$ 31,058</u>	<u>\$ 327,025</u>
NONCASH TRANSACTIONS				
IEPA Receivable	<u>\$ -</u>	<u>\$ 78,266</u>	<u>\$ -</u>	<u>\$ 78,266</u>

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND
WATER AND SEWER OPERATING SUBACCOUNT

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Charges For Services				
Water Sales	\$ 645,300	\$ 645,300	\$ 662,021	\$ 619,463
Sewer Sales - Genoa	595,400	595,400	608,937	603,877
Sewer Sales - Kingston	47,000	47,000	54,953	47,011
Penalties	25,000	25,000	25,049	24,737
Meter Fees	1,040	1,040	2,661	1,566
Total Operating Revenues	1,313,740	1,313,740	1,353,621	1,296,654
OPERATING EXPENSES EXCLUDING DEPRECIATION				
Water Division	643,620	643,620	560,785	585,407
Sewer Division	671,540	671,540	530,308	529,342
Total Operating Expenses Excluding Depreciation	1,315,160	1,315,160	1,091,093	1,114,749
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	(1,420)	(1,420)	262,528	181,905
Depreciation	-	-	323,987	310,285
OPERATING INCOME (LOSS)	(1,420)	(1,420)	(61,459)	(128,380)
NON-OPERATING REVENUES (EXPENSES)				
Miscellaneous Non-Operating Income	3,750	3,750	1,874	9,271
Investment Income	600	600	2,860	421
Interest Expense	-	-	(1,565)	-
Total Non-Operating Revenues (Expenses)	4,350	4,350	3,169	9,692
INCOME (LOSS) BEFORE TRANSFERS	2,930	2,930	(58,290)	(118,688)
TRANSFERS				
Transfers In	-	-	311,344	31,081
Total Transfers	-	-	311,344	31,081
CHANGE IN NET POSITION	\$ 2,930	\$ 2,930	253,054	(87,607)
NET POSITION, MAY 1			7,815,432	7,903,039
NET POSITION, APRIL 30			\$ 8,068,486	\$ 7,815,432

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
WATER AND SEWER FUND
WATER AND SEWER OPERATING SUBACCOUNT**

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
WATER DIVISION EXPENSES				
Personal Services				
Salaries	\$ 203,440	\$ 203,440	\$ 211,739	\$ 218,201
Employee Benefits	73,540	73,540	80,401	61,629
Pension Expense - IMRF	-	-	(5,136)	3,348
Total Personal Services	276,980	276,980	287,004	283,178
Contractual Services				
Repairs and Maintenance	64,600	64,600	55,204	93,931
Professional	10,900	10,900	11,264	14,003
Travel and Training	1,830	1,830	1,628	1,798
Public Utilities	40,000	40,000	41,871	37,795
Administrative Service Charge	47,500	47,500	47,500	47,500
Telephone	6,500	6,500	7,492	6,795
Internal Service Charges	45,000	45,000	45,000	45,000
Insurance	30,460	30,460	20,189	28,047
Other Contractual Services	7,800	7,800	8,098	10,234
Total Contractual Services	254,590	254,590	238,246	285,103
Commodities and Supplies				
Water Meters	15,000	15,000	13,553	18,115
Operating	5,750	5,750	2,028	5,557
Automotive Fuel and Oil	5,000	5,000	3,718	4,209
Chemicals	20,000	20,000	9,892	14,489
Fire Hydrants	2,500	2,500	936	-
Community Relations	-	-	-	2,180
Other Supplies	2,300	2,300	1,937	3,130
Total Commodities and Supplies	50,550	50,550	32,064	47,680
Capital Outlay				
Operating Expenses	1,500	1,500	2,349	1,010
Distribution System Improvements	60,000	60,000	49,753	4,626
Assets Capitalized	-	-	(48,631)	(36,190)
Total Capital Outlay	61,500	61,500	3,471	(30,554)
Total Water Division Expenses	643,620	643,620	560,785	585,407

(This schedule is continued on the following pages.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

WATER AND SEWER FUND

WATER AND SEWER OPERATING SUBACCOUNT

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	
SEWER DIVISION EXPENSES				
Personal Services				
Salaries	\$ 169,300	\$ 169,300	\$ 170,520	\$ 164,342
Employee Benefits	72,110	72,110	83,199	78,941
Pension Expense - IMRF	-	-	(4,080)	2,658
Total Personal Services	241,410	241,410	249,639	245,941
Contractual Services				
Repairs and Maintenance	72,250	72,250	55,282	68,488
Professional	7,150	7,150	11,247	7,156
Travel and Training	1,750	1,750	1,946	1,558
Public Utilities	65,000	65,000	59,504	53,064
Sludge Removal	9,000	9,000	16,700	11,577
Administrative Service Charge	47,500	47,500	47,500	47,500
Telephone	5,000	5,000	5,072	4,843
Internal Service Charges	30,000	30,000	30,000	30,000
Insurance	29,130	29,130	19,577	26,910
IEPA Permit Fees	10,000	10,000	10,000	10,000
Other Contractual Services	8,050	8,050	8,001	7,102
Total Contractual Services	284,830	284,830	264,829	268,198
Commodities and Supplies				
Operating	9,400	9,400	9,152	8,214
Automotive Fuel and Oil	2,000	2,000	2,394	1,332
Chemicals	2,500	2,500	2,753	3,473
Sewer Lids	500	500	-	-
Other Supplies	1,400	1,400	1,492	2,111
Total Commodities and Supplies	15,800	15,800	15,791	15,130
Debt Service				
IEPA Loan Payment	83,500	83,500	83,503	83,503
Debt Service Reclassified	-	-	(83,503)	(83,503)
Total Debt Service	83,500	83,500	-	-

(This schedule is continued on the following page.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

WATER AND SEWER FUND

WATER AND SEWER OPERATING SUBACCOUNT

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	
SEWER DIVISION EXPENSES (Continued)				
Capital Outlay				
Operating Expenses	\$ 46,000	\$ 46,000	\$ 48,680	\$ 4,320
Assets Capitalized	-	-	(48,631)	(4,247)
Total Capital Outlay	46,000	46,000	49	73
Total Sewer Division Expenses	671,540	671,540	530,308	529,342
Depreciation	-	-	323,987	310,285
TOTAL WATER AND SEWER OPERATING EXPENSES	\$ 1,315,160	\$ 1,315,160	\$ 1,415,080	\$ 1,425,034

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND
WATER IMPROVEMENT SUBACCOUNT

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Sewer Sales - Genoa	\$ 32,000	\$ 32,000	\$ 30,899	\$ -
OPERATING EXPENSES				
Water Division				
Water Operating Expenses				
Water Main Improvements	594,550	594,550	1,963	-
OPERATING INCOME (LOSS)	(562,550)	(562,550)	28,936	-
NON-OPERATING REVENUES (EXPENSES)				
Investment Income	50	50	43	77
Water Tap-On Fees	8,620	8,620	25,803	21,515
Total Non-Operating Revenues (Expenses)	8,670	8,670	25,846	21,592
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL GRANTS AND CONTRIBUTIONS	(553,880)	(553,880)	54,782	21,592
TRANSFERS				
Transfer (Out) to Water and Sewer Operating	-	-	(242,542)	-
Total Transfers	-	-	(242,542)	-
CAPITAL GRANTS AND CONTRIBUTIONS	-	-	241,817	-
CHANGE IN NET POSITION	\$ (553,880)	\$ (553,880)	54,057	21,592
NET POSITION, MAY 1			165,495	143,903
NET POSITION, APRIL 30			\$ 219,552	\$ 165,495

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND
SEWER EQUIPMENT REPLACEMENT SUBACCOUNT

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Charges for Services				
Sewer Service	\$ 32,000	\$ 32,000	\$ 30,899	\$ 30,548
OPERATING EXPENSES				
Sewer Division				
Wastewater Equipment Repairs	6,000	6,000	6,000	-
Sewer System Improvements	14,000	14,000	14,000	19,456
Digester Improvements	40,000	48,650	48,643	-
Wastewater Influent Pump	-	-	-	11,625
Capital Outlay Capitalized	-	-	(68,802)	(31,081)
Total Sewer Division	60,000	68,650	(159)	-
OPERATING INCOME (LOSS)	(28,000)	(36,650)	31,058	30,548
NON-OPERATING REVENUES (EXPENSES)				
Investment Income	150	150	136	106
Sewer Tap-On Fees	7,720	7,720	19,061	19,305
Total Non-Operating Revenues (Expenses)	7,870	7,870	19,197	19,411
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL GRANTS AND CONTRIBUTIONS	(20,130)	(28,780)	50,255	49,959
TRANSFERS				
Transfer (Out) to Water and Sewer Operating	-	-	(68,802)	(31,081)
Total Transfers	-	-	(68,802)	(31,081)
CAPITAL GRANTS AND CONTRIBUTIONS	-	-	-	75,993
CHANGE IN NET POSITION	\$ (20,130)	\$ (28,780)	(18,547)	94,871
NET POSITION, MAY 1			263,466	168,595
NET POSITION, APRIL 30			\$ 244,919	\$ 263,466

(See independent auditor's report.)

INTERNAL SERVICE FUND

Equipment Replacement Fund - to account for the resources used to provide equipment and vehicle replacements to other city departments on a cost reimbursement basis.

CITY OF GENOA, ILLINOIS

**SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
EQUIPMENT REPLACEMENT FUND**

For the Year Ended April 30, 2018
(With Comparative Actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Charges for Services	\$ 146,800	\$ 146,800	\$ 146,800	\$ 146,800
Total Operating Revenues	146,800	146,800	146,800	146,800
OPERATING EXPENSES EXCLUDING DEPRECIATION				
Capital Expenditures	143,000	143,000	134,389	99,943
Assets Capitalized	-	-	(122,546)	(85,877)
Total Operating Expenses Excluding Depreciation	143,000	143,000	11,843	14,066
OPERATING INCOME BEFORE DEPRECIATION	3,800	3,800	134,957	132,734
Depreciation	-	-	97,907	87,754
OPERATING INCOME	3,800	3,800	37,050	44,980
NON-OPERATING REVENUES (EXPENSES)				
Investment Income	600	600	2,547	1,429
Total Non-Operating Revenues (Expenses)	600	600	2,547	1,429
CHANGE IN NET POSITION	<u>\$ 4,400</u>	<u>\$ 4,400</u>	39,597	46,409
NET POSITION, MAY 1			1,330,069	1,283,660
NET POSITION, APRIL 30			<u>\$ 1,369,666</u>	<u>\$ 1,330,069</u>

(See independent auditor's report.)

FIDUCIARY FUNDS

Pension Trust Fund - to account for the accumulation of resources to be used for retirement annuity payments for sworn members of the City's police force. Resources are contributed by employees at rates fixed by state law and by the City at amounts determined by an annual actuarial valuation or update.

Agency Fund - to account for deposits from residents, employees, and developers that the City holds for various purposes. The balance of any deposit will be returned to the depositor upon completion of the event for which the deposit was received.

CITY OF GENOA, ILLINOIS

**SCHEDULE OF CHANGES IN PLAN NET POSITION -
BUDGET AND ACTUAL
POLICE PENSION FUND**

For the Year Ended April 30, 2018
(with comparative actual for 2017)

	2018			2017
	Original Budget	Final Budget	Actual	Actual
ADDITIONS				
Contributions				
Employer	\$ 353,000	\$ 353,000	\$ 353,000	\$ 331,300
Participants	41,000	41,000	39,799	40,648
Total Contributions	394,000	394,000	392,799	371,948
Investment Income				
Net Appreciation in Fair Value of Investments	5,000	5,000	9,090	13,391
Interest Income	33,000	33,000	43,321	33,626
Total Investment Income	38,000	38,000	52,411	47,017
Total Additions	432,000	432,000	445,210	418,965
DEDUCTIONS				
Administration	7,200	7,200	4,780	7,235
Pension Benefits	170,720	170,720	171,096	133,943
Pension Refunds	2,000	2,000	-	-
Total Deductions	179,920	179,920	175,876	141,178
NET INCREASE	<u>\$ 252,080</u>	<u>\$ 252,080</u>	269,334	277,787
NET POSITION RESTRICTED FOR PENSIONS				
May 1			1,804,567	1,526,780
April 30			<u>\$ 2,073,901</u>	<u>\$ 1,804,567</u>

(See independent auditor's report.)

CITY OF GENOA, ILLINOIS

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
ESCROW DEPOSIT FUND**

For the Year Ended April 30, 2018

	Balances		Balances	
	May 1	Additions	Deductions	April 30
	<hr/>			
ASSETS				
Cash	\$ 102,783	\$ 17,455	\$ 48,152	\$ 72,086
Other Receivables	3,555	3,605	3,555	3,605
	<hr/>			
TOTAL ASSETS	\$ 106,338	\$ 21,060	\$ 51,707	\$ 75,691
	<hr/> <hr/>			
LIABILITIES				
Accounts Payable	\$ -	\$ 56	\$ -	\$ 56
Deposits	106,338	21,060	51,763	75,635
	<hr/>			
TOTAL LIABILITIES	\$ 106,338	\$ 21,116	\$ 51,763	\$ 75,691
	<hr/> <hr/>			

(See independent auditor's report.)

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL ACTIVITIES

General capital assets are those capital assets used in the operations accounted for in governmental funds and the Internal Service Fund.

CITY OF GENOA, ILLINOIS

SCHEDULE OF GENERAL CAPITAL ASSETS AND ACCUMULATED DEPRECIATION

For the Year Ended April 30, 2018

	Capital Assets				Accumulated Depreciation				Net Capital Assets
	Balances May 1	Additions	Retirements	Balances April 30	Balances May 1	Provisions	Retirements	Balances April 30	
GENERAL GOVERNMENT									
Land	\$ 576,926	\$ 11,493	\$ -	\$ 588,419	\$ -	\$ -	\$ -	\$ -	\$ 588,419
Buildings and Improvements	1,411,738	-	-	1,411,738	619,543	46,307	-	665,850	745,888
Equipment	141,995	-	23,761	118,234	79,857	6,329	23,761	62,425	55,809
Total General Government	2,130,659	11,493	23,761	2,118,391	699,400	52,636	23,761	728,275	1,390,116
PUBLIC SAFETY									
Buildings and Improvements	41,988	-	-	41,988	41,988	-	-	41,988	-
Equipment	189,149	-	4,575	184,574	179,137	5,295	4,575	179,857	4,717
Total Public Safety	231,137	-	4,575	226,562	221,125	5,295	4,575	221,845	4,717
HIGHWAYS AND STREETS									
Buildings and Improvements	246,953	-	-	246,953	85,392	8,037	-	93,429	153,524
Equipment	179,506	-	-	179,506	145,006	6,410	-	151,416	28,090
Infrastructure	5,408,366	-	-	5,408,366	881,187	135,209	-	1,016,396	4,391,970
Construction in Progress	21,317	-	21,317	-	-	-	-	-	-
Total Highways and Streets	5,856,142	-	21,317	5,834,825	1,111,585	149,656	-	1,261,241	4,573,584
INTERNAL SERVICE FUND									
Vehicles	1,698,774	122,546	27,496	1,793,824	929,484	97,907	27,496	999,895	793,929
TOTAL CAPITAL ASSETS	\$ 9,916,712	\$ 134,039	\$ 77,149	\$ 9,973,602	\$ 2,961,594	\$ 305,494	\$ 55,832	\$ 3,211,256	\$ 6,762,346
CAPITAL ASSETS SUMMARY									
Land	\$ 576,926	\$ 11,493	\$ -	\$ 588,419	\$ -	\$ -	\$ -	\$ -	\$ 588,419
Buildings and Improvements	1,700,679	-	-	1,700,679	746,923	54,344	-	801,267	899,412
Equipment	510,650	-	28,336	482,314	404,000	18,034	28,336	393,698	88,616
Vehicles	1,698,774	122,546	27,496	1,793,824	929,484	97,907	27,496	999,895	793,929
Infrastructure	5,408,366	-	-	5,408,366	881,187	135,209	-	1,016,396	4,391,970
Construction in Progress	21,317	-	21,317	-	-	-	-	-	-
TOTAL CAPITAL ASSETS SUMMARY	\$ 9,916,712	\$ 134,039	\$ 77,149	\$ 9,973,602	\$ 2,961,594	\$ 305,494	\$ 55,832	\$ 3,211,256	\$ 6,762,346

(See independent auditor's report.)

**LONG-TERM DEBT PAYABLE BY
GOVERNMENTAL FUNDS**

To account for the noncurrent portion of the City's general obligation alternate revenue bonds, net pension liabilities, and compensated absences.

CITY OF GENOA, ILLINOIS

**SCHEDULE OF GENERAL LONG-TERM DEBT
LONG-TERM DEBT PAYABLE BY GOVERNMENTAL FUNDS**

April 30, 2018

	Series 2005 Alternate Bonds	Series 2010 Alternate Bonds	Compensated Absences and NPL	Total
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT				
Amount Available in Debt Service Fund	\$ 19,386	\$ -	\$ -	\$ 19,386
Amount to be Provided For Retirement of General Long-Term Debt	355,614	185,000	4,713,199	5,253,813
TOTAL	\$ 375,000	\$ 185,000	\$ 4,713,199	\$ 5,273,199
GENERAL LONG-TERM DEBT PAYABLE				
	Balances May 1	Additions	Retirements	Balances April 30
2005 General Obligation Alternate Bonds	\$ 495,000	\$ -	\$ 120,000	\$ 375,000
2010 General Obligation Alternate Bonds	242,000	-	57,000	185,000
Total General Obligation Alternate Bonds	737,000	-	177,000	560,000
Compensated Absences				
General Government	14,902	7,034	5,366	16,570
Public Safety	79,582	35,301	30,836	84,047
Highways and Streets	25,670	10,311	9,888	26,093
Total Compensated Absences	120,154	52,646	46,090	126,710
Net Pension Liability				
Illinois Municipal Retirement Fund	52,262	-	52,262	-
Police Pension Fund	4,554,115	32,374	-	4,586,489
Total Pension Liability	4,606,377	32,374	52,262	4,586,489
TOTAL	\$ 5,463,531	\$ 85,020	\$ 275,352	\$ 5,273,199

(See independent auditor's report.)

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

Members of the City Council
City of Genoa, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Genoa, Illinois (the City) as of and for the year ended April 30, 2018, and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 31, 2018.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Sikich LLP

Naperville, Illinois
August 31, 2018

STATISTICAL SECTION

This part of the City of Genoa, 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 displays 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 been changed over time.	97-106
Revenue Capacity These schedules contain information to help the readers assess the performance of property tax and sales tax revenues, two of the City's most significant revenue sources.	107-112
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.	113-117
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.	118-119
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.	120-122

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

CITY OF GENOA, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
GOVERNMENTAL ACTIVITIES				
Net Investment in Capital Assets	\$ 2,437,306	\$ 4,115,235	\$ 4,559,175	\$ 4,730,356
Restricted	840,438	823,179	835,402	1,213,857
Unrestricted	738,199	628,637	1,152,028	875,696
TOTAL GOVERNMENTAL ACTIVITIES	\$ 4,015,943	\$ 5,567,051	\$ 6,546,605	\$ 6,819,909
BUSINESS-TYPE ACTIVITIES				
Net Investment in Capital Assets	\$ 5,325,716	\$ 6,900,088	\$ 7,384,834	\$ 7,205,100
Restricted	-	-	-	-
Unrestricted	1,842,447	1,515,229	1,493,650	1,548,937
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 7,168,163	\$ 8,415,317	\$ 8,878,484	\$ 8,754,037
PRIMARY GOVERNMENT				
Net Investment in Capital Assets	\$ 7,763,022	\$ 11,015,323	\$ 11,944,009	\$ 11,935,456
Restricted	840,438	823,179	835,402	1,213,857
Unrestricted	2,580,646	2,143,866	2,645,678	2,424,633
TOTAL PRIMARY GOVERNMENT	\$ 11,184,106	\$ 13,982,368	\$ 15,425,089	\$ 15,573,946

Note: The City implemented GASB Statement No. 68 in 2016.

Data Source

Audited Financial Statements

2013	2014	2015	2016	2017	2018
\$ 5,369,164	\$ 5,647,197	\$ 5,875,941	\$ 6,230,519	\$ 6,218,118	\$ 6,202,346
1,227,943	1,526,934	1,390,782	1,104,110	1,214,558	1,170,460
1,132,448	1,118,581	1,178,815	(1,745,328)	(1,636,502)	(1,766,355)
\$ 7,729,555	\$ 8,292,712	\$ 8,445,538	\$ 5,589,301	\$ 5,796,174	\$ 5,606,451
\$ 7,075,505	\$ 6,900,341	\$ 6,885,158	\$ 6,907,635	\$ 6,752,371	\$ 6,919,808
-	-	-	-	-	-
1,483,551	1,529,772	1,409,199	1,307,902	1,492,022	1,613,149
\$ 8,559,056	\$ 8,430,113	\$ 8,294,357	\$ 8,215,537	\$ 8,244,393	\$ 8,532,957
\$ 12,444,669	\$ 12,547,538	\$ 12,761,099	\$ 13,138,154	\$ 12,970,489	\$ 13,122,154
1,227,943	1,526,934	1,390,782	1,104,110	1,214,558	1,170,460
2,615,999	2,648,353	2,588,014	(437,426)	(144,480)	(153,206)
\$ 16,288,611	\$ 16,722,825	\$ 16,739,895	\$ 13,804,838	\$ 14,040,567	\$ 14,139,408

CITY OF GENOA, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
EXPENSES				
Governmental Activities				
General Government	\$ 708,951	\$ 557,390	\$ 534,640	\$ 514,651
Public Safety	1,303,637	1,208,117	1,076,520	1,175,977
Highways and Streets	534,207	555,205	505,784	567,683
Sanitation	300,996	310,261	325,985	348,236
Interest and Fiscal Charges	51,297	48,438	57,701	63,784
Total Governmental Activities Expenses	2,899,088	2,679,411	2,500,630	2,670,331
Business-Type Activities				
Water and Sewer Service	1,316,914	1,410,117	1,278,624	1,294,501
Total Business-Type Activities Expenses	1,316,914	1,410,117	1,278,624	1,294,501
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 4,216,002	\$ 4,089,528	\$ 3,779,254	\$ 3,964,832
PROGRAM REVENUES				
Governmental Activities				
Charges for Services				
General Government	\$ 99,678	\$ 118,719	\$ 112,639	\$ 110,502
Public Safety	100,377	61,506	45,858	47,960
Highways and Streets	24,257	814	8,945	6,753
Sanitation	300,044	310,122	321,791	346,864
Operating Grants	188,588	164,389	201,869	173,077
Capital Grants	-	1,448,585	543,000	-
Total Governmental Activities Program Revenues	712,944	2,104,135	1,234,102	685,156
Business-Type Activities				
Charges for Services				
Water and Sewer Service	1,084,710	1,108,167	1,185,971	1,164,836
Operating Grants	-	-	-	-
Capital Grants and Contributions	-	1,528,816	550,000	-
Total Business-Type Activities Program Revenues	1,084,710	2,636,983	1,735,971	1,164,836
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 1,797,654	\$ 4,741,118	\$ 2,970,073	\$ 1,849,992
NET REVENUE (EXPENSE)				
Governmental Activities	\$ (2,186,144)	\$ (575,276)	\$ (1,266,528)	\$ (1,985,175)
Business-Type Activities	(232,204)	1,226,866	457,347	(129,665)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (2,418,348)	\$ 651,590	\$ (809,181)	\$ (2,114,840)

2013	2014	2015	2016	2017	2018
\$ 556,261	\$ 512,146	\$ 528,482	\$ 538,045	\$ 847,518	\$ 545,500
1,224,303	1,197,384	1,250,472	1,541,343	1,650,831	1,620,349
493,598	652,396	707,898	749,855	705,659	920,304
362,930	362,110	386,546	404,228	412,429	428,171
90,755	49,121	44,609	39,328	33,365	27,076
2,727,847	2,773,157	2,918,007	3,272,799	3,649,802	3,541,400
1,452,179	1,398,818	1,426,774	1,574,229	1,425,034	1,418,449
1,452,179	1,398,818	1,426,774	1,574,229	1,425,034	1,418,449
\$ 4,180,026	\$ 4,171,975	\$ 4,344,781	\$ 4,847,028	\$ 5,074,836	\$ 4,959,849
\$ 143,220	\$ 152,279	\$ 185,248	\$ 191,342	\$ 187,705	\$ 204,879
60,185	43,670	51,546	45,408	57,804	54,242
43,388	21,494	4,272	8,291	109,522	3,862
360,291	373,535	387,636	402,437	411,913	427,835
516,755	187,088	185,848	148,017	140,145	170,949
200,967	132,098	-	-	-	-
1,324,806	910,164	814,550	795,495	907,089	861,767
1,254,941	1,269,067	1,290,181	1,341,482	1,368,022	1,460,283
-	-	-	-	-	-
-	-	-	34,992	75,993	241,817
1,254,941	1,269,067	1,290,181	1,376,474	1,444,015	1,702,100
\$ 2,579,747	\$ 2,179,231	\$ 2,104,731	\$ 2,171,969	\$ 2,351,104	\$ 2,563,867
\$ (1,403,041)	\$ (1,862,993)	\$ (2,103,457)	\$ (2,477,304)	\$ (2,742,713)	\$ (2,679,633)
(197,238)	(129,751)	(136,593)	(194,755)	18,981	283,651
\$ (1,600,279)	\$ (1,992,744)	\$ (2,240,050)	\$ (2,672,059)	\$ (2,723,732)	\$ (2,395,982)

CITY OF GENOA, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental Activities				
Taxes				
Property Taxes	\$ 664,934	\$ 703,136	\$ 713,597	\$ 730,910
Sales Tax	550,065	439,628	572,357	600,647
Utility Taxes	440,356	421,964	392,369	378,360
Video Gaming Taxes	-	-	-	-
Intergovernmental - Unrestricted				
State Income Tax	471,300	426,823	418,993	424,726
Personal Property Replacement Tax	38,838	34,378	38,212	34,472
State Gaming Taxes	-	-	-	1,077
State Use Tax	76,733	64,238	74,043	76,539
Investment Income	38,617	24,850	11,699	9,033
Miscellaneous	44,020	11,367	24,812	2,715
Total Governmental Activities	2,324,863	2,126,384	2,246,082	2,258,479
Business-Type Activities				
Investment Income	49,323	20,288	5,820	5,218
Miscellaneous	-	-	-	-
Total Business-Type Activities	49,323	20,288	5,820	5,218
TOTAL PRIMARY GOVERNMENT	\$ 2,374,186	\$ 2,146,672	\$ 2,251,902	\$ 2,263,697
CHANGE IN NET POSITION				
Governmental Activities	\$ 138,719	\$ 1,551,108	\$ 979,554	\$ 273,304
Business-Type Activities	(182,881)	1,247,154	463,167	(124,447)
TOTAL PRIMARY GOVERNMENT				
CHANGE IN NET POSITION	\$ (44,162)	\$ 2,798,262	\$ 1,442,721	\$ 148,857

Data Source

Audited Financial Statements

	2013		2014		2015		2016		2017		2018
\$	741,749	\$	756,687	\$	733,629	\$	767,242	\$	777,601	\$	795,103
	583,438		606,297		461,798		478,641		1,100,198		655,565
	385,329		400,976		371,420		341,817		342,416		323,466
	3,440		13,469		25,503		22,153		29,218		43,653
	467,996		507,038		507,574		553,430		490,867		470,911
	34,177		39,112		38,161		38,661		40,612		33,102
	1,005		1,125		995		862		990		886
	82,717		88,649		100,002		119,508		126,878		134,712
	7,674		10,606		12,775		13,725		19,894		25,541
	5,162		2,191		4,426		18,123		4,523		6,971
	2,312,687		2,426,150		2,256,283		2,354,162		2,933,197		2,489,910
	2,257		808		837		700		604		3,039
	-		-		-		11,203		9,271		1,874
	2,257		808		837		11,903		9,875		4,913
\$	2,314,944	\$	2,426,958	\$	2,257,120	\$	2,366,065	\$	2,943,072	\$	2,494,823
\$	909,646	\$	563,157	\$	152,826	\$	(123,142)	\$	190,484	\$	(189,723)
	(194,981)		(128,943)		(135,756)		(185,852)		28,856		288,564
\$	714,665	\$	434,214	\$	17,070	\$	(308,994)	\$	219,340	\$	98,841

CITY OF GENOA, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
GENERAL FUND				
Nonspendable				
Prepaid Expenditures	\$ 5,008	\$ 3,972	\$ 4,080	\$ 4,080
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	-	757,455
Reserved	45,642	45,642	-	-
Unreserved	496,019	424,832	682,375	-
TOTAL GENERAL FUND	\$ 546,669	\$ 474,446	\$ 686,455	\$ 761,535
ALL OTHER GOVERNMENTAL FUNDS				
Restricted				
Economic Development or CDAP Loans	\$ -	\$ -	\$ -	\$ 625,444
Highways and Streets	-	-	-	288,162
Capital Improvements	-	-	-	254,865
Special Service Areas	-	-	-	61,205
Unrestricted				
Assigned				
Capital Improvements	-	-	-	1,487
Refuse Disposal	-	-	-	3,874
Debt Service	-	-	-	45,386
Reserved	794,796	777,537	835,402	-
Unreserved, Reported in				
Special Revenue Funds	115,042	67,642	199,549	-
Capital Projects Fund	-	-	517,020	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 909,838	\$ 845,179	\$ 1,551,971	\$ 1,280,423

The City implemented GASB Statement No. 54 as of April 30, 2012.

The refuse disposal was combined into the General Fund at April 30, 2017.

Data Source

Audited Financial Statements

2013	2014	2015	2016	2017	2018
\$ 4,080	\$ 4,260	\$ 4,260	\$ 4,260	\$ 11,060	\$ 11,656
-	-	-	-	11,445	11,109
865,340	941,519	927,469	961,402	1,159,836	1,188,311
-	-	-	-	-	-
-	-	-	-	-	-
\$ 869,420	\$ 945,779	\$ 931,729	\$ 965,662	\$ 1,182,341	\$ 1,211,076
\$ 627,569	\$ 632,980	\$ 639,717	\$ 645,512	\$ 667,016	\$ 671,142
307,869	555,536	430,510	230,393	277,589	191,330
260,546	262,823	259,815	171,737	208,568	241,482
67,251	75,595	60,740	56,468	61,385	66,506
7,522	-	-	-	-	-
1,235	12,660	13,750	11,959	-	-
31,959	32,145	35,583	32,841	24,165	19,386
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 1,303,951	\$ 1,571,739	\$ 1,440,115	\$ 1,148,910	\$ 1,238,723	\$ 1,189,846

CITY OF GENOA, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012
REVENUES				
Taxes	\$ 2,242,226	\$ 2,090,167	\$ 2,209,571	\$ 1,709,917
Licenses and Permits	69,600	91,125	92,034	75,584
Intergovernmental	171,340	165,514	202,967	709,891
Charges for Services	300,044	310,122	321,791	346,864
Fines and Forfeitures	92,041	55,816	40,737	35,144
Investment Income	35,107	22,341	10,136	7,995
Miscellaneous	100,039	44,340	58,386	57,202
Total Revenues	3,010,397	2,779,425	2,935,622	2,942,597
EXPENDITURES				
General Government	668,001	501,464	487,781	463,430
Public Safety	1,283,719	1,192,198	1,083,991	1,140,504
Highways and Streets	511,999	508,062	470,903	520,495
Sanitation	300,996	310,261	325,985	348,236
Capital Outlay	665,785	271,928	41,908	454,802
Debt Service				
Principal	80,000	85,000	90,000	147,000
Interest	49,845	47,395	57,503	64,598
Other Charges	300	-	-	-
Total Expenditures	3,560,645	2,916,308	2,558,071	3,139,065
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(550,248)	(136,883)	377,551	(196,468)
OTHER FINANCING SOURCES (USES)				
Transfers In	120,000	125,000	152,500	239,769
Transfers (Out)	(120,000)	(125,000)	(152,500)	(239,769)
Bonds Issued	-	-	550,000	-
Discount on Bonds Issued	-	-	(8,750)	-
Total Other Financing Sources (Uses)	-	-	541,250	-
NET CHANGE IN FUND BALANCES	\$ (550,248)	\$ (136,883)	\$ 918,801	\$ (196,468)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES				
	4.49%	5.01%	5.86%	7.88%

Data Source

Audited Financial Statements

	2013	2014	2015	2016	2017	2018
\$	1,713,956	\$ 1,777,429	\$ 1,592,350	\$ 1,609,853	\$ 2,249,433	\$ 1,817,787
	86,464	71,779	98,417	111,850	108,670	128,388
	1,102,650	823,012	832,580	851,407	799,492	800,894
	360,291	373,535	387,636	402,437	411,915	427,835
	50,095	38,158	46,850	38,813	52,458	48,136
	6,953	9,962	12,233	12,995	18,465	22,994
	115,397	109,698	100,225	121,572	198,424	103,096
	3,435,806	3,203,573	3,070,291	3,148,927	3,838,857	3,349,130
	503,907	454,394	491,084	471,081	790,764	505,542
	1,207,391	1,154,824	1,211,970	1,322,362	1,491,243	1,419,300
	523,930	573,277	602,460	640,085	616,414	642,880
	362,930	362,110	386,546	404,228	412,429	428,171
	500,304	112,665	325,199	363,790	31,988	166,587
	150,000	151,000	152,000	163,000	170,000	177,000
	55,931	51,156	46,706	41,653	35,916	29,792
	-	-	-	-	-	-
	3,304,393	2,859,426	3,215,965	3,406,199	3,548,754	3,369,272
	131,413	344,147	(145,674)	(257,272)	290,103	(20,142)
	192,439	352,313	242,064	201,660	196,938	202,013
	(192,439)	(352,313)	(242,064)	(201,660)	(196,938)	(202,013)
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
\$	131,413	\$ 344,147	\$ (145,674)	\$ (257,272)	\$ 290,103	\$ (20,142)
	7.34%	7.36%	6.87%	6.73%	5.86%	6.12%

CITY OF GENOA, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Rural and Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2008	\$ 83,206,044	\$ 16,478,247	\$ 3,216,020	\$ 286,785	\$ 103,187,096	\$ 0.5939	\$ 309,561,288	33.333%
2009	81,208,922	16,941,037	3,237,713	245,735	101,633,407	0.6070	304,900,221	33.333%
2010	76,336,502	15,949,503	3,126,768	300,632	95,713,405	0.6650	287,140,215	33.333%
2011	69,579,084	14,791,163	2,902,276	310,880	87,583,403	0.7407	262,750,209	33.333%
2012	61,690,903	13,588,969	2,593,591	314,563	78,188,026	0.8549	234,564,078	33.333%
2013	55,483,993	12,340,733	2,362,500	300,491	70,487,717	0.9220	211,463,151	33.333%
2014	55,776,559	12,014,146	2,264,812	352,438	70,407,955	0.9663	211,223,865	33.333%
2015	56,893,633	11,959,904	2,304,220	278,271	71,436,028	0.9622	214,308,084	33.333%
2016	59,443,832	12,189,633	2,667,580	333,370	74,634,415	0.9363	223,903,245	33.333%
2017	62,871,959	12,295,963	2,653,104	318,981	78,140,007	0.9191	234,420,021	33.333%

Note: Property in the City is reassessed each year. Property is assessed at 33.333% of actual value.

Data Source

Office of the County Clerk

CITY OF GENOA, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
CITY DIRECT RATES										
General Corporate	\$ 0.2969	\$ 0.3035	\$ 0.3325	\$ 0.3419	\$ 0.4275	\$ 0.4375	\$ 0.4357	\$ 0.4183	\$ 0.4079	\$ 0.3988
Social Security	-	-	-	-	-	-	0.0142	0.0140	0.0134	0.0141
Illinois Municipal Retirement	-	-	-	-	-	-	0.0142	0.0139	0.0134	0.0141
Forestry	-	-	-	-	-	-	-	-	-	-
School Crossing Guard	-	-	-	-	-	-	-	-	-	-
Police Protection	0.2970	0.3035	0.3325	0.3988	0.4274	0.4845	0.5022	0.5160	0.5016	0.4922
Audit	-	-	-	-	-	-	-	-	-	-
Liability Insurance	-	-	-	-	-	-	-	-	-	-
Workers' Compensation	-	-	-	-	-	-	-	-	-	-
TOTAL CITY DIRECT RATES	\$ 0.5939	\$ 0.6070	\$ 0.6650	\$ 0.7407	\$ 0.8549	\$ 0.9220	\$ 0.9663	\$ 0.9622	\$ 0.9363	\$ 0.9191
OVERLAPPING RATES										
County of DeKalb	\$ 0.8495	\$ 0.8539	\$ 0.9052	\$ 0.9694	\$ 1.0892	\$ 1.2013	\$ 1.2482	\$ 1.2364	\$ 1.1429	\$ 1.1201
DeKalb County Forest Preserve District	0.0678	0.0663	0.0700	0.0740	0.0797	0.0852	0.0876	0.0853	0.0799	0.0783
Genoa Township	0.2891	0.1661	0.1820	0.1984	0.2217	0.2469	0.2489	0.2502	0.2450	0.2436
Genoa Township Road and Bridge	0.1240	0.1248	0.1367	0.1490	0.1665	0.1854	0.1870	0.1879	0.1840	0.1830
Genoa/Kingston Fire Protection District	0.3513	0.3583	0.3853	0.4236	0.4771	0.5309	0.5373	0.5285	0.5122	0.5050
Genoa Township Park District	0.4380	0.4393	0.4771	0.5165	0.5720	0.6309	0.6349	0.6369	0.6220	0.6177
Kingston Township Park District	0.0464	0.0488	0.0508	0.0571	0.0643	0.0719	0.0728	0.0700	0.0674	0.0661
Genoa/Kingston C.U.S.D. No. 424	4.0648	4.1873	4.5065	4.9883	5.6164	6.2818	6.3788	6.3242	6.1771	6.1165
Kishwaukee Community College No. 523	0.5468	0.5638	0.5601	0.5758	0.6416	0.7294	0.7123	0.6972	0.6700	0.6669
Genoa Public Library	0.1946	0.1990	0.2181	0.2429	0.2804	0.3178	0.3238	0.3225	0.3138	0.3080
River Bend Special Service Area	0.3865	0.4192	0.4108	0.4253	0.4702	0.5000	0.5000	0.5000	0.5000	0.5000
Derby Estates Special Service Area	-	0.2236	0.2114	0.2104	0.2168	0.2217	0.2345	0.2380	0.2478	0.2471
Oak Creek Estates Special Service Area	-	0.5013	0.4136	0.5000	0.5000	0.5000	0.5000	0.5000	0.4863	0.5000
TYPICAL PROPERTY TAX RATE (1)	\$ 7.3588	\$ 8.1517	\$ 8.5276	\$ 9.3307	\$ 10.3959	\$ 11.5032	\$ 11.6661	\$ 11.5771	\$ 11.2484	\$ 11.1524

(1) The typical property tax rates are for the City properties within Genoa Township. Approximately 84% of city properties are in Genoa Township.

Data Source

Office of the County Clerk

CITY OF GENOA, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Tax Levy Year and Ten Years Ago

Taxpayer	2017				2007		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation
Castoro Genoa LLC	\$ 1,350,864	1	1.73%	Trademark Properties of Genoa, LLC	\$ 2,740,059	1	2.80%
Individual Taxpayer CS	612,232	2	0.78%	Individual Taxpayer	1,235,448	2	1.26%
Individual Taxpayer RS	533,730	3	0.68%	Farmers State Bank, Trust 145	1,043,061	3	1.07%
American Mobile Home Communities	532,921	4	0.68%	American Mobile Home Communities	708,301	4	0.72%
Individual Taxpayer BB	429,334	5	0.55%	Individual Taxpayer	686,747	5	0.70%
Wood Ventures LLC	405,329	6	0.52%	Spirit SPE Portfolio 2007-2 LLC	678,628	6	0.69%
Individual Taxpayer JB	404,381	7	0.52%	National Bank & Trust Co.	535,924	7	0.55%
Individual Taxpayer RK	403,851	8	0.52%	Individual Taxpayer	525,103	8	0.54%
Resource Bank	396,231	9	0.52%	Greenlee Textron Tool Company	491,558	9	0.50%
Rosemil One LLC	393,401	10	0.50%	Resource Bank	451,530	10	0.46%
	\$ 5,462,274		7.00%		\$ 9,096,359		9.29%

Notes: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked. Property is assessed at 33.333% of actual value.

Information from 2008 is not available.

Data Source

Office of the County Clerk

CITY OF GENOA, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Collection Fiscal Year	Taxes Levied	Total Collections	
			Amount	Percentage of Levy
2008	2010	\$ 612,787	\$ 608,320	99.27%
2009	2011	616,986	612,247	99.23%
2010	2012	636,513	630,858	99.11%
2011	2013	648,686	646,507	99.66%
2012	2014	668,461	664,441	99.40%
2013	2015	649,890	647,040	99.56%
2014	2016	680,310	678,986	99.81%
2015	2017	687,343	685,839	99.78%
2016	2018	698,795	698,671	99.98%
2017	2019	718,210	N/A	N/A

N/A - Information not available

Data Source

Office of the County Clerk

CITY OF GENOA, ILLINOIS

TAX REVENUES

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Property Taxes										
Corporate Purposes	\$ 573,291	\$ 608,320	\$ 612,159	\$ 630,858	\$ 646,507	\$ 664,441	\$ 647,040	\$ 679,004	\$ 685,839	\$ 698,671
Road and Bridge	30,700	33,587	34,361	35,254	35,284	35,021	33,014	33,629	33,008	32,123
River Bend Special Service Area	55,720	61,229	61,451	59,170	54,718	52,164	48,242	48,226	51,412	55,818
Derby Estates Special Service Area	5,223	-	4,000	3,996	3,600	3,547	3,941	5,024	5,751	6,440
Oak Creek Special Service Area	-	-	1,626	1,632	1,641	1,515	1,392	1,359	1,591	2,051
Sales Tax*	550,065	439,628	572,357	600,647	583,438	606,297	461,798	478,641	1,100,198	655,565
Video Gaming Tax	-	-	-	-	3,440	13,469	25,503	22,153	29,218	43,653
Utility Taxes										
Electric Utility Tax	163,390	152,561	164,449	163,952	169,477	174,341	168,868	165,412	174,954	168,290
Natural Gas Utility Tax	83,588	67,768	63,914	58,198	58,577	79,661	73,626	51,451	58,987	61,432
Telecommunications Tax	193,378	201,635	164,006	156,210	157,275	146,974	128,926	124,454	108,475	93,744
State-Shared Taxes										
State Income Tax	471,300	426,823	418,993	424,726	467,996	507,038	507,574	553,430	490,867	470,911
Personal Property Replacement Tax	38,838	34,378	38,212	34,472	34,177	39,112	38,161	38,661	40,612	33,102
State Gaming Taxes	1,215	1,125	1,098	1,077	1,005	1,125	995	862	990	886
State Use Tax	76,733	64,238	74,043	76,539	82,717	88,649	100,002	119,508	126,878	134,712
State Motor Fuel Tax	141,042	139,375	139,703	133,974	128,722	134,487	133,192	138,946	137,746	138,614
TOTAL TAX REVENUES	\$ 2,384,483	\$ 2,230,667	\$ 2,350,372	\$ 2,380,705	\$ 2,428,574	\$ 2,547,841	\$ 2,372,274	\$ 2,460,760	\$ 3,046,526	\$ 2,596,012

* The large increase in sales tax in 2017 was due to a one-time settlement with one taxpayer.

Data Source

Audited Financial Statements

CITY OF GENOA, ILLINOIS

TAXABLE RETAIL SALES BY CATEGORY

Last Ten Calendar Years

Calendar Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
RETAIL SALES CATEGORY										
General Merchandise	\$ 36,396	\$ 87,409	\$ 97,259	\$ 93,250	\$ 160,737	\$ 22,268	\$ 24,547	\$ 23,564	\$ 23,951	\$ 24,002
Food	9,032,862	6,989,987	6,726,361	7,772,162	6,619,654	5,677,033	7,399,932	7,370,630	7,628,060	8,000,212
Drinking and Eating Places	4,043,852	4,518,880	4,567,345	4,550,169	4,787,063	4,948,800	5,425,480	5,587,620	5,758,578	6,213,419
Apparel	-	87,964	-	-	-	-	-	26,782	19,459	51,477
Furniture, H.H., and Radio	143,143	-	-	-	-	57,872	40,660	-	-	-
Lumber, Building Hardware	2,909,710	941,241	1,259,408	1,016,210	1,106,469	1,030,948	1,127,558	1,211,362	1,206,361	1,152,847
Automobile and Filling Stations	40,459,310	22,878,613	33,880,644	39,640,205	41,747,634	48,726,072	52,955,807	44,072,882	40,313,210	41,881,938
Drugs and Miscellaneous Retail	5,783,379	5,549,646	5,607,147	4,577,693	4,595,429	3,646,539	3,745,615	3,925,937	4,174,387	4,095,940
Agriculture and All Others	1,116,654	626,507	491,020	544,892	602,579	370,469	518,302	643,479	673,139	921,128
Manufacturers	1,433,773	1,025,458	732,986	1,213,701	946,911	930,362	820,099	960,510	979,087	1,000,567
TOTAL RETAIL SALES	64,959,079	42,705,705	53,362,170	59,408,282	60,566,476	65,410,363	72,058,000	63,822,766	60,776,232	63,341,530
City Share of State Sales Tax (1)	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
CITY SALES TAX REVENUE	\$ 649,591	\$ 427,057	\$ 533,622	\$ 594,083	\$ 605,665	\$ 654,104	\$ 720,580	\$ 638,228	\$ 607,762	\$ 633,415

(1) The State of Illinois imposes a sales tax rate of 6.25% on all retail sales except food, drugs, and medical appliances. The sales tax rate for these items is 1%.
The City's share of sales tax collections is 1% of all taxable sales.

Data Source

Illinois Department of Revenue

CITY OF GENOA, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Tax Levy Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of EAV	Per Capita (1)
		General Obligation Bonds	Alternative Revenue Bonds	Installment Contract Payable	General Obligation Bonds	Alternative Revenue Bonds	IEPA Installment Loans			
2009	2008	\$ -	\$ 1,295,000	\$ -	\$ -	\$ 525,000	\$ -	\$ 1,820,000	1.76%	\$ 338.67
2010	2009	-	1,210,000	-	-	300,000	585,209	2,095,209	2.06%	389.88
2011	2010	-	1,670,000	-	-	200,000	1,623,334	3,493,334	3.65%	672.70
2012	2011	-	1,523,000	-	-	100,000	1,542,315	3,165,315	3.61%	608.25
2013	2012	-	1,373,000	-	-	-	1,461,296	2,834,296	3.62%	543.80
2014	2013	-	1,222,000	-	-	-	1,377,793	2,599,793	3.69%	498.04
2015	2014	-	1,070,000	-	-	-	1,294,290	2,364,290	3.36%	451.98
2016	2015	-	907,000	-	-	-	1,210,787	2,117,787	2.96%	403.39
2017	2016	-	737,000	-	-	-	1,127,284	1,864,284	2.50%	354.16
2018	2017	-	560,000	-	-	-	1,276,893	1,836,893	2.35%	348.09

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

(1) See the schedule of Demographic and Economic Information in the statistical section of this report.

CITY OF GENOA, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Debt	Less Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita
2009	\$ -	\$ -	\$ -	-	\$ -
2010	-	-	-	-	-
2011	-	-	-	-	-
2012	-	-	-	-	-
2013	-	-	-	-	-
2014	-	-	-	-	-
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-

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

(1) See the schedule of Assessed Value and Estimated Actual Value of Taxable Property in the statistical section of this report.

CITY OF GENOA, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2018

Governmental Unit	Gross Debt	Percentage Debt Applicable to the City (1)	The City's Share of Debt
City of Genoa, Illinois	\$ 560,000	100.00%	\$ 560,000
DeKalb County	46,040,000	3.97%	1,827,788
Genoa Township Park District	3,230,970	64.62%	2,087,853
Genoa/Kingston C.U.S.D. No. 424	3,821,160	42.53%	1,625,139
Kishwaukee Community College No. 523	<u>50,141,106</u>	3.61%	<u>1,810,094</u>
Total Overlapping Debt	<u>103,233,236</u>		<u>7,350,874</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u><u>\$ 103,793,236</u></u>		<u><u>\$ 7,910,874</u></u>

(1) Overlapping debt percentages based on the City's EAV to the EAV of each Governmental Unit.

Data Source

Office of the County Clerk

CITY OF GENOA, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Levy Years

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
EQUALIZED ASSESSED VALUATION	\$ 103,187,096	\$ 101,633,407	\$ 95,713,405	\$ 87,583,403	\$ 78,188,026	\$ 70,487,717	\$ 70,407,955	\$ 71,436,028	\$ 74,634,415	\$ 78,140,007
Statutory Debt Limitation 8.625% of assessed valuation	\$ 8,899,887	\$ 8,765,881	\$ 8,255,281	\$ 7,554,069	\$ 6,743,717	\$ 6,079,566	\$ 6,072,686	\$ 6,161,357	\$ 6,437,218	\$ 6,739,576
General Bonded Debt										
Alternate Revenue Bonds Dated										
November 2, 2002	75,000	-	-	-	-	-	-	-	-	-
September 15, 2005	1,220,000	1,210,000	1,120,000	1,020,000	920,000	820,000	720,000	610,000	495,000	375,000
October 5, 2010	-	-	550,000	503,000	453,000	402,000	350,000	297,000	242,000	185,000
Total General Bonded Debt	1,295,000	1,210,000	1,670,000	1,523,000	1,373,000	1,222,000	1,070,000	907,000	737,000	560,000
LEGAL DEBT MARGIN	\$ 7,604,887	\$ 7,555,881	\$ 6,585,281	\$ 6,031,069	\$ 5,370,717	\$ 4,857,566	\$ 5,002,686	\$ 5,254,357	\$ 5,700,218	\$ 6,179,576
TOTAL GENERAL BONDED DEBT AS AS PERCENTAGE OF DEBT LIMITATIONS	14.55%	13.80%	20.23%	20.16%	20.36%	20.10%	17.62%	14.72%	11.45%	8.31%

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

CITY OF GENOA, ILLINOIS

PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years

Water and Sewer Fund Alternate Revenue Bonds Operating Revenue Coverage								Water and Sewer Fund Alternate Revenue Bonds Total Available Revenue Coverage						
Fiscal Year	Operating Revenues (1)	Less Operating Expenses (2)	Net Operating Revenue	Debt Service		Operating Revenue Coverage		Net Operating Revenue	Water and Sewer Tap On Fees	Total Revenue Available	Debt Service		Available Revenue Coverage	
				Principal	Interest						Principal	Interest		
2009	\$ 1,111,742	\$ 1,057,551	\$ 54,191	\$ 230,000	\$ 25,219	0.21%		\$ 54,191	\$ 22,200	\$ 76,391	\$ 230,000	\$ 25,219	0.30%	
2010	1,080,472	1,078,509	1,963	225,000	17,911	0.01%		1,963	47,983	49,946	225,000	17,911	0.21%	
2011	1,085,659	987,110	98,549	100,000	12,359	0.88%		98,549	106,132	204,681	100,000	12,359	1.82%	
2012	1,170,890	985,053	185,837	100,000	8,569	1.71%		185,837	8,164	194,001	100,000	8,569	1.79%	
2013	1,232,706	1,131,749	100,957	100,000	3,463	0.98%		100,957	24,492	125,449	100,000	3,463	1.21%	
2014	-	-	-	-	-	-		-	-	-	-	-	-	
2015	-	-	-	-	-	-		-	-	-	-	-	-	
2016	-	-	-	-	-	-		-	-	-	-	-	-	
2017	-	-	-	-	-	-		-	-	-	-	-	-	
2018	-	-	-	-	-	-		-	-	-	-	-	-	

General Bonded Debt Alternate Revenue Bonds Utility Tax Revenue Coverage							
Fiscal Year	General Fund Utility Tax	Utility Tax Fund Utility Tax	Total Utility Tax Revenue (3)	Debt Service		Utility Tax Revenue Coverage	
				Principal	Interest		
2009	\$ 220,178	\$ 220,178	\$ 440,356	\$ 80,000	\$ 50,145	3.38	
2010	210,982	210,982	421,964	85,000	47,395	3.19	
2011	196,185	196,184	392,369	90,000	44,983	2.91	
2012	189,180	189,180	378,360	147,000	64,598	1.79	
2013	192,665	192,664	385,329	150,000	55,931	1.87	
2014	200,488	200,488	400,976	151,000	51,156	1.98	
2015	185,710	185,710	371,420	152,000	46,706	1.87	
2016	170,909	170,908	341,817	163,000	40,503	1.68	
2017	171,208	171,208	342,416	170,000	34,765	1.67	
2018	161,733	161,733	323,466	177,000	28,643	1.57	

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

(1) Water and Sewer Operating Revenues include investment earnings but not tap-on fees.

(2) Operating expenses do not include interest or depreciation.

(3) Although portions of Utility Tax Revenues are used for other purposes in the General Fund and the Utility Tax Fund, debt service requirements have the first priority.

CITY OF GENOA, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (1)	Housing Units (1)	Median Family Income (2)	Per Capita Income (2)	Single Family Permits (3)	Residential Housing Values (4)	Unemployment Rate (5)
2009	5,374	1,983	\$ 68,676	\$ 21,982	0	\$ 249,618,132	9.7%
2010	5,374	1,983	N/A	N/A	12	243,626,766	10.0%
2011	5,193	1,959	60,694	23,083	4	229,009,506	8.2%
2012	5,204	1,963	N/A	N/A	4	196,737,252	7.9%
2013	5,212	1,966	N/A	N/A	3	185,072,709	8.6%
2014	5,220	1,969	N/A	N/A	3	166,451,979	6.8%
2015	5,231	1,973	N/A	N/A	4	167,329,677	4.7%
2016	5,250	1,980	N/A	N/A	7	170,680,899	5.7%
2017	5,264	1,985	N/A	N/A	5	178,331,496	4.3%
2018	5,277	1,990	N/A	N/A	5	188,615,877	4.3%

Data Sources

(1) Bureau of the Census - 2009 and 2011. Other years estimated by the City based on the number of housing units added.

(2) U. S. Census Bureau. N/A - Information not available.

(3) City of Genoa

(4) Office of the DeKalb County Clerk - Residential assessed valuations multiplied by three.

(5) Illinois Department of Employment Security for DeKalb County.

CITY OF GENOA, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2018				2009			
Employer	Location	Rank	Number of Employees	Employer	Location	Rank	Number of Employees
CITY OF GENOA (1)				CITY OF GENOA (1)			
Genoa/Kingston C.U.S.D. No. 424	Genoa	1	235	Genoa/Kingston C.U.S.D. No. 424	Genoa	1	291
Custom Aluminum/Casco Industries	Genoa	2	189	Greenlee Textron	Genoa	2	150
Rosemil One LLC	Genoa	3	92	Genesis Enterprises	Genoa	3	111
Sycamore Precision Machine, Inc.	Genoa	4	89	Sycamore Precision Machine, Inc.	Genoa	4	80
Polar Tech	Genoa	5	89	City of Genoa	Genoa	5	53
Genoa Park District	Genoa	6	84	Custom Aluminum/Casco Industries	Genoa	6	46
Greenlee Textron	Genoa	7	75	Polar Tech	Genoa	7	43
City of Genoa	Genoa	8	57	Brown's Country Market	Genoa	8	39
McDonalds	Genoa	9	43	McDonalds	Genoa	9	39
Butera Foods	Genoa	10	37	Genoa Park District	Genoa	10	36
DEKALB COUNTY (2)				DEKALB COUNTY (2)			
Northern Illinois University	DeKalb	1	7,581	Northern Illinois University	DeKalb	1	9,077
DeKalb C.U.S.D. No.428	DeKalb	2	1,355	Kish Health System	DeKalb	2	1,293
Kish Health System-Northwestern Med	DeKalb	3	1,200	Kishwaukee Community College	Malta	3	892
Target Distribution Center	DeKalb	4	1,000	DeKalb C.U.S.D. No.428	DeKalb	4	850
3M Company	DeKalb	5	950	DeKalb County Government	Sycamore	5	650
Kishwaukee Community College	Malta	6	575	Wal-Mart Super Center	DeKalb	6	550
DeKalb County Government	Sycamore	7	546	Sycamore C.U.S.D. No. 427	Sycamore	7	533
Sycamore C.U.S.D. No. 427	Sycamore	8	500	3M Company	DeKalb	8	525
Sonoco - Alloyd	DeKalb	9	500	Target Distribution Center	DeKalb	9	505
Wal-Mart Super Center	DeKalb	10	360	Jewel/Osco Store	Sycamore	10	400

Residents of the City benefit from growing employment opportunities in the Cities of DeKalb and Sycamore. The largest employer in DeKalb County is Northern Illinois University, the state's second largest public university with an enrollment of almost 20,000. Most of the other larger employers in the County are currently located in the DeKalb/Sycamore area which is about ten miles south of the City.

Includes full-time and part-time positions.

Data Sources

- (1) City of Genoa Economic Development
- (2) DeKalb County Government

CITY OF GENOA, ILLINOIS

CITY EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
GENERAL GOVERNMENT										
Regular Employees	2	2	2	1	1	1	1	1	2	3
Part-Time Employees	12	11	12	12	12	12	13	13	13	12
Seasonal Employees	-	-	-	-	-	-	-	-	-	-
PUBLIC SAFETY										
Regular Employees	9	8	7	7	7	7	7	7	9	7
Part-Time Employees	6	5	6	6	6	8	9	9	10	11
Seasonal Employees	7	7	7	6	6	7	7	7	9	8
HIGHWAYS AND STREETS										
Regular Employees	4	3	3	3	3	3	3	3	4	4
Part-Time Employees	1	1	1	1	1	2	2	3	1	1
Seasonal Employees	2	2	2	2	2	3	3	4	5	5
WATER AND SEWER OPERATIONS										
Regular Employees	6	5	5	5	5	5	5	5	5	4
Part-Time Employees	2	2	2	2	2	2	1	2	1	1
Seasonal Employees	2	2	2	2	2	2	1	1	1	1
Total Regular Employees	21	18	17	16	16	16	16	16	20	18
Total Part-Time/Seasonal Employees	32	30	32	31	31	36	36	39	40	39
TOTAL EMPLOYEES	53	48	49	47	47	52	52	55	60	57

Data Source

City Records

CITY OF GENOA, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
PUBLIC SAFETY										
Police										
Total Offences	1,262	903	408	1,025	1,758	1,680	1,671	1,383	1,574	1,876
Traffic Accidents	103	78	60	74	78	85	87	89	79	88
Traffic and Parking Violations	2,956	1,780	1,109	936	1,302	1,511	1,906	1,533	1,345	1,938
PUBLIC WORKS										
Street Resurfacing (Miles)	-	1.00	-	0.90	0.80	0.50	0.50	0.65	0.47	0.95
Crack Sealing (Miles)	-	-	-	-	-	-	1.00	-	-	-
Pothole Repairs	280	300	400	864	500	950	750	1,500	1,575	1,470
WATER										
New Connections	67	7	7	4	2	3	2	5	7	5
Number of Customers	1,946	1,953	1,960	1,960	1,962	1,965	1,967	1,972	1,979	1,984
Water Main Breaks	7	2	6	11	6	8	4	7	6	10
Average Daily Pumped (1)	470	464	550	453	480	460	451	452	454	448
Maximum Daily Average (1)	670	675	700	750	816	795	555	668	697	679
WASTEWATER										
Average Daily Treatment (1)	650	660	670	720	670	680	688	660	890	830
Maximum Daily Treatment (1)	950	955	1,950	1,330	1,350	1,280	1,049	1,100	1,360	1,510

(1) 1,000 gallon units

Data Source

Various City Department Records

CITY OF GENOA, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PUBLIC Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	6	6	6	7	7	7	7	7	5	6
PUBLIC WORKS										
Streets (Miles)	50.00	50.00	51.00	52.00	52.00	52.00	52.00	52.00	52.00	52.00
Street Lights	345	345	345	345	345	345	345	345	345	345
Traffic Signals	4	4	4	4	4	4	4	4	4	4
WATER										
Water Mains (Miles)	32.00	32.00	32.00	32.25	32.25	32.25	32.50	32.50	32.50	32.50
Fire Hydrants	345	345	345	417	417	417	418	418	418	418
Storage Capacity (1)	550	550	550	550	550	550	550	550	550	550
WASTEWATER										
Sanitary Sewers (Miles)	24.00	24.00	25.00	25.00	25.00	25.00	25.00	25.00	25.00	25.00
Storm Sewers (Miles)	21.00	21.00	21.00	21.00	21.00	21.00	21.00	21.00	21.00	21.00
Treatment Capacity (1)	780	780	780	780	780	780	780	780	780	780

(1) 1,000 gallon units

Data Source

Various City Department Records