

CITY OF OTTAWA, ILLINOIS

INDEPENDENT AUDITORS' REPORT

ANNUAL FINANCIAL REPORT

APRIL 30, 2021

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INDEPENDENT AUDITOR'S REPORT

To the City Mayor
and Board of Trustees
City of Ottawa, Illinois

We have audited the accompanying financial statements of governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Ottawa, Illinois, (the City) as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise City of Ottawa, Illinois' 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 did not audit the financial statements of the Firefighters' Pension Fund or the Police Pension Fund of the City. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Firefighters' Pension Fund and the Police Pension Fund is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of the other auditors, 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 Ottawa, Illinois, as of April 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity 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 the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, and supplemental data, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

The supplemental data section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2022, on our consideration of the City of Ottawa, Illinois' internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the City of Ottawa, Illinois' 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 of Ottawa, Illinois' internal control over financial reporting and compliance.


BRIAN ZABEL & ASSOCIATES, P.C.
Certified Public Accountants

Morris, Illinois
March 28, 2022

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

The following discussion and analysis is intended as a review of significant factors affecting the financial condition and results of financial activities of the City of Ottawa for the fiscal year ending April 30, 2021. The discussion should be read in conjunction with the City's basic financial statements which are presented herein and begin on page 4.

USING THIS REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 4 – 6) provide information about the activities of the City as a whole and present an overall view of the City's finances. Fund financial statements start on page 7. For governmental activities, these statements tell how these services were financed in the short-term as well as what funds remain for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the City as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the City as a whole begins on page MD&A 1. These statements are intended to clearly represent the current status of the City's finances and the change in assets from the prior fiscal year ended April 30, 2020 to the current fiscal year ended April 30, 2021. The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities. These statements include *all* assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes in them. One can consider the City's net position – the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources – as one way to measure the City's financial health. Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating. However, one should also consider both financial and non-financial factors such as changes in the City's equalized assessed valuation (EAV) and the condition of the City's infrastructure to assess the overall health of the City. The City's general management practices particularly relating the budgetary process, management of its debt burden and consequent impact to future budgets, ability to manage through various economic cycles, its pension funding ratios and postemployment benefit liabilities, ability to attract new business, and diversification of employment sectors are all factors one might reasonably consider when assessing the City's financial health, some of which are in the City's direct control, and some which are not.

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities.

- Governmental activities – Most of the City's basic services are reported here, including the police, fire and ambulance, general administration, streets and parks. Real estate and other taxes, franchise fees, fines and state and federal grants finance most of these activities.
- Business-type activities – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water and wastewater treatment systems are reported here. In prior audits, wastewater treatment was referred to as sewer, or the sewerage treatment function.

Reporting the City's Most Significant Funds
Fund Financial Statements

Our analysis of the City's major funds begins on page MD&A 10. The fund financial statements begin on page 7 and provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. The City's two kinds of funds – governmental and proprietary – use different accounting approaches.

- Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.
- Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's waterworks and wastewater fund is included in the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows.

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

The City as Trustee – Reporting the City's Fiduciary Responsibilities

The City is the trustee, or *fiduciary*, for its employees' pension plans. It is also responsible for other assets that because of a trust arrangement can be used only for the trust beneficiaries. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position on pages 18 and 19. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

	Net Position (\$000s)					
	Governmental Activities		Business-type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 24,793	\$ 20,926	\$ 3,416	\$ 3,151	\$ 28,209	\$ 24,077
Capital assets, net	52,917	48,528	43,364	42,693	96,281	91,221
Total assets	77,710	69,454	46,780	45,844	124,490	115,298
Deferred outflows of resources	42,703	23,227	-	-	42,703	23,227
Total assets and deferred outflows of resources	<u>\$ 120,413</u>	<u>\$ 92,681</u>	<u>\$ 46,780</u>	<u>\$ 45,844</u>	<u>\$ 167,193</u>	<u>\$ 138,525</u>
Long-term liabilities	\$ 115,968	\$ 100,495	\$ 14,012	\$ 13,761	\$ 129,980	\$ 114,256
Other liabilities	1,119	1,054	-	1,542	1,119	2,596
Total liabilities	117,087	101,549	14,012	15,303	131,099	116,852
Deferred inflows of resources	29,780	17,811	-	-	29,780	17,811
Total liabilities and deferred inflows of resources	<u>146,867</u>	<u>119,360</u>	<u>14,012</u>	<u>15,303</u>	<u>160,879</u>	<u>134,663</u>
Net position:						
Invested in capital assets, net of related debt	49,899	46,061	29,537	27,662	79,436	73,723
Restricted	11,578	10,271	-	-	11,578	10,271
Unrestricted	(87,931)	(83,011)	3,231	2,879	(84,700)	(80,131)
Total net position	<u>\$ (26,454)</u>	<u>\$ (26,679)</u>	<u>\$ 32,768</u>	<u>\$ 30,541</u>	<u>\$ 6,314</u>	<u>\$ 5,469</u>
Beginning net position	\$ (26,679)	\$ (23,665)	\$ 30,541	\$ 29,134	\$ 3,863	\$ 5,469
Increase (Decrease) in net position	225	(3,014)	2,227	1,407	2,452	(1,606)
Ending net position	<u>\$ (26,454)</u>	<u>\$ (26,679)</u>	<u>\$ 32,768</u>	<u>\$ 30,541</u>	<u>\$ 6,315</u>	<u>\$ 3,863</u>

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

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

The City's financial statements for fiscal year ended April 30, 2021 continued to incorporate the three major changes to the City's financial statement reporting which were first incorporated for the fiscal year ended April 30, 2020, so year to year reporting methodology is more consistent comparing fiscal years ending April 30, 2020 and 2021. The changes noted that were incorporated last year, fiscal year ending April 30, 2020, are detailed in the following. First were independent actuarial reports for both the Ottawa Police Pension Fund and the Ottawa Firefighters' Pension Fund that are compliant with Governmental Accounting Standards Board (GASB) statements 67 and 68. The City utilizes actuarial valuation reports prepared by the Illinois Department of Insurance (DOI) to fund both the Police and Firefighter pensions. The DOI valuations utilize the "Projected Unit Credit" costing method to establish plan liabilities. The GASB 67/68 compliant liability costing methodology is the "Entry Age Normal" method. While both methods potentially determine an underfunded liability, the amount of the underfunded liability can be significantly different depending upon which method is utilized.

The State of Illinois statutory language requires an application of the Projected Unit Credit method, and the City has provided funding based upon this statutory methodology, however this method is not GASB compliant. An Entry Age Normal method front loads the employer's pension liability by recognizing a portion of the pension benefits earned in the future, specifically the pension benefit that will be earned by a worker continuing to accrue additional pension benefits for work performed after the valuation date. The Projected Unit Credit method, while actuarially estimating the benefit of potential future wage increases, does not factor in liabilities for future work credit. The Entry Age Normal costing method therefore reports a higher accrued liability at any point in time, and therefore a lower funding ratio. At the actual point of retirement, each method will calculate a similar liability. The City has reported within the notes to the financials the funding levels of each of its pensions. Consequent to the GASB compliant pension actuarial reports for fiscal year ending April 30, 2020, the financial reports recorded and recognized a \$51.7 million net pension liability. For fiscal year ending April 30, 2021 the net pension liability for the three City supported funds is \$66.7 million. The City continues to fund its pension obligations at the actuarial recommended levels. Of the three funds, contrasting fiscal year ending April 30, 2021 to fiscal year ending April 30, 2020, the net pension liability for IMRF decreased by \$1.6 million, the Police Pension net liability increased by \$8.6 million, and the Firefighter's Pension net pension liability increased by \$8.2 million.

In the financials for fiscal year ending April 30, 2021, was an independently prepared actuarial report for the City's postretirement health plan which is in conformance with GASB statements 74 and 75 for Other Post-Employment Benefits (OPEB). The City's total OPEB liability is an unfunded obligation, with payments made as expenses are incurred. There is no separate trust dedicated exclusively to the payment of OPEB benefits, but rather, the City plans for the obligation in its normal budgeting and appropriation process and pays the expenses as billed and incurred. City retirees, for the fiscal year ending April 30, 2021 paid 25% of the cost of their

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

health insurance, until Medicare eligible, as well as that of all eligible dependents, with the City covering the remainder of the cost. The City pays 100% of the cost of Medicare supplement coverage for all Medicare eligible retirees and spouses.

The GASB 74/75 compliant report reflects a net OPEB liability of \$46.9 million for fiscal year ended April 30, 2020 which was recognized and incorporated in the financial statements. For fiscal year ended April 30, 2021 the net OPEB liability is \$46.3 million.

In the City's Statement of Net Position was the recognition of both deferred outflows of resources as well as deferred inflows of resources. These factors recognize the consumption of assets in the current period that are applicable to a future period, in the case of deferred outflows. Similarly, deferred inflows of resources recognize the acquisition of assets that are applicable to a future reporting period. For fiscal year ending April 30, 2020 the effect of these two additions to the statement of net position, \$23.2 million in outflows and \$17.8 million in inflows, was a net position decrease of \$5.4 million. For fiscal year ending April 30, 2021 there were \$42.7 million of deferred outflows and \$18.7 million of deferred inflows, resulting in a net position increase of \$24 million from the inclusion of deferred outflows and inflows.

Overall, including the reporting modifications noted above the City's net position increased to \$6.3 million as of April 30, 2021, from \$3.9 million as of April 30, 2020, an increase of \$2.4 million. The following tables reflect the costs of the City's largest programs. The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

	Change in Net Position (\$000s)					
	Governmental Activities		Business-type Activities		Governmental	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues						
Charges for Services	\$ 4,277	\$ 3,793	\$ 7,997	\$ 7,518	\$ 12,274	\$ 11,311
Operating Grants and Contrib	866	201	289	22	1,155	223
Capital Grants and Contrib	1,850	1,318	-	-	1,850	1,318
General Revenues						
Taxes	11,555	19,824	-	-	11,555	19,824
Intergovernmental	14,799	4,904	-	-	14,799	4,904
Interest	30	60	32	17	62	77
Miscellaneous	1,222	612	-	-	1,222	612
Total Revenues	34,599	30,712	8,318	7,557	42,917	38,269
Expenses						
General Government	7,748	9,519	-	-	7,748	9,519
Public Safety	12,479	10,390	-	-	12,479	10,390
Public Works, Cultural, Parks, and Recreation	4,715	5,619	-	-	4,715	5,619
Community/Economic Develop.	9,610	7,938	-	-	9,610	7,938
Water and Wastewater Treatment	-	-	6,027	5,906	6,027	5,906
Swimming Pool	-	-	5	137	5	137
Canal Rental and Purchase	-	-	-	-	-	-
Events	-	-	11	257	11	257
Interest Expense	121	138	-	-	121	138
Total Expenses	34,673	33,604	6,043	6,300	40,716	39,904
Other Financing Sources (Uses)	299	(121)	(47)	150	252	29
Change in Net Position	225	(3,013)	2,228	1,407	2,453	(1,606)
Net Position: May 1	(26,678)	(23,665)	30,541	29,134	3,863	5,469
Net Position: April 30	\$ (26,453)	\$ (26,678)	\$ 32,769	\$ 30,541	\$ 6,316	\$ 3,863

Governmental Activities

Program revenues for governmental services in the fiscal year ended April 30, 2021 were decreased from those for the prior year. Comparing fiscal year ended April 30, 2021 to fiscal year ended April 30, 2020, overall charges for services increased by 12.8%, to \$4.3 million from \$3.8 million in the prior year. Operating grants and contributions increased by 331%, \$866 thousand fiscal year ending April 30, 2021, contrasted to \$201 thousand in fiscal year ending April 30, 2020. Capital grants and contributions increased by 40%, \$1.9 million in fiscal year ending April 30, 2021 and \$1.3 million in fiscal year ending April 30, 2020.

Operationally, the *total* cost of all governmental activities for the fiscal year ended April 30, 2021 was \$34.7 million. In fiscal year ended April 30, 2020, in contrast, it was \$28.3 million.

The City of Ottawa operates the North Central Area Transit (NCAT), a public transportation bus service, as an accommodation to its citizens and other passengers. This special revenue category

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

is included in the general category of Public Works, Cultural, and Recreation. The NCAT service operates at a profit.

Normal salary and wages paid for governmental activities increased by \$744 thousand which represents an 8.1% increase, however, total wages paid for governmental activities increased by \$853 thousand, or 8.7%, due to primarily to a \$109 thousand increase in overtime pay.

Health insurance claims decreased from the prior year, by \$359 thousand, however total health insurance expenses net of employee premium payments decreased by 12.8%. While employees pay 20% of the cost of the plan, the City is self-insured, and the 20% employee contribution is based upon an expectation of expense which at times will not conform to actual results and claim experience.

The health plan direct and variable expenses, net of employee contributions and stop loss reimbursements, was \$2.7 million for the period ending April 30, 2021, as compared to \$3.1 million for the period ending April 30, 2020, \$3.2 million for the period ending April 30, 2019, \$2.8 million for the period ending April 30, 2018, and \$2.5 million for the period ending April 30, 2017. The City's self-insured health plan utilizes a third-party for administrative services, and direct re-insurance placement to protect against unusually high individual or aggregate claims. Therefore, the City incurs fixed costs which include stop-loss premiums and administrative fees, as well as variable costs, the claims expense, which is the most significant element of the overall expense. The self-insured program is intended to allow the City to reduce its expenses in years in which claims are less than expected or customary. The City has the cash flow capacity to effectively manage the fluctuations in claim expense from year to year, and the re-insurance protection from excessive outflows in any particular plan year, thereby retaining the financial benefit when claim expenses are favorable. The City has also attempted to control this expense and align the interests of the City and its employees through direct employee contributions, which for the respective periods as noted above was 20% of the conventionally equivalent medical rate, or premium equivalent for employee coverage as well as employee plus dependent coverage. Retirees also pay a portion of the premium for retiree coverage while still on the City's self-insured plan. As retirees are eligible they are transitioned to a Medicare supplement plan, for which the City covers 100% of the cost of coverage.

The City maintains defined benefit pension plans for regular employees, funding three separate plans. The total sources of funding for each are City contributions, direct participant contributions, and investment performance. The plan year valuations for the Police and Firefighters' pension are as of April 30 of each year, and for the Illinois Municipal Retirement Fund (IMRF), December 31 of each year. As noted earlier, the funding methodology for the Police and Firefighter Pensions utilized by the City is based upon the Projected Unit Credit method which is actuarially determined and statutorily relevant for required contribution levels. The actuarial information included in the financials for fiscal year ended April 30, 2021 and April 30, 2020 utilizes the Entry Age Normal liability costing method. The Entry Age Normal method results in a liability that is in excess of that determined by the Projected Unit Credit

(See independent auditor's report)

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

method. The City endeavors to fund each of its pensions at the actuarial recommended amount. In some circumstances that recommended data has been unavailable at the time of the annual levy process.

The funding ratio of Police and Firefighters pension funds utilizing the Projected Unit Credit method of calculating liabilities are as follows: the Police Pension Fund as of April 30, 2021 was 50% funded and as of April 30, 2020 was 59% funded; and the Firefighter's Pension Fund had a funding level of 30% as of April 30, 2021 and 37% as of April 30, 2020. The City of Ottawa consistently contributes at the actuarially suggested amounts and both the police and firefighters contribute at their statutorily determined percentage of pensionable compensation. The actuarial reports for the fiscal year ending April 30, 2021 and April 30, 2020, and included in these financials utilizing the Entry Age Normal liability calculation determines the funding level for the Police Pension for fiscal year end April 30, 2021 to be 50.2%, as contrasted to the Projected Unit Credit method at 59%, identical to the prior year, and as of April 30, 2020 to be 52.12%, as contrasted to the Projected Unit Credit method at 59%; for the Firefighters' Pension for the fiscal year end April 30, 2021 to be 30.77%, as contrasted to the Projected Unit Credit method at 38%, and as of April 30, 2020 to be 29.67% as contrasted to 37% by the Projected Unit Credit method.

40 Illinois Compiled Statutes (ILCS) 5/3-125(a) requires municipalities to achieve 90% funding of the total actuarial liabilities of Police and Fire Pensions by the end of the municipal fiscal year 2040. In 2017 actuarial assumptions were modified by the Illinois Department of Insurance that reduced the interest rate utilized in the actuarial calculation as well as adjusting the mortality tables and assumptions regarding service related deaths. Consequently, this has had an effect on the level of projected underfunding of the pensions which is being amortized over time to reach compliance with the mandated funding levels required.

IMRF which covers employees other than those covered by the Police and Firefighter Pensions, utilizes an entry age normal methodology for calculation of plan liabilities. IMRF's measurement date is as of December 31 of each year. The most recent data available, as of December 31, 2020 determines a net funding position of 104.67%, compared to December 31, 2019 at 98.11. The City has contributed at or above the actuarially determined contribution level in each of the years noted above.

Effective in fiscal year 2016 the Governmental Accounting Standards Board (GASB) promulgated a new reporting format for pension funds to be compliant with generally accepted accounting principles (GAAP). The required disclosure now provides for a range of liabilities calculated using a single discount rate as well as a rate both 1% lower and 1% greater than the single standard rate to provide a sensitivity analysis for rate changes. The resulting range of net liability levels projected by this methodology for the IMRF as of December 31, 2020 is \$1.6 million to negative net liability or net asset level of \$1.1 million, with a single discount rate net liability level at \$3.3 million. As of December 31, 2019, this range for IMRF was \$3.0 million to \$436 thousand, with the single discount rate net liability level at \$1.7 million. For the Firefighters' Pension as of April 30, 2021, the range is a net liability of \$50.5 million to \$31.8

CITY OF OTTAWA, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

million, with \$40 million at the current rate. As of April 30, 2020, the Firefighters' Pension has a range of a net liability of \$39.1 million to \$26 million, with \$31.8 million at the current rate. The Police Pension net liability as of April 30, 2021 ranged from \$39.5 million to \$19.2 million, with \$28 million at the current rate. As of April 30, 2020 the Police Pension ranged from \$26.6 million to \$13.7 million, with \$19.4 million at the current rate.

Note that the current discount rate utilized in the three pension calculations noted above, is different for each. For IMRF the current discount rate utilized is 7.25%, for the Police Pension 4.93%, and for the Firefighters' Pension 4.08%. A lower current rate results in a greater expected liability.

General Revenues to support governmental activities, which includes taxes, intergovernmental transfers (excluding City inter-fund transfers), and investment income, increased by increased by 8.0% for the fiscal year ending April 30, 2021 as compared to an increase of 7.6% for the fiscal year ending April 30, 2020. Total general revenues to support governmental activities (excluding City inter-fund transfers) were \$27.6 million, compared to \$25.4 million and \$23.6 million for the periods ending April 30, 2020 and April 30, 2019, respectively.

Property taxes and Sales and Use taxes are the largest sources of general revenue for the City, in combination accounting for 68.9% of total general revenues from governmental activities (exclusive of City inter-fund transfers) for the fiscal year ended April 30, 2021, 69.8% of total general revenues from governmental activities (exclusive of City inter-fund transfers) for the fiscal year ended April 30, 2020 and 73.1% for the fiscal year ended April 30, 2019. Overall, property tax revenues increased by \$579 thousand, or 5.2% in the fiscal year ending April 30, 2021, increased by \$159 thousand, or 1.5% in the fiscal year ending April 30, 2020, and increased by \$470 thousand or 4.5% in fiscal year ending April 30, 2019.

The City's equalized assessed valuation (EAV) of the property subject to the City's annual tax levy, which is more fully discussed hereafter, increased for the sixth straight year after previous declines. Property taxes increased by \$579 thousand in fiscal year ended April 30, 2021, increasing to \$11.6 million from \$11.0 million the year before. Sales and Use taxes increased by \$711 thousand, to \$7.4 million, or 10.5%, after increasing by \$305 thousand, 4.7%, to \$6.8 million for the fiscal year ended April 30, 2020. Property tax receipts include general corporate revenues, as well as revenues allocable to various Tax Increment Financing District (TIF) funds, and other governmental funds. Property taxes are attributable to both new development as well as existing properties. The property tax extension directly attributable to the local property tax extension and levy increased by 6.39% for the levy year 2020. The overall levy rate for 2020 applied to each \$100 of assessed valuation, however, increased 2.23%, or 10.4 cents. The overall levy rate for 2019 applied to each \$100 of assessed valuation, however, increased 4.7%, or 10.4 cents. The disparity between the rate of extension increase and rate of levy rate increase is the result of an increased equalized assessed valuation (EAV) base. In prior year over year comparison, the amount extended increased 2.88% in 2019, and the levy rate by 6.2 cents. The EAV, which is the basis upon which property taxes are levied, increased in levy year 2020 for

(See independent auditor's report)

CITY OF OTTAWA, ILLINOIS
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Fiscal Year Ending April 30, 2021

taxes to be paid in fiscal year ending April 30, 2021. The total increase in the 2020 EAV was \$6.8 million, compared to the 2019 EAV was \$9.0 million greater than the year before. This represents the seventh consecutive annual increase, following four prior years of declining EAV which preceded.

Newly developed and incorporated properties helped to mitigate the consequences to the changes to the values of existing properties, and lessen the tax burden on existing property owners. The various amounts levied for the employee pensions including Social Security have consumed a significant amount of the property tax levy, representing 46.1% of taxes levied in 2021, 48.5% of taxes levied in 2020, 47.9% of taxes levied in 2019. In fiscal year 2021 the levy for non-pension funds in aggregate increased by \$202 thousand to a total of \$3.9 million. In fiscal year 2020 the levy for non-pension funds in aggregate increased by \$135 thousand to a total of \$3.4 million. The prior year non-pension aggregates were: \$3.4 million (2019), and \$3.4 million (2018). The City responsibly fulfills its obligations pursuant to actuarial assessments received in the amounts necessary to appropriately fund its pensions both as to normal costs and amortizing current shortfalls, affording to the covered employees the benefits to which they are entitled, while prudently managing other expenses and levy requests to properly control the impact to local taxpayers.

Sales and Use taxes, which are a general indication of the overall vitality of retail operations within the taxing limits of the City increased by \$711 thousand, to \$7.5 million, or 10.5% after increased by \$305 thousand, to \$6.8 million, or 4.7% for fiscal year 2020, and increasing by \$321 thousand for fiscal year 2019. In prior years the changes were: an increase of \$192 thousand for fiscal year 2018 following a decline of \$33 thousand in 2017 and an increase of \$69 thousand in 2016. This represents a 5.2% increase for 2019, a 0.5% decrease for 2018, a .5% decrease for 2017, and a 1.2% increase for the fiscal year ended 2016.

Business-Type Activities (Primarily Water and Wastewater Treatment)

Program revenues from business-type activities increased by \$746 thousand, with total revenues of \$8.3 million for fiscal year ended April 30, 2021, as compared to an increase of \$84 thousand, with total revenues of \$7.5 million in the fiscal year ended April 30, 2020.

For fiscal year ended April 30, 2021, the business-type activities overall operated at a profit of \$2.2 million compared to the fiscal year ended April 30, 2020 which also operated at a profit of \$1.2 million. The City's municipal swimming pool operated at a deficit of \$5 thousand in 2021 after operating at a deficit of \$85 thousand in 2020, and a deficit of \$88 thousand in 2019. The City's Events Fund operated at a deficit of \$9 thousand in fiscal year 2021, following a deficit of \$23 thousand in fiscal year 2020, and a deficit of \$47 thousand in fiscal year 2019. The overall net assets attributable to business-type activities increased by \$936 thousand for the period ended April 30, 2021, increased by \$1.2 million for the period ended April 30, 2020, and increased by \$1.1 million for the period ended April 30, 2019.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
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THE CITY'S FUNDS

The following schedule presents a summary of general, special revenue, capital project, debt service, and permanent fund revenues and expenditures for the fiscal year ending April 30, 2021 as compared with the fiscal year ending April 30, 2020.

	2021		2020	
	Amount	% of Total	Amount	% of Total
Revenues:				
Taxes	\$ 24,394	70.50%	\$ 23,020	75.94%
Intergovernmental	1,960	5.66%	1,710	5.57%
Charges for Services and Fees	2,050	5.93%	1,478	4.81%
Fines & Forfeitures	317	0.92%	565	1.84%
Licenses & Permits	739	2.14%	613	2.00%
Investment Income	30	0.09%	59	0.19%
Miscellaneous	5,109	14.77%	3,267	10.64%
Total Revenues	<u>\$ 34,599</u>	<u>100.00%</u>	<u>\$ 30,712</u>	<u>100.00%</u>
Expenditures:				
General Government	\$ 7,347	22.94%	\$ 6,775	22.23%
Public Safety	8,019	25.04%	7,664	25.14%
Public Works, Cultural, Parks, and Recreation	3,998	12.48%	6,029	19.78%
Community/Economic Develop.	9,029	28.19%	7,889	25.88%
Debt Service	726	2.27%	730	2.39%
Capital Outlay	2,906	9.07%	1,395	4.58%
Total Expenditures	<u>\$ 32,025</u>	<u>100.00%</u>	<u>\$ 30,482</u>	<u>100.00%</u>

Revenues from taxes increased by \$1.4 million for the period ending April 30, 2021 and represented 71.0% of the total revenues for governmental funds as compared to a \$639 thousand increase for the period ending April 30, 2020, representing 75.0% of total revenues. Revenues exclusive of taxes and intergovernmental receipts were approximately \$8.2 million for the period ending April 30, 2021 and were \$6.0 million for the period ended April 30, 2020. Revenue from intergovernmental sources increased in 2021 to \$1.9 million. Revenue from intergovernmental sources in the fiscal year ended April 30, 2020 was \$1.7 million, following fiscal year ended April 30, 2019 at \$728 thousand. Licenses and Permits declined in fiscal year ended April 30, 2021 was to \$29 thousand, compared to \$613 thousand in fiscal year ended April 30, 2020. Fines and forfeitures also declined to \$317 thousand from \$565 thousand for the period ended April 30, 2020.

Expenditures for governmental funds in total increased to \$32.0 million for the fiscal year ended April 30, 2021, from \$30.5 million for the fiscal year ending April 30, 2020. Total governmental fund balances, in aggregate, increased by \$2.9 million for fiscal year ended April 30, 2021 preceded by an increase of \$109 thousand in the fiscal year ended April 30, 2020. They increased by \$1.3 million in the fiscal year ending April 30, 2019. The General Fund balance, in contrast, increased by \$1.6 million in fiscal year ended April 30, 2021 which was preceded by a decrease of \$552 thousand in fiscal year 2020.

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Fiscal Year Ending April 30, 2021

The General Fund balance at the end of the fiscal year, April 30, 2021 \$2.5 million compared to April 30, 2020 at \$921 thousand and April 30, 2019 at \$1.5 million. The General Fund is the City's main operating account. This General Fund ending balance represents approximately 50 days of average General Fund expenditures for the fiscal year ended April 30, 2021, compared to 18 days of average General Fund expenditures for the fiscal year ended April 30, 2020, and 33 days for the fiscal year ended April 30, 2019.

General Fund Budgetary Highlights

The City Council passed a budget based upon expectations of revenues and expenses. Current year resources available for appropriation to the general fund were \$620 thousand more than was budgeted. Actual revenues were \$1.7 million more than budgeted, and expenses were \$247 thousand more than budgeted, resulting in a surplus of \$1.4 million.

The most significant diversions from budgeted revenue were \$869 thousand more in grants, \$402 thousand more in sales taxes, \$402 thousand more in State of Illinois income taxes, \$178 thousand more in property taxes, and \$141 thousand more in utility taxes than was budgeted. And, less revenue of \$296 thousand for ambulance transfers as well as \$99 thousand less revenue from ambulance fees than was budgeted. The most significant diversion from budgeted expenses were expenses less than budgeted of \$312 thousand for health insurance and claims, \$568 thousand for the fire department, and \$864 thousand for repairs and maintenance. Expense areas exceeding the budgeted amounts were \$277 thousand for the police department, \$1.5 million in capital outlay for equipment, and \$165 thousand in grant expense for the Ottawa Township High School District #140 and East Ottawa levee project. The City of Ottawa secured a grant in conjunction with an intergovernmental agreement with Ottawa Township High School District #140, of approximately \$1.3 million to assist in the elevation of the levee flood wall protecting both the high school and the East Side residents of the City, elevating a necessary portion of the levee to the same elevation as the remainder, thereby securing the public and facility safety of both the school and East Side properties. The grant amount, successfully received for the project since completed, passed through both the revenue and expense side of the balance sheet, and was not included in the budget at the time of its adoption. The majority of the grant was disbursed in the prior fiscal year, with the remaining \$165 thousand distributed in the fiscal year ending April 30, 2021.

Actual revenues collected were 109.6% of the amount budgeted, and exclusive of the levee project described above, was 104.8% of the amount budgeted. Overall taxes received were 101.5% of the amount budgeted. Property taxes received were 108% of the budgeted amount, State income taxes 121.5% of the amount budgeted, and corporate personal property replacement taxes only 11.8% of the amount budgeted. Additional, telecommunication taxes received were 113% of the amount budgeted. These areas in the aggregate primarily are the elements of the divergence of budgeted versus actual tax revenue.

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Approximately \$167 thousand was transferred from the General Fund to other City funds. The fund balance in the General Fund increased as of April 30, 2021 by \$1.6 million, to \$2.5 million, after decreasing as of April 30, 2020 by \$552 thousand, to \$921 thousand, and increasing in fiscal year ended April 30, 2019 by \$543 thousand to a fiscal year ending balance of \$1.5 million. The General Fund is the main operating fund utilized to conduct the City's business. Additionally, the General Fund is the most significant accounting mechanism to record the City's activities, including all activity other than that which is required or appropriate to be recorded in other, specially identified, funds. To the extent that expenditures exceed revenues, it is necessary to utilize the City's reserves. The City's other governmental funds, exclusive of the General Fund, and including the various TIF funds, had balances in the aggregate of \$10.4 million as of April 30, 2021, \$9.1 million as of April 30, 2020, and \$8.4 million as of April 30, 2019. Overall, the City's governmental funds in the aggregate increased by \$2.9 million to a total of \$12.9 million for the period ending April 30, 2021. The property taxes collected and allocated to the various Tax Increment Financing Districts (TIFs) are primarily generated from new development that would likely not have occurred but for the creation of the TIF districts and the utilization of this mechanism as an economic development tool.

CAPITAL ASSET AND DEBT ADMINISTRATION

As of April 30, 2021 the City reports a net position in governmental funds and activities of negative \$26.5 million, as compared to April 30, 2020 at which point the City reported a net position in governmental funds and activities of negative \$26.7 million, and as contrasted to a negative \$23.8 million as of April 30, 2019. The significant change from fiscal year ending April 30, 2019 and for the years ending April 30, 2021 and April 30, 2020 is, as noted earlier, primarily the result of the inclusion of long-term liabilities which are not due and payable in the current reporting period, specifically, for fiscal year ending April 30, 2021, \$114.4 million of net liability for the three City pensions, IMRF, Police, and Firefighter as actuarially determined by the entry age normal method of recording liabilities, plus the aggregate OPEB for post retirement health insurance benefits which are not funded through a separate trust arrangement, but rather paid as expenses are incurred and charged. Additionally, partially offsetting these liabilities is a positive recognition of deferred outflows in excess of deferred inflows in the aggregate amount of \$24.1 million also relating to the pensions and post retirement benefits.

As noted earlier, the total fund balances of all governmental funds was \$12.9 million as of April 30, 2021, and as contrasted to \$10.0 million as of April 30, 2020. Capital assets for governmental activities, which are not financial resources, were \$41.8 million net of depreciation as of April 30, 2021 and \$48.5 million as of April 30, 2020.

Including proprietary type funds and activities along with governmental funds, the City has a net position of \$6.3 million as of April 30, 2021, which was \$3.9 million as of April 30, 2020, and as contrasted to \$5.4 million as of April 30, 2019. Again, the significant change is in the governmental funds and activities with the recognition of current and future liabilities from the

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various benefit plans. The total assets net of deferred outflows of resources, as of April 30, 2021 for proprietary and business fund types was \$32.8 million, as of April 30, 2020 for proprietary and business fund types was \$45.8 million, compared to \$41.9 million as of April 30, 2019. Capital assets only, net of depreciation, in the proprietary and business type funds and activities was \$43.4 million as of April 30, 2021, \$42.7 million as of April 30, 2020, and \$41.2 million net of depreciation as of April 30, 2019. Capital asset investments include land, buildings, improvements, machinery, equipment, and general infrastructure, and more specifically including, but not limited to, roads, bridges, water and wastewater treatment facilities, administration, storage, police, and fire station buildings, water and wastewater treatment lines, parks, and streets, police, fire, and emergency medical care vehicles and equipment.

This year's major additions included:

- Street and byway resurfacing, construction, repair, and improvements
- Machinery and equipment upgrades
- Water and wastewater treatment upgrades, extensions, and repairs
- Continued combined wastewater and storm water separation progress
- General infrastructure improvements

More detailed information about the City's capital assets is presented in Note 3 to the financial statements.

DEBT

As of April 30, 2021, the City had \$15.7 million in long-term debt from bonds and notes outstanding. As of April 30, 2020, the City had \$17.3 million outstanding, and \$15.2 million as of April 30, 2019. Principal payments were paid as scheduled. The City serviced its debt as scheduled for the fiscal year ended April 30, 2021 but did not refinance any of the debt either in the current fiscal year or prior fiscal year ending April 30, 2020. In fiscal year ended April 30, 2020, the City incurred additional debt of \$3.7 million for infrastructure upgrades and repairs in the Water and Wastewater division. The City is limited by statute to indebtedness of no more than 8.625% of the most recently available value of the taxable property within its boundaries. As of April 30, 2021, the City had an additional \$16.8 million of capacity remaining in its legal debt margin. More detailed information about the City's debt is presented in Note 5 to the financial statements.

The City's outstanding general obligation debt is below the state-imposed limit.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal year 2021-2022 budget, tax rates and fees that will be charged for the business-type activities. The City has experienced more recent increases in the assessed valuation of properties subject to taxation after a period of stable valuations. The City Council has endeavored to minimize

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MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending April 30, 2021

necessary increases in tax rates while prudently managing the City's human and capital resources, and to fulfill the obligations to maintain an effective, efficiently operating, municipal enterprise providing public safety services through its police, fire, and emergency medical professionals, as well as maintaining, supporting, and improving when possible, its essential infrastructure. Emphasis has been focused on mitigating the fiscal burdens to local taxpayers by securing payment for services for those directly utilizing them, as appropriate, aggressively seeking and acting upon full and matching grant opportunities and exploring alternative revenue sources in the effort to reduce reliance on local property tax revenue. In some circumstances priorities are affected by grant opportunities that are available from which the City can benefit. Financing rates are reviewed to take advantage of opportunities when present to better leverage the City's resources and limit servicing costs, while contractually ensuring that flexibility remains at the City's option for future opportunities to be realized. The City Council has attempted to responsibly manage the City's affairs, while providing a consistent, professional level of service, recognizing that the City's infrastructure is continually needful of repair and maintenance to ensure that it is effective and of benefit both to current residents and businesses. Further the City has committed to a proactive effort to encourage economic development and attract business enterprises to the community as evidenced by its development and expansion of the Ottawa Industrial Park, its extensive use of Tax Increment Financing Districts (TIFs), and utilization of enterprise zone incentives. These efforts benefit and provide opportunities for existing taxpayers, while providing and developing a vibrant and attractive community for new, prospective, taxpayers.

These indications were taken into account when adopting the General Fund budget for 2022. Amounts available for appropriation in the General Fund budget, including fund reserves, are \$20.7 million for the fiscal year ending April 30, 2022. Amounts available in previous years were \$18.1 million for fiscal year ending April 30, 2021, \$19.0 million for fiscal year ending April 30, 2020, \$18.6 million for fiscal year ending April 30, 2019, \$17.3 million for fiscal year ending April 30, 2018, and \$17.2 million for fiscal year 2017. General budgeted expenses were similar to fiscal year 2021, with controlled general wage increases relating to longevity and negotiated collective bargaining agreements. Of the three collective bargaining units, the AFSCME and the Police Benevolent Labor Committee each expire as of April 30, 2022, with status quo continuing pending the settlement of a successor agreement. The other bargaining unit, the Firefighter Local 523 contract expires as of April 30, 2024, again with status quo continuing pending the settlement of a successor agreement. Appointed personal are generally subject to annual contracts expiring at the end of each fiscal year.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional information, contact Shelly Munks, City Clerk, at 301 West Madison Street, Ottawa, Illinois 61350, 815-433-0161 extension 117.

BASIC FINANCIAL STATEMENTS

CITY OF OTTAWA, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2021

	Governmental Activities	Proprietary Fund Type	Total
ASSETS			
Current Assets			
Cash and investments	\$ 9,548,064	\$ 2,751,126	\$ 12,299,190
Receivables			
Accounts	-	1,299,445	1,299,445
Property taxes	11,122,527	-	11,122,527
Motor fuel tax	61,827	-	61,827
Hotel/Motel tax	44,782	-	44,782
Grants	886,193	-	886,193
Notes	4,517	-	4,517
Other	1,848,125	-	1,848,125
Due from (to) other funds	634,484	(634,484)	-
Prepaid expense	467,415	-	467,415
Other current assets	175,485	-	175,485
Total current assets	24,793,419	3,416,087	28,209,506
Noncurrent assets			
Notes receivable	16,951	-	16,951
Net Pension Asset	1,131,102	-	1,131,102
Capital assets			
Construction in progress	850,164	339,897	1,190,061
Land	14,197,206	407,740	14,604,946
Buildings and improvements	16,104,110	-	16,104,110
Infrastructure	37,918,068	-	37,918,068
Machinery and equipment	11,608,207	76,410,538	88,018,745
Less: Accumulated depreciation	(28,909,170)	(33,794,183)	(62,703,353)
Total noncurrent assets	52,916,638	43,363,992	96,280,630
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows, IMRF	2,063,741	-	2,063,741
Deferred outflows, Fire Pension	13,595,292	-	13,595,292
Deferred outflows, Police Pension	16,096,106	-	16,096,106
Deferred outflows, OPEB	10,948,312	-	10,948,312
Total Deferred Outflows of Resources	42,703,451	-	42,703,451
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 120,413,508	\$ 46,780,079	\$ 167,193,587

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2021

	Governmental Activities	Proprietary Fund Type	Total
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 750,008	\$ 116,901	\$ 866,909
Accrued salaries	59,539	7,612	67,151
Accrued interest payable	43,703	60,985	104,688
Compensated absences	-	-	-
Current portion of capital lease	37,270	32,825	70,095
Current portion of long-term debt	228,758	1,292,551	1,521,309
Noncurrent Liabilities			
Net pension liability	68,072,259	-	68,072,259
Net OPEB liability	46,292,561	-	46,292,561
Capital lease	80,062	32,825	112,887
Loans payable	32,997	3,184,685	3,217,682
Debt certificates payable	-	1,524,000	1,524,000
Bonds payable	1,490,000	7,760,000	9,250,000
Total Liabilities	117,087,157	14,012,384	131,099,541
DEFERRED INFLOWS OF RESOURCES			
Unearned property taxes	11,122,527	-	11,122,527
Unearned revenue	4,809	-	4,809
Deferred inflows, IMRF	3,353,436	-	3,353,436
Deferred inflows, Fire Pension	4,719,244	-	4,719,244
Deferred inflows, Police Pension	6,552,053	-	6,552,053
Deferred inflows, OPEB	4,028,398	-	4,028,398
Total deferred inflows of resources	29,780,467	-	29,780,467
Total liabilities and deferred inflow of resc	146,867,624	14,012,384	160,880,008
NET POSITION			
Net investment in capital assets	49,899,498	29,537,106	79,436,604
Restricted	11,578,146	-	11,578,146
Unrestricted	(87,931,760)	3,230,589	(84,701,171)
Total Net Position	(26,454,116)	32,767,695	6,313,579
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 120,413,508	\$ 46,780,079	\$ 167,193,587

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

STATEMENT OF ACTIVITIES

April 30, 2021

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
PRIMARY GOVERNMENT							
Governmental Activities							
General government	\$ 7,748,452	\$ 2,098,568	\$ 25,670	\$ -	\$ (5,624,214)	\$ -	\$ (5,624,214)
Public safety	12,478,938	2,031,718	729	-	(10,446,491)	-	(10,446,491)
Public works, Cultural, Parks, Recreation	4,714,829	164	839,232	1,850,234	(2,025,199)	-	(2,025,199)
Community/Economic development	9,610,201	146,443	-	-	(9,463,758)	-	(9,463,758)
Interest expense	121,053	-	-	-	(121,053)	-	(121,053)
Total governmental activities	34,673,473	4,276,893	865,631	1,850,234	(27,680,715)	-	(27,680,715)
Business-Type Activities							
Water and sewer	6,027,283	7,994,752	289,126	-	-	2,256,595	2,256,595
Swimming pool	5,393	-	-	-	-	(5,393)	(5,393)
Canal rental and purchase	-	-	-	-	-	-	-
Events	11,293	1,800	-	-	-	(9,493)	(9,493)
Total business-type activities	6,043,969	7,996,552	289,126	-	-	2,241,709	2,241,709
TOTAL PRIMARY GOVERNMENT	\$ 40,717,442	\$ 12,273,445	\$ 1,154,757	\$ 1,850,234	(27,680,715)	2,241,709	(25,439,006)
General Revenues							
Property Tax					11,554,495	-	11,554,495
Sales and Use Tax					7,466,716	-	7,466,716
Utility and telecommunications tax					1,710,278	-	1,710,278
Hotel/Motel tax					340,861	-	340,861
Intergovernmental					5,281,132	-	5,281,132
Interest					30,314	32,170	62,484
Miscellaneous					1,222,186	-	1,222,186
Total general revenues					27,605,982	32,170	27,638,152
OTHER FINANCING SOURCES (USES)					299,182	(47,267)	251,915
CHANGE IN NET POSITION					224,449	2,226,612	2,451,061
NET POSITION, MAY 1					(26,678,565)	30,541,083	3,862,518
NET POSITION, APRIL 30					\$ (26,454,116)	\$ 32,767,695	\$ 6,313,579

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

GOVERNMENTAL FUNDS

BALANCE SHEET

April 30, 2021

	General Fund	North TIF Fund	Nonmajor Funds	Total
ASSETS				
Cash	\$ 1,775,222	\$ 961,744	\$ 7,192,568	\$ 9,929,534
Investments	98,218	-	924,303	1,022,521
Property Taxes Receivable	1,966,320	2,730,600	6,425,607	11,122,527
Other Receivables:				
Notes	-	-	21,468	21,468
Motor Fuel Tax	-	-	61,827	61,827
Hotel/Motel Tax	-	-	44,782	44,782
Grants	-	-	886,193	886,193
Other	1,840,998	-	7,127	1,848,125
Prepaid Expense	42,441	-	424,974	467,415
Due from Other Funds	18,626	-	1,773,096	1,791,722
Other Assets	-	-	175,485	175,485
TOTAL ASSETS	<u><u>\$ 5,741,825</u></u>	<u><u>\$ 3,692,344</u></u>	<u><u>\$ 17,937,430</u></u>	<u><u>\$ 27,371,599</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ 1,403,991	\$ 1,403,991
Accounts Payable	241,124	589	508,295	750,008
Accrued Salaries	52,314	-	7,225	59,539
Due to Other Funds	978,993	-	178,245	1,157,238
Total Liabilities	<u>1,272,431</u>	<u>589</u>	<u>2,097,756</u>	<u>3,370,776</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	1,966,320	2,730,600	6,425,607	11,122,527
Unavailable Revenues	-	-	4,809	4,809
Total Deferred Inflows of Resources	<u>1,966,320</u>	<u>2,730,600</u>	<u>6,430,416</u>	<u>11,127,336</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>3,238,751</u></u>	<u><u>2,731,189</u></u>	<u><u>8,528,172</u></u>	<u><u>14,498,112</u></u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

GOVERNMENTAL FUNDS

BALANCE SHEET

April 30, 2021

	<u>General Fund</u>	<u>North TIF Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
FUND BALANCES				
Nonspendable	98,218	-	455,850	554,068
Restricted				
HSA	-	-	-	-
Special Revenues	-	-	6,728,242	6,728,242
Debt Service	-	-	313,876	313,876
Capital Projects	-	961,155	3,020,805	3,981,960
Unrestricted				
Assigned	-	-	-	-
Unassigned	<u>2,404,856</u>	<u>-</u>	<u>(1,109,515)</u>	<u>1,295,341</u>
Total Fund Balances	<u>2,503,074</u>	<u>961,155</u>	<u>9,409,258</u>	<u>12,873,487</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 5,741,825</u></u>	<u><u>\$ 3,692,344</u></u>	<u><u>\$ 17,937,430</u></u>	<u><u>\$ 27,371,599</u></u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

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

April 30, 2021

FUND BALANCES OF GOVERNMENTAL FUNDS \$ 12,873,487

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

Capital assets used in governmental activities are not financial resources
and, therefore, are not reported in the governmental funds 51,768,585

Long-term liabilities are not due and payable in the current period and, therefore,
are not reported in the governmental funds

Compensated absences payable	-
Net pension liability - IMRF	1,131,102
Net pension liability - Fire Pension	(39,997,589)
Net pension liability - Police Pension	(28,074,670)
Total OPEB Liability	(46,292,561)
Bonds payable	(1,655,000)
Loans payable	(96,755)
Capital lease payable	(117,332)
Accrued interest Payable	(43,703)

Deferred outflows (inflows) of resources related to the pensions not
reported in the governmental funds

Deferred items - IMRF	(1,289,695)
Deferred items - Fire Pension	8,876,048
Deferred items - Police Pension	9,544,053
Deferred items - OPEB	6,919,914

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (26,454,116)

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

GOVERNMENTAL FUNDS

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

April 30, 2021

	<u>General Fund</u>	<u>North TIF Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
REVENUES				
Property Taxes	\$ 2,411,818	\$ 2,752,844	\$ 6,389,833	\$ 11,554,495
Replacement Taxes	49,658	-	-	49,658
Utility Taxes	1,407,917	-	-	1,407,917
Sales Taxes	7,466,716	-	-	7,466,716
State Income Taxes	2,278,103	-	-	2,278,103
Gambling Taxes	12,465	-	-	12,465
Video Game Taxes	294,071	-	-	294,071
Telecommunications Tax	302,361	-	-	302,361
Motor Fuel Tax	-	-	671,971	671,971
Cannabis Use Tax	-	-	15,340	15,340
Interest Income	3,930	6,505	19,879	30,314
Intergovernmental Revenue	1,913,253	-	-	1,913,253
Charges for Services	188,614	-	-	188,614
Foreign Fire Insurance Tax	-	-	46,271	46,271
Hotel/Motel Tax	-	-	340,861	340,861
Grants	-	-	2,622,462	2,622,462
Fines, Fees, and Reimbursements	147,888	-	169,289	317,177
911 Emergency Service Surcharge	-	-	87,219	87,219
Licenses and Permits	480,154	-	258,774	738,928
Ambulance Fees	1,012,526	-	-	1,012,526
Ambulance Transfer Revenue	187,909	-	-	187,909
Drug and Task Force Revenue	-	-	573,494	573,494
Donations	-	-	93,403	93,403
Group Insurance Payments	1,053,465	-	-	1,053,465
Growth Impact Fees	-	-	22,800	22,800
Rent	2,061	-	115,500	117,561
Other Revenues	270,108	150,108	779,170	1,199,386
Total Revenues	<u>19,483,017</u>	<u>2,909,457</u>	<u>12,206,266</u>	<u>34,598,740</u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

GOVERNMENTAL FUNDS

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

April 30, 2021

	<u>General Fund</u>	<u>North TIF Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
TOTAL REVENUES	19,483,017	2,909,457	12,206,266	34,598,740
EXPENDITURES				
Current				
General Government	4,543,448	-	2,803,429	7,346,877
Public Safety	7,862,102	-	156,788	8,018,890
Public Works, Cultural, Parks, and Recreation	2,403,354	-	1,595,459	3,998,813
Community and Economic Development	1,219,625	3,059,349	4,749,752	9,028,726
Debt Service	106,259	-	619,525	725,784
Capital Outlay	2,185,544	-	720,654	2,906,198
Total Expenditures	<u>18,320,332</u>	<u>3,059,349</u>	<u>10,645,607</u>	<u>32,025,288</u>
EXCESS (DEFICIENCY) REVENUES OVER EXPENDITURES	<u>1,162,685</u>	<u>(149,892)</u>	<u>1,560,659</u>	<u>2,573,452</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	167,264	(23,194)	(96,803)	47,267
Debt Certificates Proceeds	<u>251,915</u>	<u>-</u>	<u>-</u>	<u>251,915</u>
Total Other Financing Sources (Uses)	<u>419,179</u>	<u>(23,194)</u>	<u>(96,803)</u>	<u>299,182</u>
CHANGE IN FUND BALANCES	1,581,864	(173,086)	1,463,856	2,872,634
FUND BALANCE, MAY 1	<u>921,210</u>	<u>1,134,241</u>	<u>7,945,402</u>	<u>10,000,853</u>
FUND BALANCE, APRIL 30	<u>\$ 2,503,074</u>	<u>\$ 961,155</u>	<u>\$ 9,409,258</u>	<u>\$ 12,873,487</u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

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

April 30, 2021

	<u>Governmental Activities</u>
NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 2,872,634
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense	
Capital outlay	5,123,832
Depreciation expense	(1,883,265)
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in deferred items - IMRF	(872,735)
Change in deferred items - Fire Pension	5,860,560
Change in deferred items - Police Pension	6,787,538
Change in deferred items - OPEB	(3,660,911)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
(Increase) Decrease in compensated absences payable	-
(Increase) Decrease in net pension liability - IMRF	1,567,801
(Increase) Decrease in net pension liability - Fire Pension	(8,152,426)
(Increase) Decrease in net pension liability - Police Pension	(8,645,741)
(Increase) Decrease in net pension liability - OPEB	622,431
(Issuance) Retirement of debt and capital lease	598,430
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
	<u>6,301</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 224,449</u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF NET POSITION

April 30, 2021

	Water and Wastewater System Fund	Nonmajor Enterprise Funds	Total
ASSETS			
Current Assets			
Cash	\$ 2,650,663	\$ 91,287	\$ 2,741,950
Investments	5,442	3,734	9,176
Accounts Receivable	1,299,445	-	1,299,445
Prepaid Expense	-	-	-
Due From Other Funds	1,002,501	-	1,002,501
Total Current Assets	4,958,051	95,021	5,053,072
Noncurrent Assets			
Capital Assets, net of Acc. Depreciation	42,687,975	336,120	43,024,095
Construction in Progress	339,897	-	339,897
Total Noncurrent Assets	43,027,872	336,120	43,363,992
TOTAL ASSETS	<u>\$ 47,985,923</u>	<u>\$ 431,141</u>	<u>\$ 48,417,064</u>
LIABILITIES AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 116,901	\$ -	116,901
Accrued Salaries	7,612	-	7,612
Interest Payable	60,985	-	60,985
Current Portion of Long-Term Debt	1,292,551	-	1,292,551
Due to Other Funds	1,636,985	-	1,636,985
Total Current Liabilities	3,115,034	-	3,115,034
Noncurrent Liabilities			
EPA Loans Payable	3,175,844	-	3,175,844
Debt Certificates	1,524,000	-	1,524,000
General Obligation Bonds	7,760,000	-	7,760,000
Vactor Truck Loan	8,841	-	8,841
Capital Lease	65,650	-	65,650
Total Noncurrent Liabilities	12,534,335	-	12,534,335
Total Liabilities	<u>15,649,369</u>	<u>-</u>	<u>15,649,369</u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION

April 30, 2021

	Water and Wastewater System Fund	Nonmajor Enterprise Funds	Total
<hr/>			
LIABILITIES AND NET POSITION (Continued)			
NET POSITION			
Net Investment in Capital Assets	29,200,986	336,120	29,537,106
Restricted	-	-	-
Unrestricted	3,135,568	95,021	3,230,589
	<hr/>	<hr/>	<hr/>
Total Net Position	32,336,554	431,141	32,767,695
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES AND NET POSITION	\$ 47,985,923	\$ 431,141	\$ 48,417,064
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the Year Ended April 30, 2021

	Water and Wastewater System Fund	Nonmajor Enterprise Funds	Total
OPERATING REVENUES			
Charges for Services	\$ 7,994,752	\$ -	\$ 7,994,752
Gate Receipts and Concessions	-	-	-
Rents	-	-	-
Events Revenue	-	1,800	1,800
Grants and Other Operating Revenues	289,126	-	289,126
Total Operating Revenues	8,283,878	1,800	8,285,678
OPERATING EXPENSES			
Payroll Benefits	1,583,610	216	1,583,826
Plant and Operations	2,150,020	4,533	2,154,553
Administration and Other	102,648	11,937	114,585
Capital Outlay	-	-	-
Depreciation	1,905,817	-	1,905,817
Total Operating Expenses	5,742,095	16,686	5,758,781
OPERATING INCOME	2,541,783	(14,886)	2,526,897
NONOPERATING REVENUES (EXPENSES)			
Interest Income	16,717	15,453	32,170
Debt Service			-
Interest and Fiscal Charges	(285,188)	-	(285,188)
Other Revenue (Expense)	-	-	-
Total Nonoperating Revenues (Expenses)	(268,471)	15,453	(253,018)
OTHER FINANCING SOURCES			
Operating Transfer (To) From	-	(47,267)	(47,267)
Total Other Financing Sources (Uses)	-	(47,267)	(47,267)
CHANGES IN NET POSITION	2,273,312	(46,700)	2,226,612
NET POSITION (DEFICIT), MAY 1	30,063,242	477,841	30,541,083
NET POSITION (DEFICIT), APRIL 30	\$ 32,336,554	\$ 431,141	\$ 32,767,695

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2021

	Water and Wastewater System Fund	Nonmajor Enterprise Funds	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 7,770,565	\$ 1,800	\$ 7,772,365
Payments to Suppliers	(2,341,104)	(16,470)	(2,357,574)
Payments to Employees	(1,579,134)	(216)	(1,579,350)
Other Receipts	289,126	-	289,126
Net Cash from Operating Activities	4,139,453	(14,886)	4,124,567
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES			
Transfer (To) From Other Funds	-	(47,267)	(47,267)
Net Cash from Noncapital and Related Financing Activities	-	(47,267)	(47,267)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds/Payments on Interfund Loans	7,780	-	7,780
Proceeds/Payments on Long-term Debt	(1,204,242)	-	(1,204,242)
Purchase of Capital Assets	(2,576,652)	-	(2,576,652)
Interest and Fiscal Charges Paid	(287,516)	-	(287,516)
Net Cash from Capital and Related Financing Activities	(4,060,630)	-	(4,060,630)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	16,717	15,453	32,170
Net Cash from Investing Activities	16,717	15,453	32,170
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	95,540	(46,700)	48,840
CASH AND CASH EQUIVALENTS, MAY 1	2,560,565	141,721	2,702,286
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 2,656,105</u>	<u>\$ 95,021</u>	<u>\$ 2,751,126</u>
CONSISTING OF:			
Cash	\$ 2,650,663	\$ 91,287	\$ 2,741,950
Investments	5,442	3,734	9,176
Cash and Cash Equivalents	<u>\$ 2,656,105</u>	<u>\$ 95,021</u>	<u>\$ 2,751,126</u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2021

	<u>Water and Wastewater System Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>
RECONCILIATION OR OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Income	\$ 2,541,783	\$ (14,886)	\$ 2,526,897
Adjustments to Reconcile Operating Income to Net Cash from Operating Activities:			
Depreciation	1,905,817	-	1,905,817
Changes in Net Assets			
Receivables	(224,187)	-	(224,187)
Customer Prepaids	-	-	-
Accounts Payable	(88,436)	-	(88,436)
Accrued Salaries	<u>4,476</u>	<u>-</u>	<u>4,476</u>
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 4,139,453</u>	<u>\$ (14,886)</u>	<u>\$ 4,124,567</u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
April 30, 2021

	<u>2021</u>
ASSETS	
Cash and Equivalents	\$ 4,497,220
Investments, at Fair Value	-
Certificates of Deposit	2,645,569
GNMA Obligations	36,146
Government Agency Bonds	8,453,453
Corporate Bonds	3,266,870
Mutual Funds	26,898,099
Employer Receivable - Property Taxes	218,610
Accrued Interest	72,355
Due from Municipality	<u>8,017</u>
TOTAL ASSETS	<u><u>\$ 46,096,339</u></u>
LIABILITIES	
Accounts Payable	<u>\$ 15,115</u>
Total Liabilities	<u>15,115</u>
NET POSITION	
Net Position Held In Trust for Pension Benefits	<u>46,081,224</u>
TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 46,096,339</u></u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
April 30, 2021

	<u>2021</u>
ADDITIONS	
Contributions:	
Employer contributions	
Property Tax	\$ 2,971,001
Employee contributions	<u>481,280</u>
Total Contributions	<u>3,452,281</u>
Investment Income	
Interest Income and Dividends	1,432,739
Realized and Unrealized Gains/Losses	10,431,035
Less: Investment Expense	<u>(100,810)</u>
Net Investment Income	<u>11,762,964</u>
Other Additions	
Refunds and Reimbursements	<u>160</u>
TOTAL ADDITIONS	<u>15,215,405</u>
DEDUCTIONS	
Pension Benefits and Refunds	3,640,276
Administrative Expenses	<u>76,967</u>
TOTAL DEDUCTIONS	<u>3,717,243</u>
CHANGE IN NET POSITION	11,498,162
NET POSITION - MAY 1, 2020	<u>34,583,062</u>
NET POSITION - APRIL 30, 2021	<u><u>\$ 46,081,224</u></u>

See accompanying notes to financial statements.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Ottawa, Illinois (the City) was incorporated in 1853. The city operates as a non-home rule municipality governed under the commission form of government consisting of a Mayor and four Commissioners. The City provides services to the community which includes: police, fire, water and wastewater utility, community development, street maintenance, transportation planning, and general services. The following significant accounting policies apply to the City and its component unit, the Ottawa Visitors Center.

a. Reporting Entity

The City follows accounting principles generally accepted in the United States of America established by the Governmental Accounting Standards Board (GASB). The financial reporting entity consists of the primary government, as well as its component unit, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

1. Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
2. Fiscal dependency on the primary government and there is a potential to provide specific financial benefits or to impose specific financial burdens.

The accompanying financial statements present the City of Ottawa, Illinois (the primary government) and its component units. The financial data of the component unit is included in the City's reporting entity because of the significance of its operational or financial relationship with the City.

Blended Component Unit

A blended component unit is a legally separate entity from the City but is so intertwined with the City that it is, in substance, the same as the City. The City reports the Ottawa Visitors Center as a blended component unit.

The Ottawa Visitors Center was created May 1, 1998 to promote tourism in Ottawa. The City is represented on the Board of Directors by a Council Member or its representative. The City funds the Center with a provision of Hotel/Motel Tax Funds. Without this funding, the Center would not exist. The Ottawa Visitors Center is reported as a Special Revenue Fund. Financial Statements for the Ottawa Visitors Center at April 30, 2021 were compiled statements only. They are included with these financial statements as such.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Discretely Presented Component Unit

A discretely presented component unit is an entity that is legally separate from the City, but for which the City is financially accountable, or whose relationship with the City is such that exclusion would cause the City's basic financial statements to be misleading or incomplete. The City has no discretely presented component units.

b. Basis of Presentation

Government-Wide Financial Statements - The government-wide statement of net position and statement of activities report the overall financial activity of the City and its component units, excluding fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities of the City. Interfund services provided and used are not eliminated on these statements. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

Fund Financial Statements - The fund financial statements provide information about the City's funds, including its fiduciary funds. Separate statements for each fund category, governmental, proprietary, and fiduciary, are presented. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Basis of Presentation (Continued)

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities. Operating expenses include all expenses directly related to providing enterprise fund services. Incidental expenses are reported as non-operating expenses.

The City reports the following major governmental funds:

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

The North Tax Increment Financing District is funded by a property tax restricted for the transactions related to redevelopment projects along Interstate 80.

The City reports the following major proprietary funds:

The Waste and Wastewater System Fund accounts for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

Additionally, the City reports the following fiduciary funds:

The Police and Firefighters' Pension Funds account for the accumulation of retirement and disability benefits for police and firefighters' pension plans.

The City reports the following nonmajor governmental funds:

The Special Revenue Funds are used to account for revenues received from specific sources which are required by law or regulation to be accounted for in separate funds.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Measurement Focus and Basis of Accounting

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Non-exchange transactions, in which the City receives value without directly giving equal value in exchange, include property tax revenue, grants, and other contributions. On an accrual basis, revenues from property taxes are recognized in the period for which the levy is intended to finance, which is the year after the taxes are levied. For example, the 2019 levy is recognized as revenue for the fiscal year ended April 30, 2021. Revenue from grants and other contributions are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on general long-term debt, claims and judgments are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales tax, utility taxes, motor fuel taxes, hotel/motel tax, food and beverage tax, E-911 surcharge, franchise taxes, ambulance fee, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Measurement Focus and Basis of Accounting

The City reports unavailable/unearned and deferred revenue on its financial statements. Unavailable/unearned and deferred revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unavailable/unearned and deferred revenues also arise when the 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 or deferred inflow is removed from the financial statements and revenue is recognized.

d. Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

e. Investments

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

f. Receivables

Receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants, police fines, and ambulance fees. Business-type activities report utilities and interest earnings as their major receivables.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

h. Prepaid Items/Expenses

Certain payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses using the consumption method in both government-wide and fund financial statements.

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, drainage systems, storm water, 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 of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. 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. Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	25-50
Improvements	10-50
Machinery and equipment	3-20
Utility System	25-50
Infrastructure	25-50

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Compensated Absences

The City's policies regarding vacation time permit employees to accumulate earned but unused vacation leave. The liability for these compensated absences is not recorded as long-term debt in the government-wide statements. In the fund financial statements, no compensated absence liability is reported. This is not in accordance with generally accepted accounting principles.

k. Bond Premiums, Discounts, and Issuance Costs

In the government-wide and proprietary fund financial statements, bond premiums, and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

l. Fund Balance/Net Position

Governmental funds equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Nonspendable fund balance is reported 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. 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 can be expressed by the governing body or by an official or body to which the governing body delegates. Any residual fund balance of the General Fund and any deficits in other funds, if any, are reported as unassigned.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. Fund Balance/Net Position (Continued)

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.

As noted in GASB Statement No. 54, fund balance policies in the General Fund are reported as unassigned but disclosed in the notes.

In the government-wide and proprietary fund financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets, represents the City's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset. Unrestricted net position consists of net position that does not meet the definition of restricted or invested in capital assets, net of related debt.

m. Property Taxes

Property taxes are levied each year on all taxable real property located in the City. The City must file its tax levy ordinance the end of December of each year. The owner of real property on January 1 (lien date) in any year is liable for taxes of that year. Property taxes are collected by the County Treasurer of LaSalle County, Illinois, who remit to the City its share of the collection. Taxes levied for calendar year 2019 were due, payable, and collected in two installments in July and September 2020.

Revenue for property taxes is recognized in the governmental funds in the year for which the taxes are intended to finance and the funds are available. Accordingly, the City recognized revenue during the fiscal year ended April 30, 2021 for collections from the calendar year 2019 levy if it was received by year end. Property taxes levied for calendar year 2020, which will be collected in fiscal year 2021 are recorded as receivables and unavailable revenue.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. 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/expenditures) 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.

o. Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditure/expenses during the reporting period. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

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

The City and pension fund 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 deposits and invests in investments allowed by State Statutes. The Statutes authorize the City to make deposits in commercial banks, savings and loan institutions, and make investments in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds. Pension funds may also invest in certain other investments as allowed by Illinois Compiled Statutes.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

2. DEPOSITS AND INVESTMENTS (Continued)

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 fair 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, legality, safety of principal, liquidity, yield and public trust.

a. City Deposits

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the City's deposits may not be returned to it. The City will not maintain funds in any financial institution that is not a member of the FDIC system. In addition, City funds will not be maintained in any institution not willing or capable of posting required collateral or purchasing private insurance for funds in excess of FDIC insurable limits.

b. City Investments

The following table presents the investments and maturities of the City's debt securities as of April 30, 2021:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Negotiable CD's	\$ 88,665	\$ 88,665	\$ -	\$ -	\$ -
TOTAL	\$ 88,665	\$ 88,665	\$ -	\$ -	\$ -

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

2. DEPOSITS AND INVESTMENTS (Continued)

b. City Investments (Continued)

The City has the following recurring fair value measurements as of April 30, 2021: Negotiable CDs are valued using quoted matrix pricing models (Level 2 input).

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 diversifying its investment portfolio to minimize risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. Commercial paper shall not exceed 10% of the investment portfolio.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The City limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds are rated AAA.

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 investment that are in possession of an outside party. The City's investment policy does not address custodial credit risk for investments. Illinois Funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the City has a high percentage of its investments invested in one type of investment. The City's investment policy requires diversification of investment to avoid unreasonable risk by limiting commercial paper to the 10% or less and at no time will the City's investments exceed 65% of a financial institution's capital and surplus.

c. Fiduciary Fund Deposits and Investments

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

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

2. DEPOSITS AND INVESTMENTS (Continued)

c. Fiduciary Fund Investments (Continued)

Police Pension Fund Deposits with Financial Institutions

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

Police Pension Fund Investments

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2021:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
Corporate Bonds	\$ 2,817,438	\$ 294,691	\$ 2,252,068	\$ 270,679	\$ -
Mortgage Backed Securities	35,047	-	290	12,741	22,016
US Govt Agency Obligation	3,413,748	176,016	3,067,627	170,105	-
Negotiable CD's	1,199,500	649,500	550,000	-	-
Mutual Funds	20,040,076	20,040,076	-	-	-
Total	<u>\$ 27,505,809</u>	<u>\$ 21,160,283</u>	<u>\$ 5,869,985</u>	<u>\$ 453,525</u>	<u>\$ 22,016</u>

The Fund has the following recurring fair value measurements as of April 30, 2021. The mutual funds are valued using quoted prices in active markets for identical assets (Level 1 inputs). The US Government Treasury and agencies and corporate bonds are valued using quoted matrix pricing models (Level 2 inputs). The Fund has no investments that are valued based on underlying investments (Level 3 inputs).

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Fund's procedures provide that to the extent practicable investments are matched with anticipated cash flows.

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Fund's investing activities are managed under the custody of the Fund President. Investing is performed in accordance with investment policies adopted by the Board of Trustees, complying with the Pension Code of Illinois. Government Agency Bonds are rated Aaa, Corporate Bonds are rated A1 – Aa3, and Mortgage Backed Securities are not rated.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

2. DEPOSITS AND INVESTMENTS (Continued)

c. Fiduciary Fund Investments (Continued)

Police Pension Fund Investments (Continued)

Concentration of credit risk is the risk of loss attributed to the magnitude of the Fund's investment in a single issuer. The City of Ottawa, Illinois, Police Pension Fund has the following investments which exceed 5% of plan net assets (Other than US Government Agency Obligations).

Investment Type	Amount	% of Plan Net Assets
Mutual Funds		
International Growth Admiral	\$ 1,875,170	6.63%
International Value	1,959,892	6.92%
PRIMECAP Admiral	3,069,891	10.85%
Total Stock Market Index Inst	3,198,675	11.30%
Total Int'l Stock Index Admiral	3,867,859	13.67%
Total Stock Market Index Admiral	6,068,588	21.44%

Firefighters' Pension Fund Deposits with Financial Institutions

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

Firefighters' Pension Fund Investments

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2021:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
Corporate Bonds	\$ 449,432	\$ -	\$ 449,432	\$ -	\$ -
Negotiable CD's	1,446,069	616,998	829,071	-	-
Mortgage-Backed Securities	1,099	-	-	1,099	-
Exchange Traded Funds	5,039,705	5,039,705	-	-	-
Mutual Funds	6,858,023	6,858,023	-	-	-
Total	<u>\$ 13,794,328</u>	<u>\$ 12,514,726</u>	<u>\$ 1,278,503</u>	<u>\$ 1,099</u>	<u>\$ -</u>

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

2. DEPOSITS AND INVESTMENTS (Continued)

c. Fiduciary Fund Investments (Continued)

Firefighters' Pension Fund Investments (Continued)

The Fund has the following recurring fair value measurements as of April 30, 2021. The mutual funds are valued using quoted prices in active markets for identical assets (Level 1 inputs). The mortgage backed securities and corporate bonds are valued using quoted matrix pricing models (Level 2 inputs). The Fund has no investments that are valued based on underlying investments (Level 3 inputs).

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Fund's procedures provide that to the extent practicable investments are matched with anticipated cash flows.

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Fund's investing activities are managed under the custody of the Fund President. Investing is performed in accordance with investment policies adopted by the Board of Trustees, complying with the Pension Code of Illinois. Government Agency Bonds are rated Aaa, Corporate Bonds are rated A1 – Aa3, and Mortgage Backed Securities are not rated.

Concentration of credit risk is the risk of loss attributed to the magnitude of the Fund's investment in a single issuer. The City of Ottawa, Illinois, Police Pension Fund has the following investments which exceed 5% of plan net assets (Other than US Government Agency Obligations).

Investments	Amount	% of Net Assets
Mutual Funds		
MSIF Growth Portfolio	1,613,904	9.08%
MSIFT Discovery Portfolio Class I	1,230,031	6.92%
Wasatch Ultra Growth Fund	1,074,980	6.05%
Wasatch Core Growth Fund	910,907	5.12%
Exchange Traded Funds		
iShares Minimum Volatility USA ETF	925,967	5.21%

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2021 was as follows:

	Balances May 1	Additions	Disposals	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 14,117,446	\$ 79,760	\$ -	\$ 14,197,206
Construction in Progress	-	850,164	-	850,164
Total capital assets not being depreciated	<u>14,117,446</u>	<u>929,924</u>	<u>-</u>	<u>15,047,370</u>
Capital assets being depreciated				
Buildings	7,229,067	43,781	-	7,272,848
Improvements	7,639,038	1,192,224	-	8,831,262
Machinery and Equipment	10,807,970	800,237	-	11,608,207
Infrastructure	<u>35,760,402</u>	<u>2,157,666</u>	<u>-</u>	<u>37,918,068</u>
Total capital assets being depreciated	<u>61,436,477</u>	<u>4,193,908</u>	<u>-</u>	<u>65,630,385</u>
Less accumulated depreciation for				
Buildings (25-50)	3,601,986	144,757	-	3,746,743
Improvements (10-50)	3,091,702	407,850	-	3,499,552
Machinery and Equipment (3-20)	9,392,022	598,085	-	9,990,107
Infrastructure (25-50)	<u>10,940,195</u>	<u>732,573</u>	<u>-</u>	<u>11,672,768</u>
Total accumulated depreciation	<u>27,025,905</u>	<u>1,883,265</u>	<u>-</u>	<u>28,909,170</u>
Net capital assets being depreciated				
Buildings	3,627,081	(100,976)	-	3,526,105
Improvements	4,547,336	784,374	-	5,331,710
Machinery and Equipment	1,415,948	202,152	-	1,618,100
Infrastructure	<u>24,820,207</u>	<u>1,425,093</u>	<u>-</u>	<u>26,245,300</u>
Total capital assets being depreciated, net	<u>34,410,572</u>	<u>2,310,643</u>	<u>-</u>	<u>36,721,215</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 48,528,018</u>	<u>\$ 3,240,567</u>	<u>\$ -</u>	<u>\$ 51,768,585</u>

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

GOVERNMENTAL ACTIVITIES	
General government	64,046
Public safety	394,435
Public works, cultural, parks, recreation	790,703
Community/Economic development	<u>634,081</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u><u>\$ 1,883,265</u></u>

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

3. CAPITAL ASSETS (Continued)

	Balances May 1	Additions	Disposals	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 407,740	\$ -	\$ -	\$ 407,740
Construction in Progress	72,945	266,952	-	339,897
Total capital assets not being depreciated	<u>480,685</u>	<u>266,952</u>	<u>-</u>	<u>747,637</u>
Capital assets being depreciated				
Machinery and Equipment	74,100,838	2,309,700	-	76,410,538
Total capital assets being depreciated	<u>74,100,838</u>	<u>2,309,700</u>	<u>-</u>	<u>76,410,538</u>
Less accumulated depreciation for				
Machinery and Equipment (3-20)	31,888,366	1,905,817	-	33,794,183
Total accumulated depreciation	<u>31,888,366</u>	<u>1,905,817</u>	<u>-</u>	<u>33,794,183</u>
Net capital assets being depreciated				
Machinery and Equipment	42,212,472	403,883	-	42,616,355
Total capital assets being depreciated, net	<u>42,212,472</u>	<u>403,883</u>	<u>-</u>	<u>42,616,355</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 42,693,157</u>	<u>\$ 670,835</u>	<u>\$ -</u>	<u>\$ 43,363,992</u>

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

BUSINESS-TYPE ACTIVITIES		
Water and sewer		1,905,817
Swimming pool		-
Canal rental and purchase		-
Events		-
TOTAL DEPRECIATION EXPENSE - BUSINESS-TYPE ACTIVITIES		<u><u>\$ 1,905,817</u></u>

4. RECEIVABLES

a. Installment Loans

The notes receivable as of April 30, 2021 are as follows:

Loan	Term	Due	Interest Rate	Amount	Due Within One Year
Note Receivable	15 year	08/2025	3.00%	\$ 21,468	\$ 4,517

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

5. LONG-TERM DEBT

The following is a summary of changes in long-term debt of the City for the fiscal year ended April 30, 2021:

	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
Governmental Activities						
GO Bonds Series 2009	Debt Service	\$ 1,810,000	\$ -	\$ (155,000)	\$ 1,655,000	\$ 165,000
GO Bonds Series 2016	Debt Service	345,000	-	(345,000)	-	-
Installment Note	General	62,318	-	(30,796)	31,522	31,522
Installment Note	General	96,725	-	(31,492)	65,233	32,236
		<u>\$ 2,314,043</u>	<u>\$ -</u>	<u>\$ (562,288)</u>	<u>\$ 1,751,755</u>	<u>\$ 228,758</u>
Business-type Activities						
Debt Certificate Series 2012B	Water/Wastewater	\$ 1,375,000	\$ -	\$ (125,000)	\$ 1,250,000	\$ 125,000
Debt Certificate Series 2013	Water/Wastewater	1,168,000	-	(380,000)	788,000	389,000
GO Bonds Series 2017	Water/Wastewater	4,680,000	-	(85,000)	4,595,000	95,000
GO Bonds Series 2020 Alt Rev	Water/Wastewater	3,700,000	-	(220,000)	3,480,000	220,000
IEPA Loan	Water/Wastewater	528,751	-	(75,894)	452,857	77,803
IEPA Loan	Water/Wastewater	3,390,431	-	(294,820)	3,095,611	294,820
Installment Loan	Water/Wastewater	165,480	-	(81,949)	83,531	83,531
Installment Loan	Water/Wastewater	23,466	-	(7,229)	16,237	7,397
		<u>\$ 15,031,128</u>	<u>\$ -</u>	<u>\$ (1,269,892)</u>	<u>\$ 13,761,236</u>	<u>\$ 1,292,551</u>

a. Governmental Activities Long-term Debt

Long-term debt at April 30, 2021 consists of the following:

Governmental Activities	Amount Outstanding
GO Bonds	
\$2,485,000 taxable general obligation (alternate revenue source) Series 2009 Recovery Zone Economic bonds dated January 15, 2010, 4.69% to 6.75%, due through December, 2028	\$ 1,655,000
Installment Notes	
Note for purchase of wheel loader dated June 1, 2017, due 2022	31,522
Note for purchase of street sweeper dated September 27, 2017, due 2023	65,233
Total Governmental Activities	<u>1,751,755</u>

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

5. LONG-TERM DEBT (Continued)

b. Business-type Activities Long-term Debt

Long-term debt at April 30, 2021 consists of the following:

Business-type Activities	Amount Outstanding
GO Bonds	
\$2,375,000 taxable general obligation refunding debt certificate (limited tax) Series 2012B bonds dated October 3, 2012, 1.71% to 4.30%, due through December, 2030	\$ 1,250,000
\$3,579,000 taxable general obligation refunding debt certificate (limited tax) Series 2013 bonds dated March 26, 2013, 1.71% to 3.42%, due through December, 2022	788,000
\$4,770,000 general obligation bonds, Series 2017 dated March 14, 2017, 2.58%, due through March, 2030	4,595,000
\$3,700,000 general obligation bonds (ARS), Series 2020 dated March 25, 2020, 1.75%, due through April, 2035	3,480,000
IEPA Loans	
\$1,361,458 Water and Wastewater System construction loan from Illinois EPA dated 2007, 2.50%, due October, 2026	452,857
\$7,657,790 Water and Wastewater System construction loan from Illinois EPA dated 2012, 0.00%, due July, 2031	3,095,611
Installment Notes	
Note for purchase of vactor truck dated March 29, 2017, due 2022	83,531
Note for purchase of Ford F-350 dated May 23, 2018, due 2024	16,237
Total Business-type Activities	13,761,236

c. Annual Debt Service Requirements

The annual requirements to amortize the governmental activities are as follows:

Fiscal Year	Governmental Activities	
Ending April 30	Principal	Interest
2022	228,758	107,043
2023	207,997	95,949
2024	185,000	84,857
2025	200,000	73,683
2026	210,000	61,383
2027-2030	720,000	98,485
TOTALS	\$ 1,751,755	\$ 521,400

See Supplemental Data on pages 120-126 for additional detail on annual requirements.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

5. LONG-TERM DEBT (Continued)

c. Annual Debt Service Requirements (Continued)

The annual requirements to amortize the business-type activities are as follows:

Fiscal Year Ending April 30	Business-type Activities	
	Principal	Interest
2022	1,292,551	266,740
2023	1,236,126	239,959
2024	1,257,859	213,144
2025	1,283,643	188,964
2026	1,300,752	164,006
2027-2031	6,157,895	422,994
2032-2035	1,232,410	47,775
TOTALS	\$ 13,761,236	\$ 1,543,582

See Supplemental Data on pages 120-126 for additional detail on annual requirements.

d. Legal Debt Margin

The Village is a non-home municipality	
ASSESSED VALUATION - 2020 (LATEST AVAILABLE)	\$ 315,301,655
LEGAL DEBT LIMIT - 8.625% OF ASSESSED VALUATION	27,194,768
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT (excludes GOARS bonds)	10,346,968
LEGAL DEBT MARGIN	<u>\$ 16,847,800</u>

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

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

6. OTHER LONG-TERM OBLIGATIONS

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
Governmental Activities					
Net Pension Liability					
IMRF	\$ 436,699	\$ -	\$ (1,567,801)	\$ (1,131,102)	\$ -
Fire Pension	31,845,163	8,152,426	-	39,997,589	-
Police Pension	19,428,929	8,645,741	-	28,074,670	-
Total Net Pension Liability	51,710,791	16,798,167	(1,567,801)	66,941,157	-
Net OPEB Liability	46,914,992	-	(622,431)	46,292,561	-
Capital Lease	153,474	-	(36,142)	117,332	37,270
	<u>\$ 98,779,257</u>	<u>\$ 16,798,167</u>	<u>\$ (2,226,374)</u>	<u>\$ 113,351,050</u>	<u>\$ 37,270</u>
Business-type Activities					
Capital Lease	-	101,260	(35,610)	65,650	32,825
	<u>\$ -</u>	<u>\$ 101,260</u>	<u>\$ (35,610)</u>	<u>\$ 65,650</u>	<u>\$ 32,825</u>

On May 23, 2018, the City entered a capital lease agreement with BB Community Leasing Services, Inc for a 2017 Ford F-450 ambulance purchase. The original balance was \$220,682 with required annual payments of \$40,347. The capital lease has an interest rate of 2.966% and a maturity date of December 1, 2023. The remaining balance as of April 30, 2021 is \$117,332.

The annual requirements to amortize the capital lease are as follows:

Fiscal Year Ending April 30	Activities		Business-Type Activities	
	Capital Lease		Capital Lease	
	Principal	Interest	Principal	Interest
2022	37,270	3,077	32,825	1,098
2023	38,432	1,915	32,825	1,098
2024	41,630	717	-	-
2025	-	-	-	-
TOTALS	<u>\$ 117,332</u>	<u>\$ 5,709</u>	<u>\$ 65,650</u>	<u>\$ 2,196</u>

For more information on Net Pension and Net OPEB Liabilities, please reference Notes 8 and 9 on pages 41-59 and Required Supplementary Information.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

7. INTERFUND BALANCES AND ACTIVITY

a. Transfers to/from Other Funds

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Operating transfers for the year ended April 30, 2021 were as follows:

Operating Transfers by Fund	Transfers In	Transfers Out
General Fund	\$ 167,264	\$ -
North TIF Fund	-	23,194
Nonmajor Special Revenue Funds	-	586,989
Nonmajor Debt Service Funds	270,186	-
Nonmajor Capital Project Funds	220,000	-
Nonmajor Enterprise Funds	-	47,267
TOTAL	\$ 657,450	\$ 657,450

b. Balances Due to/from Other Funds

Balances due to/from other funds at April 30, 2021 were as follows:

Receivable Fund	Payable Fund	Amount
Hotel/Motel Tax Fund	Ottawa Visitors Center	\$ 136,111
Water and Wastewater System	Growth Impact Fee Fund	23,508
General Fund	Flood Buyout	18,626
Enterprise Zone Capital Improvement	Water and Wastewater System	1,636,984
Water and Wastewater System	General Fund	978,993
TOTAL		\$ 2,794,222

c. Deficit Fund Balances

As of April 30, 2021, the following funds had deficit fund balances:

Fund	Deficit
Auditing Fund	\$ 36,515
Garbage Fund	434,014
Street Lighting Fund	41,667
Canal Tax Increment Financing District Fund	595,411
Route 71 Tax Increment Financing District Fund	132,876

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is a single-employer pension plan. A separate report is issued for the Police Pension Plan and Firefighters' Pension Plan and may be obtained by writing to the City at 301 W. Madison Street, Ottawa, IL 61350. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by ILCS and can only be amended by the Illinois General Assembly.

The table below is a summary for all pension plans as of and for the year ended April 30, 2021:

	IMRF	Firefighters' Pension	Police Pension	Total
Net Pension Liability	(1,131,102)	39,997,589	28,074,670	66,941,157
Deferred Outflows of Resources	2,063,741	13,595,292	16,096,106	31,755,139
Deferred Inflows of Resources	3,353,436	4,719,244	6,552,053	14,624,733

a. Illinois Municipal Retirement Fund (IMRF)

Plan Administration

All employees (other than those covered by the Firefighters' and 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.

Plan Membership

At December 31, 2020, IMRF membership consisted of:

Retirees and beneficiaries	101
Inactive, non-retired members	37
Active plan members	94
TOTAL	<u>232</u>

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (IMRF) (Continued)

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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. The final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 year of IMRF service, divided by 48.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service.

Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 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. The final rate of earnings is the highest total earnings during any consecutive 96 months within the last 10 years of IMRF service, divided by 96.

Contributions

As set by statute, the City's RP Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual contribution rate for calendar year 2020 was 7.96% of covered payroll.

Actuarial Assumptions

The City's net pension liability was measured as of December 31, 2020 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.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (IMRF) (Continued)

Actuarial Assumptions (Continued)

Actuarial valuation date	December 31, 2020
Actuarial cost method	Aggregate Entry Age Normal
Asset valuation method	5-year smoothed market
Assumptions	
Interest rate	7.25%
Salary increases	3.35% to 14.25%
Cost of living adjustments	3.25%
Inflation	2.50%

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

For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that The City's 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.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (IMRF) (Continued)

Discount Rate Sensitivity

The following presents the plan's net pension liability, calculated using a single discount rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 1,585,191	\$ (1,131,102)	\$ (3,346,988)

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at January 1, 2020	\$ 23,132,048	\$ 22,695,349	\$ 436,699
Changes for the period			
Service cost	439,763	-	439,763
Interest	1,636,858	-	1,636,858
Difference between expected and actual experience	700,914	-	700,914
Changes in assumptions	(151,986)	-	(151,986)
Employer contributions	-	455,668	(455,668)
Employee contributions	-	220,072	(220,072)
Net investment income	-	3,347,329	(3,347,329)
Benefit payments and refunds	(1,549,150)	(1,549,150)	-
Other	-	170,281	(170,281)
Net changes	1,076,399	2,644,200	(1,567,801)
Balances at December 31, 2020	\$ 24,208,447	\$ 25,339,549	\$ (1,131,102)

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

a. Illinois Municipal Retirement Fund (IMRF) (Continued)

Pension Expense and Deferred Inflows/Outflows of Resources

For the fiscal year ended December 31, 2020 the City recognized pension income of \$246,601. At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 720,871	\$ 12,924
Changes in assumption	83,569	111,706
Net difference between projected and actual earnings on pension plan investments	1,148,082	3,228,806
Contributions after measurement date	111,219	-
TOTAL	\$ 2,063,741	\$ 3,353,436

\$111,219 reported as deferred outflows of resources related to pensions resulting 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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2021	\$ (208,893)
2022	(26,153)
2023	(709,168)
2024	(345,481)
2025	-
Thereafter	-
TOTAL	\$ (1,289,695)

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

b. Firefighters' Pension Plan

Plan Administration

The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The City accounts for the Firefighters' Pension Fund as a pension trust fund. The Firefighters' Pension Fund is governed by a board pursuant to Illinois Compiled Statutes (40 ILCS 5/4-1).

Plan Membership

At April 30, 2021, the measurement date, membership consisted of:

Inactive plan members or beneficiaries	
currently receiving benefits	42
Inactive plan members or beneficiaries	
entitled to but not yet receiving benefits	4
Active Plan Members	28
	<hr/>
TOTAL	74
	<hr/>

Benefits Provided

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ 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 firefighter 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.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

b. Firefighters' Pension Plan (Continued)

Benefits Provided (Continued)

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such a 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., $\frac{1}{2}\%$ for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the 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% of $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the fiscal year ended April 30, 2021, the City's contribution was 74.07% of covered payroll.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

b. Firefighters' Pension Plan (Continued)

Actuarial Assumptions

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

Actuarial valuation date	April 30, 2021
Actuarial cost method	Entry-age normal
Asset valuation method	Market value
Assumptions:	
Interest rate	6.25%
Salary increases	2.25 - 7.90%
Cost of living adjustments	3.25%
Inflation	2.25%

Mortality rates were based on rates developed in the L&A 2021 Mortality Table for Illinois Firefighters. Other demographic assumption rates are based on a review of assumptions in the L&A 2021 study for Illinois Firefighters.

Discount Rate

The discount rate used in the determination of the Total Pension Liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. The rate used was 4.08%.

Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The plan's projected net position is expected to cover future benefit payments in full for the current employees.

Projected benefit payments are determined during the actuarial process based on the assumptions. The expected contributions are based on the funding policy of the plan.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

b. Firefighters' Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 4.08% 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 (3.08%) or 1 percentage point higher (5.08%) than the current rate.

	1% Decrease (3.08%)	Current Rate (4.08%)	1% Increase (5.08%)
Net pension liability	\$ 50,464,886	\$ 39,997,589	\$ 31,776,957

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at May 1, 2020	\$ 45,280,664	\$ 13,435,501	\$ 31,845,163
Changes for the period			
Service cost	794,575	-	794,575
Interest	2,435,064	-	2,435,064
Difference between expected and actual experience	836,654	-	836,654
Changes in assumptions	10,473,604	-	10,473,604
Employer contributions	-	1,624,289	(1,624,289)
Employee contributions	-	202,936	(202,936)
Net investment income	-	4,606,999	(4,606,999)
Benefit payments and refunds	(2,045,396)	(2,045,396)	-
Other	-	(46,753)	46,753
Net changes	12,494,501	4,342,075	8,152,426
Balances at April 30, 2021	\$ 57,775,165	\$ 17,777,576	\$ 39,997,589

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

b. Firefighters' Pension Plan (Continued)

Pension Expense and Deferred Inflows/Outflows of Resources

For the year ended April 30, 2021 the City recognized pension expense of \$3,916,155. At April 30, 2021, The City reported deferred outflows of resources and deferred inflows of resources related to Firefighters' Pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,112,595	\$ 1,581,427
Changes in assumption	12,092,902	-
Net difference between projected and actual earnings on pension plan investments	389,795	3,137,817
Contributions after measurement date	-	-
TOTAL	\$ 13,595,292	\$ 4,719,244

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

Year Ending April 30	Net Deferred Outflows of Resources
2022	\$ 1,674,139
2023	1,674,143
2024	1,732,825
2025	1,637,425
2026	2,157,516
Thereafter	-
TOTAL	\$ 8,876,048

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

c. Police Pension Plan

Plan Administration

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Police Pension Fund as a pension trust fund. The Police Pension Fund is governed by a board pursuant to Illinois Compiled Statutes (40 ILCS 5/3-1).

Plan Membership

At April 30, 2021, the measurement date, membership consisted of:

Inactive plan members or beneficiaries	
currently receiving benefits	30
Inactive plan members or beneficiaries	
entitled to but not yet receiving benefits	2
Active Plan Members	<u>37</u>
TOTAL	<u><u>69</u></u>

Benefits Provided

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held 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 75.00% 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 3.00% of the original pension and 3.00% of compounded annually thereafter.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

c. Police Pension Plan (Continued)

Benefits Provided (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years 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 $\frac{1}{2}$ of the annual change in the Consumer Price Index of 3.00% 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 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}\%$ for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions

Covered 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 administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, the ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by 2040. For the year ended April 30, 2021, the City's contribution was 45.40% of covered payroll.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

c. Police Pension Plan (Continued)

Actuarial Assumptions

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

Actuarial valuation date	April 30, 2021
Actuarial cost method	Entry-age normal
Asset valuation method	Market value
Assumptions:	
Interest rate	6.50%
Salary increases	2.25 - 5.08%
Cost of living adjustments	3.25%
Inflation	2.25%

Mortality rates were based on rates developed in the L&A 2021 Mortality Table for Illinois Police Officers. Other demographic assumption rates are based on a review of assumptions in the L&A 2021 study for Illinois Police Officers.

Discount Rate

The discount rate used in the determination of the Total Pension Liability is based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate. The rate used was 4.93%.

Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments. The plan's projected net position is expected to cover future benefit payments in full for the current employees.

Projected benefit payments are determined during the actuarial process based on the assumptions. The expected contributions are based on the funding policy of the plan.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

c. Police Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 4.93% 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 (3.93%) or 1 percentage point higher (5.93%) than the current rate.

	1% Decrease (3.93%)	Current Rate (4.93%)	1% Increase (5.93%)
Net pension liability	\$ 39,457,001	\$ 28,074,670	\$ 19,243,714

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at May 1, 2020	\$ 40,576,489	\$ 21,147,560	\$ 19,428,929
Changes for the period			
Service cost	730,328	-	730,328
Interest	2,652,037	-	2,652,037
Difference between expected and actual experience	1,789,561	-	1,789,561
Changes in assumptions	12,224,782	-	12,224,782
Employer contributions	-	1,346,712	(1,346,712)
Employee contributions	-	278,344	(278,344)
Net investment income	-	7,155,957	(7,155,957)
Benefit payments and refunds	(1,594,880)	(1,594,880)	-
Other	-	(30,046)	30,046
Net changes	15,801,828	7,156,087	8,645,741
Balances at April 30, 2021	\$ 56,378,317	\$ 28,303,647	\$ 28,074,670

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

8. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

c. Police Pension Plan (Continued)

Pension Expense and Deferred Inflows/Outflows of Resources

For the year ended April 30, 2021 the City recognized pension expense of \$3,204,915. At April 30, 2021, The City reported deferred outflows of resources and deferred inflows of resources related to Police Pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,916,609	\$ -
Changes in assumption	12,955,176	1,926,965
Net difference between projected and actual earnings on pension plan investments	1,224,321	4,625,088
Contributions after measurement date	-	-
TOTAL	\$ 16,096,106	\$ 6,552,053

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

Year Ending April 30	Net Deferred Outflows of Resources
2022	\$ 1,445,444
2023	1,445,444
2024	1,377,980
2025	1,014,853
2026	1,800,927
Thereafter	2,459,405
TOTAL	\$ 9,544,053

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

9. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described in Note 8, the City provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual, except for the implicit subsidy which is governed by the State Legislature and ILCS. The plan does not issue a separate report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The activity of the plan is reported in the City's governmental activities.

b. Benefits Provided

The City provides continued health insurance coverage at the active employee rates to all eligible retirees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance since the retiree does not pay an age adjusted premium. To be eligible for benefits, an employee must qualify for retirement under the City's retirement plan. The benefit levels are the same as those afforded to active employees. Once reaching Medicare age, retirees are covered by a Medicare supplement plan as opposed to the City's active employee health plan. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the City is required to pay 100% of the cost of basic health insurance for the employee and any eligible spouse for their lifetime.

c. Membership

At April 30, 2021, the measurement date, membership consisted of:

Inactive employees or beneficiaries	
currently receiving benefits	112
Inactive employees or beneficiaries	
entitled to but not yet receiving benefits	-
Active employees	<u>138</u>
TOTAL	<u><u>250</u></u>

d. Total OPEB Liability

The City's total OPEB liability of \$46,292,561 was measured as of April 30, 2021 and was determined by an actuarial valuation as of April 30, 2021.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2021, as determined by an actuarial valuation as of April 30, 2021 actuarial valuation, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Inflation	Not applicable
Salary Increases	3.00%
Discount Rate	2.56%
Healthcare Cost Trend Rates	5.50% initial trend rate to 5.00% ultimate trend rate

The discount rate used in the determination of the total OPEB liability is based on the municipal bond rate. The municipal bond rate was based on the index rate for 20-year tax exempt general obligation municipal bonds rated AA or better at April 30, 2021.

IMRF Participants:

Mortality rates were based on the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates.

Firefighters' Pension Plan Participants:

Mortality rates were based on the L&A Assumption Study for Firefighters 2021. These rates are experience weighted with the raw rates as developed in the PubS-2010(A) Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2020 Improvement Rates.

Police Pension Plan Participants:

Mortality rates were based on the L&A Assumption Study for Police 2021. These rates are experience weighted with the raw rates as developed in the PubS-2010(A) Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2020 Improvement Rates.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

f. Changes in the Total OPEB Liability

	Total OPEB Liability
Balances at May 1, 2020	<u>\$ 46,914,992</u>
Changes for the period	
Service cost	1,493,356
Interest	1,188,039
Difference between expected and actual experience	2,281,756
Changes in assumptions	(4,566,955)
Employer contributions	(1,014,379)
Employee contributions	-
Net investment income	-
Benefit payments and refunds	-
Other	<u>(4,248)</u>
Net changes	<u>(622,431)</u>
Balances at April 30, 2021	<u><u>\$ 46,292,561</u></u>

Changes in assumptions reflect a change in the discount rate from 2.56% for the reporting period ending April 30, 2020 to 2.27% for the reporting period ending April 30, 2021.

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the City calculated using the discount rate of 2.27% as well as what the City total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.27%) or 1 percentage point higher (3.27%) than the current rate:

	1% Decrease (1.27%)	Current Rate (2.27%)	1% Increase (3.27%)
Total OPEB Liability	<u>\$ 54,642,600</u>	<u>\$ 46,292,561</u>	<u>\$ 39,765,201</u>

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity (Continued)

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

	1% Decrease (varies)	Current Rate (varies)	1% Increase (varies)
Total OPEB Liability	\$ 38,889,317	\$ 46,292,561	\$ 56,027,011

h. OPEB Expense and Deferred Inflows/Outflows of Resources Related to OPEB

For the year ended April 30, 2021 the City recognized OPEB expense of \$4,052,859. At April 30, 2021, The City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 2,012,681	\$ -
Changes in assumption	8,935,631	4,028,398
Net difference between projected and actual earnings on postretirement plan investments	-	-
Contributions after measurement date	-	-
TOTAL	\$ 10,948,312	\$ 4,028,398

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

Year Ending April 30	Net Deferred Outflows of Resources
2022	\$ 1,375,712
2023	1,375,712
2024	1,375,712
2025	1,375,712
2026	1,312,312
Thereafter	104,754
TOTAL	\$ 6,919,914

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

10. 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; employee health; natural disasters; and injuries to the City's employees. The City maintains commercial insurance coverage for losses relating to liability (law, public officials, general and auto liability) and workers' compensation. The City is self-insured for employee health insurance. The City is insured with commercial insurers for stop-loss (\$80,000 per claimant, unless otherwise contractually stated) and aggregate loss claims (\$3,179,447 in the aggregate).

Management believes such coverage is sufficient to preclude an significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There were no significant reduction in insurance coverage from the previous year.

11. CONTIGENTS LIABILITIES

a. 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.

b. Litigation

There are several pending lawsuits in which the City is involved. Legal counsel of the City estimates that the potential claims against the City not covered by insurance resulting from such litigation would not materially affect future financial statements of the City.

c. Commitments

The City has ongoing capital projects in varying stages of completion which have not yet been approved for draw by the engineer and architect.

12. SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date of the Auditors' Report, the date the City's financial statements for the year ended April 30, 2021 were available to be issued. There were no items of significance.

CITY OF OTTAWA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2021

12. SUBSEQUENT EVENTS (Continued)

In December 2019, a novel strain of coronavirus surfaced in Wuhan, China, and has spread around the world, with resulting business and social disruption. The coronavirus was declared a Public Health Emergency of International Concern by the World Health Organization on January 30, 2020. The operations and financial position of the Village could be materially adversely affected. The extent to which the coronavirus (or any other disease or epidemic) impacts business activity or investment results will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of the coronavirus and the actions required to contain the coronavirus or treat its impact, among others.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

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

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Property Taxes	\$ 2,233,565	\$ 2,411,818
Replacement Taxes	420,646	49,658
Utility Taxes	1,266,541	1,407,917
Sales Taxes	7,064,567	7,466,716
State Income Taxes	1,875,611	2,278,103
Gambling Taxes	16,912	12,465
Video Game Taxes	423,604	294,071
Telecommunications Tax	267,517	302,361
Motor Fuel Tax	-	-
Interest Income	5,323	3,930
Intergovernmental Revenue	614,408	1,913,253
Charges for Services	175,491	188,614
Foreign Fire Insurance Tax	-	-
Hotel/Motel Tax	-	-
Grants	-	-
Fines, Fees, and Reimbursements	143,417	147,888
Licenses and Permits	541,605	480,154
Ambulance Fees	1,111,403	1,012,526
Ambulance Transfer Revenue	484,000	187,909
Donations	30,000	-
Group Insurance Payments	1,020,810	1,053,465
Rent	1,250	2,061
Other Revenues	74,530	270,108
Total Revenues	17,771,200	19,483,017
EXPENDITURES		
General Government	4,865,024	4,543,448
Public Safety	8,154,896	7,862,102
Public Works, Cultural, Parks, and Recreation	3,251,853	2,403,354
Community and Economic Development	872,185	1,219,625
Debt Service	105,465	106,259
Capital Outlay	823,300	2,185,544
Total Expenditures	18,072,723	18,320,332

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

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

For the Year Ended April 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(301,523)</u>	<u>1,162,685</u>
OTHER FINANCING SOURCES (USES)		
Operating Transfer (To) From	-	167,264
Debt Certificates Proceeds	<u>-</u>	<u>251,915</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>419,179</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (301,523)</u></u>	1,581,864
FUND BALANCE, MAY 1		<u>921,210</u>
FUND BALANCE, APRIL 30		<u><u>\$ 2,503,074</u></u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

SPECIAL REVENUE - NORTH TIF FUND

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

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 2,805,132	\$ 2,752,844
Interest Income	8,000	6,505
Other Revenues	500,000	150,108
Total Revenues	3,313,132	2,909,457
EXPENDITURES		
Community and Economic Development	3,366,063	3,059,349
Capital Outlay	-	-
Total Expenditures	3,366,063	3,059,349
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(52,931)	(149,892)
OTHER FINANCING SOURCES (USES)		
Operating Transfer (To) From	-	(23,194)
Total Other Financing Sources (Uses)	-	(23,194)
NET CHANGE IN FUND BALANCE	\$ (52,931)	(173,086)
FUND BALANCE, MAY 1		1,134,241
FUND BALANCE, APRIL 30		\$ 961,155

(See independent auditors' report.)

CITY OF OTTAWA, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2020*

	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 453,594	\$ 351,511	\$ 473,551	\$ 552,845	\$ 627,844	\$ 566,502
Contributions in relation to the actuarially determined contribution	455,668	368,253	473,551	590,956	627,886	573,080
CONTRIBUTION DEFICIENCY (Excess)	<u>\$ (2,074)</u>	<u>\$ (16,742)</u>	<u>\$ -</u>	<u>\$ (38,111)</u>	<u>\$ (42)</u>	<u>\$ (6,578)</u>
Covered-employee payroll	\$ 4,805,021	\$ 4,415,971	\$ 4,231,915	\$ 4,011,938	\$ 3,761,798	\$ 3,722,091
Contributions as a percentage of covered-employee payroll	9.48%	8.34%	11.19%	14.73%	16.69%	15.40%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percentage of pay, closed and the amortization period was 24 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually and postretirement benefit increases of 2.50% compounded annually.

*IMRF's measurement date is December 31, 2020; therefore information above is presented for the calendar year ended December 31, 2020.

CITY OF OTTAWA, ILLINOIS

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

December 31, 2020*

	2020	2019	2018	2017	2016	2015
Total Pension Liability						
Service cost	\$ 439,763	\$ 444,198	\$ 429,563	\$ 412,489	\$ 429,109	\$ 360,292
Interest	1,636,858	1,565,273	1,537,142	1,528,662	1,478,758	1,380,174
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	700,914	465,200	(87,606)	117,582	1,254	699,495
Changes of assumptions	(151,986)	-	566,530	(674,306)	(45,380)	45,167
Benefit payments, including refunds of member contributions	(1,549,150)	(1,420,997)	(1,295,396)	(1,264,414)	(1,221,098)	(1,083,627)
Net change in total pension liability	1,076,399	1,053,674	1,150,233	120,013	642,643	1,401,501
Total Pension Liability - Beginning	23,132,048	22,078,374	20,928,141	20,808,128	20,165,485	18,763,984
Total Pension Liability - Ending	<u>\$ 24,208,447</u>	<u>\$ 23,132,048</u>	<u>\$ 22,078,374</u>	<u>\$ 20,928,141</u>	<u>\$ 20,808,128</u>	<u>\$ 20,165,485</u>
Plan Fiduciary Net Position						
Contributions - employer	\$ 455,668	\$ 368,253	\$ 473,551	\$ 590,956	\$ 627,886	\$ 573,080
Contributions - member	220,072	213,962	190,436	181,849	169,281	174,557
Net investment income	3,347,329	3,772,332	(1,304,726)	3,445,269	1,185,138	87,000
Benefit payments, including refunds of member contributions	(1,549,150)	(1,420,997)	(1,295,396)	(1,264,414)	(1,221,098)	(1,083,627)
Other	170,281	299,263	419,822	(532,679)	256,467	221,183
Net change in plan fiduciary net position	2,644,200	3,232,813	(1,516,313)	2,420,981	1,017,674	(27,807)
Plan Fiduciary Net Position - Beginning	22,695,349	19,462,536	20,978,849	18,557,868	17,540,194	17,568,001
Plan Fiduciary Net Position - Ending	<u>\$ 25,339,549</u>	<u>\$ 22,695,349</u>	<u>\$ 19,462,536</u>	<u>\$ 20,978,849</u>	<u>\$ 18,557,868</u>	<u>\$ 17,540,194</u>
Employer's Net Pension Liability (Asset)	<u>\$ (1,131,102)</u>	<u>\$ 436,699</u>	<u>\$ 2,615,838</u>	<u>\$ (50,708)</u>	<u>\$ 2,250,260</u>	<u>\$ 2,625,291</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	104.67%	98.11%	88.15%	100.24%	89.19%	86.98%
Covered-employee payroll	\$ 4,805,021	\$ 4,415,971	\$ 4,231,915	\$ 4,011,938	\$ 3,761,798	\$ 3,722,091
Employer's net pension liability as a percentage of covered-employee payroll	-23.54%	9.89%	61.81%	-1.26%	59.82%	70.53%

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

*IMRF's measurement date is December 31, 2020; therefore information above is presented for the calendar year ended December 31, 2020.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIREFIGHTERS' PENSION FUND
Year Ended April 30, 2021

Fiscal Year April 30,	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency	Covered Employee Payroll	Contributions as a percentage of Covered Employee Payroll
2015	\$ 849,859	\$ 989,970	\$ (140,111)	\$ 1,817,526	54.47%
2016	891,210	969,642	(78,432)	1,953,599	49.63%
2017	1,009,595	1,056,852	(47,257)	2,016,700	52.41%
2018	1,114,348	1,067,106	47,242	2,261,158	47.19%
2019	1,359,146	1,287,837	71,309	2,070,140	62.21%
2020	1,644,649	1,644,975	(326)	2,169,453	75.82%
2021	1,744,521	1,624,289	120,232	2,192,804	74.07%

NOTES TO SCHEDULE OF CONTRIBUTIONS

The actuarially determined contribution shown for the current year is the statutory minimum requirement from the May 1, 2020 Actuarial Valuation completed by the Illinois Department of Insurance for the December 2020 tax levy. The methods and assumptions shown below are based on the same actuarial valuation. For more detail on the age-based and service-based rates disclosed below, please see the

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level % Pay (Closed)
Amortization Target	90% Funded over 22 Years
Asset Valuation Method	5-Year Smoothed Market Value
Inflation (CPI-U)	2.25%
Payroll Increases	3.25%
Individual Pay Increases	2.25% - 7.90%
Investment Rate of Return	6.25%
Mortality Rates	RP-2014 Healthy Annuitant with Blue Collar Adjustment
Retirement Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Termination Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Disability Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17

This is a 10-year schedule - however, the information is not required to be presented retroactively. Information will be added to this schedule until 10 years of information is available.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS - FIREFIGHTERS' PENSION FUND

Year Ended April 30, 2021

	2021	2020	2019
Total Pension Liability			
Service cost	\$ 794,575	\$ 676,238	\$ 646,010
Interest	2,435,064	2,318,152	1,934,404
Changes of accounting methodology	-	-	8,566,472
Changes in benefit terms	-	186,912	-
Differences between expected and actual experience	836,654	591,010	(2,826,646)
Changes of assumptions	10,473,604	3,558,173	1,588,835
Benefit payments, including refunds of member contributions	(2,045,396)	(2,021,713)	(1,777,280)
Net change in total pension liability	12,494,501	5,308,772	8,131,795
Total Pension Liability - Beginning	45,279,664	39,970,892	31,839,097
Total Pension Liability - Ending	<u>\$ 57,774,165</u>	<u>\$ 45,279,664</u>	<u>\$ 39,970,892</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ 1,624,289	\$ 1,644,975	\$ 1,287,837
Contributions - member	202,936	205,122	195,732
Contributions - other	-	4,440	-
Changes of accounting methodology	-	-	(1,004,104)
Net investment income	4,606,999	185,194	1,137,436
Benefit payments, including refunds of member contributions	(2,045,396)	(2,021,713)	(1,777,280)
Administrative expense	(46,753)	(48,520)	(51,091)
Net change in plan fiduciary net position	4,342,075	(30,502)	(211,470)
Plan Fiduciary Net Position - Beginning	13,434,501	13,465,003	13,676,473
Plan Fiduciary Net Position - Ending	<u>\$ 17,776,576</u>	<u>\$ 13,434,501</u>	<u>\$ 13,465,003</u>
Employer's Net Pension Liability (Asset)	<u>\$ 39,997,589</u>	<u>\$ 31,845,163</u>	<u>\$ 26,505,889</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	30.77%	29.67%	33.69%
Covered-employee payroll	2,192,804	2,169,453	2,070,140
Employer's net pension liability as a percentage of covered-employee payroll	1824.04%	1467.89%	1280.39%

This is a 10-year schedule - however, the information is not required to be presented retroactively. Information will be added to this schedule until 10 years of information is available.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND
Year Ended April 30, 2021

Fiscal Year April 30,	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency	Covered Employee Payroll	Contributions as a percentage of Covered Employee Payroll
2015	\$ 605,277	\$ 694,633	\$ (89,356)	\$ 2,480,643	28.00%
2016	705,401	690,595	14,806	2,573,280	26.84%
2017	793,932	875,464	(81,532)	2,542,435	34.43%
2018	855,960	876,462	(20,502)	2,628,641	33.34%
2019	1,018,862	972,150	46,712	2,688,734	36.16%
2020	1,133,623	1,175,421	(41,798)	2,928,473	40.14%
2021	1,288,645	1,346,712	(58,067)	2,966,076	45.40%

NOTES TO SCHEDULE OF CONTRIBUTIONS

The actuarially determined contribution shown for the current year is the statutory minimum requirement from the May 1, 2020 Actuarial Valuation completed by the Illinois Department of Insurance for the December 2020 tax levy. The methods and assumptions shown below are based on the same actuarial valuation. For more detail on the age-based and service-based rates disclosed below, please see the Actuarial Valuation.

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level % Pay (Closed)
Amortization Target	90% Funded Over 22 Years
Asset Valuation Method	5-Year Smoothed Market Value
Inflation (CPI-U)	2.25%
Payroll Increases	3.25%
Individual Pay Increases	2.25% - 5.08%
Investment Rate of Return	6.50%
Mortality Rates	RP-2014 Healthy Annuitant with Blue Collar Adjustment
Retirement Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Termination Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17
Disability Rates	Illinois Department of Insurance Actuarial Experience Study dated 10/5/17

This is a 10-year schedule - however, the information is not required to be presented retroactively. Information will be added to this schedule until 10 years of information is available.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

Year Ended April 30, 2021

	2021	2020	2019
Total Pension Liability			
Service cost	\$ 730,328	\$ 875,145	\$ 712,549
Interest	2,652,037	2,346,672	1,940,563
Changes of accounting methodology	-	-	4,717,939
Changes of benefit terms	-	128,978	-
Differences between expected and actual experience	1,789,561	273,452	269,051
Changes of assumptions	12,224,782	(2,550,579)	3,988,146
Benefit payments, including refunds of member contributions	(1,594,880)	(1,359,845)	(1,240,792)
Net change in total pension liability	15,801,828	(286,177)	10,387,456
Total Pension Liability - Beginning	40,576,489	40,862,666	30,475,210
Total Pension Liability - Ending	<u>\$ 56,378,317</u>	<u>\$ 40,576,489</u>	<u>\$ 40,862,666</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ 1,346,712	\$ 1,175,421	\$ 972,150
Contributions - member	278,344	290,212	266,454
Contributions - other	-	433	-
Changes of accounting methodology	-	-	1,422,546
Net investment income	7,155,957	(416,285)	933,245
Benefit payments, including refunds of member contributions	(1,594,880)	(1,359,845)	(1,240,792)
Administrative expense	(30,046)	(36,428)	(12,180)
Prior period audit adjustment	-	-	(802,953)
Net change in plan fiduciary net position	7,156,087	(346,492)	1,538,470
Plan Fiduciary Net Position - Beginning	21,147,560	21,494,052	19,955,582
Plan Fiduciary Net Position - Ending	<u>\$ 28,303,647</u>	<u>\$ 21,147,560</u>	<u>\$ 21,494,052</u>
Employer's Net Pension Liability (Asset)	<u>\$ 28,074,670</u>	<u>\$ 19,428,929</u>	<u>\$ 19,368,614</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	50.20%	52.12%	52.60%
Covered-employee payroll	2,966,076	2,928,473	2,688,734
Employer's net pension liability as a percentage of covered-employee payroll	946.53%	663.45%	720.36%

This is a 10-year schedule - however, the information is not required to be presented retroactively. Information will be added to this schedule until 10 years of information is available.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OPEB
Year Ended April 30, 2021

Fiscal Year April 30,	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency	Covered Employee Payroll	Contributions as a percentage of Covered Employee Payroll
2019	\$ -	\$ -	\$ -	\$ 12,362,824	0.00%
2020	\$ -	\$ -	\$ -	\$ 9,850,008	0.00%
2021	\$ -	\$ -	\$ -	\$ 10,145,508	0.00%

NOTES TO SCHEDULE OF CONTRIBUTIONS

There is no Actuarially Determined Contribution or Employer Contribution in relation to the Actuarially Determined Contribution, as there is no Trust that exists for funding the OPEB Liability. However, the City did make contributions from other City resources in the current year in the amount of \$1,014,379.

This is a 10-year schedule - however, the information is not required to be presented retroactively. Information will be added to this schedule until 10 years of information is available.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

**SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS**

Year Ended April 30, 2021

	2021	2020	2019
Total OPEB Liability			
Service cost	\$ 1,493,356	\$ 903,731	\$ 823,455
Interest	1,188,039	1,281,539	1,256,691
Changes of benefit terms	(4,248)	-	-
Differences between expected and actual experience	2,281,756	-	-
Changes of assumptions	(4,566,955)	11,383,794	971,600
Benefit payments	(1,014,379)	(934,287)	(852,424)
Net change in total OPEB liability	(622,431)	12,634,777	2,199,322
Total OPEB Liability - Beginning	46,914,992	34,280,215	32,080,893
Total OPEB Liability - Ending	\$ 46,292,561	\$ 46,914,992	\$ 34,280,215
OPEB Plan Net Position			
Contributions - employer	\$ 1,014,379	\$ 934,287	\$ 852,424
Contributions - member	-	-	-
Contributions - other	-	-	-
Net investment income	-	-	-
Benefit payments	(1,014,379)	(934,287)	(852,424)
Administrative expense	-	-	-
Net change in OPEB plan net position	-	-	-
OPEB Plan Net Position - Beginning	-	-	-
OPEB Plan Net Position - Ending	\$ -	\$ -	\$ -
Employer's Net OPEB Liability (Asset)	\$ 46,292,561	\$ 46,914,992	\$ 34,280,215
OPEB Plan net position as a percentage of the total OPEB liability (asset)	0.00%	0.00%	0.00%
Covered-employee payroll	10,145,508	9,850,008	12,362,824
Employer's net OPEB liability as a percentage of covered-employee payroll	456.29%	476.29%	277.28%

This is a 10-year schedule - however, the information is not required to be presented retroactively. Information will be added to this schedule until 10 years of information is available.

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
April 30, 2021

1. BUDGETS

The Budget Ordinance is prepared in tentative form by the City, reviewed and approved by the City Council, and is made available for public inspection at least ten days prior to final Council action. A public hearing is held on the tentative Budget Ordinance to obtain taxpayer comments.

Prior to August 1, the Budget ordinance is legally enacted through the passage of a Budget ordinance. All actual expenditures contained herein have been compared to the annual operating budget.

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for the general, special revenue, debt service funds, capital projects funds, and enterprise funds. All appropriations lapse at year-end.

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

- a. A proposed operating budget is submitted to the City Council for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted by the City to obtain taxpayer comments.
- c. Subsequently, the budget is used to develop the annual appropriation ordinance, which is the City's legal budgetary document. The appropriation ordinance is enacted through passage of a City ordinance.
- d. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue and debt service funds.
- e. Budgetary appropriations lapse at year-end.
- f. Transfers between line items, departments and funds may be made by administrative action, however, amounts to be transferred between funds would require City Council approval. The level of legal control is the individual fund budget in total.
- g. Budgeted amounts are as originally adopted on April 15, 2020, with the exceptions of City Council approved transfers which were not material in relation to the budgets taken as a whole.

In the General Fund, expenditures (\$18,320,332) exceeded budgeted amounts (\$18,072,723) for the year ended April 30, 2021.

MAJOR GOVERNMENTAL FUNDS

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
TAXES		
Property Taxes	\$ 2,233,565	\$ 2,411,818
Replacement Taxes	420,646	49,658
Utility Taxes	1,266,541	1,407,917
Sales Taxes	7,064,567	7,466,716
State Income Taxes	1,875,611	2,278,103
Gambling Taxes	16,912	12,465
Video Game Taxes	423,604	294,071
Telecommunications Tax	267,517	302,361
Total Taxes	13,568,963	14,223,109
INTERGOVERNMENTAL		
Highway Maintenance	25,544	53,436
Traffic Light Reimbursement	67,070	511,862
Police and Fire Training	3,355	11,727
Marseilles Reimbursement	123,600	127,200
WFPD Reimbursements	126,000	126,000
Naplate Reimbursements	10,000	-
School Reimbursements	101,500	56,500
Other Grants	157,339	1,026,528
Total Intergovernmental	614,408	1,913,253
CHARGES FOR SERVICES:		
Parking Meter Fees	-	-
Registrar Fees	15,017	15,497
Yard Waste Fees	160,474	173,117
Total Charges for Services	175,491	188,614
FINES AND EXPENSE REIMBURSEMENTS		
Adjudication Fines	31,543	18,080
Circuit Clerk Fines	83,284	122,659
Parking Fines	28,590	7,149
Liquor Fines	-	-
NCAT Reimbursements	-	-
Total Fines and Expense Reimbursements	143,417	147,888

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS**GENERAL FUND****SCHEDULE OF REVENUES - BUDGET AND ACTUAL**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
LICENSES AND PERMITS		
Miscellaneous License	5,082	875
Peddlers License	240	300
Liquor License	76,350	74,425
Sign Filing Fee	1,350	1,008
TV Franchise Fee	282,859	193,644
Sidewalk Café License Permit	150	50
Electrical License	71,000	83,100
Business License	400	3,400
Raffle License	400	190
Contractor License	29,000	32,075
Electrical Test Fee	8,300	11,700
Dog Release Fees	200	375
Plumbing Permit	144	25
Rezoning Filing Fee	1,375	2,680
Building Permit	51,761	53,527
Swimming Pool Permit	325	1,150
Wrecking Permit	450	1,725
Electrical Permit	7,350	11,300
Plat Design Review Fee Permit	1,044	1,780
Home Occupation Business Permit	-	50
Fence Permit	3,825	6,775
Total Licenses and Permits	541,605	480,154
MISCELLANEOUS		
Police Other	7,068	4,185
Character Counts	-	-
Sex Offender Registration Fees	970	1,334
Police Vehicle Replacement Fees	5,544	1,606
Failure to Appear Warrant Fees	1,233	1,147
Group Insurance Payments	1,020,810	1,053,465
Telephone Franchise	16,480	18,311
Special Duty Officers	4,895	1,070
Tree Removal	-	-
Recoup Liens	7,603	4,391
Tree Program Donations	-	-

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
MISCELLANEOUS (Continued)		
Rents	1,250	2,061
Reddick Mansion Utilities	-	-
Museum Reimbursement	2,096	2,649
Ambulance Fees	1,111,403	1,012,526
Ambulance Transfer Revenue	484,000	187,909
Donations	30,000	-
Other	28,641	235,415
Total Miscellaneous	2,721,993	2,526,069
INTEREST INCOME	5,323	3,930
TOTAL REVENUES	\$ 17,771,200	\$ 19,483,017

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
GENERAL GOVERNMENT		
Department of Mayor		
Salaries - Elected Official	\$ 65,500	\$ 68,327
Salaries - Clerical	63,392	66,074
Salaries - Part-time	43,497	28,880
Clothing Allowance	-	-
Dues, Education, Seminars	-	-
Office Supplies	1,500	1,237
Operating Supplies	500	13
Telephone and Pager Expense	600	480
Gasoline and Fuel	-	-
Contractual Computer Services	200	-
Miscellaneous	2,500	1,118
	<hr/>	<hr/>
Total Department of Mayor	177,689	166,129
	<hr/>	<hr/>
Department of Liquor Commissioner		
Salaries - Elected Official	5,500	5,712
Salaries - Clerical	400	419
	<hr/>	<hr/>
Total Department of Liquor Commissioner	5,900	6,131
	<hr/>	<hr/>
Department of Fire and Police Commission		
Dues, Education, Seminars	3,000	375
Publishing	2,000	2,360
Professional/Contractual Services	2,000	3,265
Miscellaneous	-	-
	<hr/>	<hr/>
Total Department of Fire and Police Commission	7,000	6,000
	<hr/>	<hr/>
Department of Civil Service Commission		
Publishing	2,000	-
Professional/Contractual Services	1,000	-
Miscellaneous	-	-
	<hr/>	<hr/>
Total Department of Civil Service Commission	3,000	-
	<hr/>	<hr/>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
GENERAL GOVERNMENT (Continued)		
Department of General Administration		
Salaries - General Administrative	77,340	84,095
Salaries - Clerical	109,695	115,292
Clothing Reimbursement	-	-
Dues, Education, Seminars	2,000	-
Health Insurance and Claims	4,049,500	3,737,505
Office Supplies	15,000	8,582
Operating Supplies	5,000	3,103
Repairs and Maintenance	8,600	8,622
Recording and Fees	-	-
Telephone and Internet Expense	14,000	16,214
Postage	8,000	11,062
Publishing	7,500	10,567
Bank Fees	2,400	1,394
Local Match - NCAT	8,400	8,400
Professional/Contractual Services	64,000	92,735
Allocations/River Rescue Squad	2,000	-
Subsidy/NCAT	-	-
Subsidy/Taxicab	30,000	24,058
Legal Fees	240,000	213,912
Miscellaneous	10,000	13,549
Total Department of General Administration	4,653,435	4,349,090
Department of Accounts and Finance Commissioner		
Salaries - Elected Official	15,000	15,618
Dues, Education, Seminars	2,000	-
Telephone and Pager Expense	480	480
Miscellaneous	520	-
Total Department of Accounts and Finance Commissioner	18,000	16,098
TOTAL GENERAL GOVERNMENT	4,865,024	4,543,448

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>
PUBLIC SAFETY		
Police Department		
Salaries - Administrative	405,000	446,600
Salaries - Clerical	890,000	903,849
Salaries - Other Employees	2,606,000	2,823,149
Salaries - Overtime	160,000	158,334
Salaries - Special Duty	-	-
Clothing Reimbursement	5,100	6,000
Dues, Education, Seminars	24,000	28,654
Office Supplies	10,000	7,442
Operating Supplies	40,000	30,864
Repairs and Maintenance	3,000	1,069
Repairs and Maintenance - Equipment	20,000	27,160
Telephone and Internet Expense	20,000	15,498
Postage	700	437
Gasoline and Fuel	58,000	57,738
Professional/Contractual Services	60,000	80,148
Contractual/Animal Control	1,500	-
Grant Expense/Peer Jury/Tobacco Grant	8,000	8,150
Character Counts	-	-
Sex Offender Fees Expense	-	-
D.A.R.E.	6,000	-
Miscellaneous	1,000	193
	<u>4,318,300</u>	<u>4,595,285</u>
Total Police Department		
Fire Department		
Salaries - Administrative	348,187	295,897
Salaries - Other Employees	2,400,049	2,080,890
Salaries - Overtime	275,000	386,599
Salaries - Special Duty	200,000	63,619
Clothing Reimbursement	2,250	84
Dues, Education, Seminars	94,711	32,536
Public Education/Prevention	5,000	-
Office Supplies	2,900	2,509
Operating Supplies	9,000	10,957
Repairs and Maintenance	1,500	781
Repairs and Maintenance - Equipment	9,000	23,476

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
PUBLIC SAFETY (Continued)		
Fire Department (Continued)		
Repairs and Maintenance - Vehicles	90,000	53,411
Telephone and Internet Expense	13,500	13,119
Postage	300	115
Gasoline and Fuel	45,000	20,062
Ambulance Expenses	53,000	51,569
Ambulance Billing/Refund	140,000	114,091
Professional/Contractual Services	128,699	100,582
Miscellaneous	500	347
	<hr/>	<hr/>
Total Fire Department	3,818,596	3,250,644
	<hr/>	<hr/>
Department of Public Health and Safety Commissioner		
Salaries - Elected Official	15,000	15,618
Dues, Education, Seminars	2,000	-
Telephone and Pager Expense	480	480
Miscellaneous	520	75
	<hr/>	<hr/>
Total Department of Public Health and Safety Commissioner	18,000	16,173
	<hr/>	<hr/>
TOTAL PUBLIC SAFETY	8,154,896	7,862,102
	<hr/>	<hr/>
PUBLIC WORKS, CULTURAL, PARKS, AND RECREATION		
Department of Commissioner of Public Improvements		
Salaries - Elected Official	15,000	15,618
Dues, Education, Seminars	2,000	-
Telephone and Pager Expense	480	480
Miscellaneous	520	75
	<hr/>	<hr/>
Total Department of Commissioner of Public Improvements	18,000	16,173
	<hr/>	<hr/>
Department of Commissioner of Public Property		
Salaries - Elected Official	15,000	15,618
Dues, Education, Seminars	2,000	-
Telephone and Pager Expense	480	480
Miscellaneous	520	75
	<hr/>	<hr/>
Total Department of Commissioner of Public Property	18,000	16,173
	<hr/>	<hr/>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
PUBLIC WORKS, CULTURAL, PARKS, AND RECREATION		
Department of Public Works		
Salaries - Administrative	112,500	78,173
Salaries - Other Employees	895,653	997,882
Salaries - Part-time	100,000	58,431
Salaries - Overtime	25,000	75,899
Dues, Education, Seminars	10,000	9,135
Office Supplies	300	1,956
Operating Supplies	350,000	303,532
Parks Advisory/Flowers	25,000	12,365
Tree Board/Trees	5,500	4,760
Repairs and Maintenance	1,180,000	316,415
Repairs and Maintenance - Equipment	25,000	33,188
Repairs and Maintenance - Vehicles	74,500	39,581
Telephone and Internet Expense	5,000	7,111
Gasoline and Fuel	45,000	54,290
Utilities	150,000	156,798
Professional/Contractual Services	127,500	82,110
Contractual Repairs/Building/Streets	10,000	3,371
Contractual Repairs/Building/Peck Park	-	-
Contractual Repairs/Building/Police	15,800	9,016
Contractual Repairs/Building/Fire	8,600	53,849
Contractual Repairs/Building/City Hall	7,000	12,398
Contractual Repairs/Building/Other	7,500	13,641
Contractual Repairs/Building/IVCC	11,000	8,983
Contractual Repairs/Building/Mansion	-	-
Department of Public Works		
Contractual Repairs/Building/Peltier	5,000	26,556
Contractual Repairs/Building/NCAT	10,000	320
Miscellaneous	10,000	11,248
Total Department of Public Works	3,215,853	2,371,008
TOTAL PUBLIC WORKS, CULTURAL, PARKS AND RECREATION	3,251,853	2,403,354

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
COMMUNITY AND ECONOMIC DEVELOPMENT		
Community Development Department		
Salaries - Clerical	62,275	68,623
Salaries - Professional	192,445	335,306
Salaries - Other Employees	153,085	156,110
Salaries - Part-times	38,180	53,000
Meal Allowance	1,500	-
Clothing Reimbursement	-	-
Dues, Education, Seminars	5,000	3,358
Office Supplies	4,000	1,453
Operating Supplies	8,000	5,751
Repairs and Maintenance	40,000	11,886
Telephone and Internet Expense	3,000	4,220
Postage	200	-
Gasoline and Fuel	4,000	1,705
Publishing	1,500	-
Professional/Contractual Services	286,000	202,978
Contractual/Tree Removal Program	70,000	208,381
Sales Tax Incentive - Walsh Toyota & Rentals	-	-
Grant Payment - OTHS Levee	-	164,636
Miscellaneous	3,000	2,218
	<hr/>	<hr/>
Total Community Development Department	872,185	1,219,625
	<hr/>	<hr/>
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	872,185	1,219,625
	<hr/>	<hr/>
DEBT SERVICE		
Principal	105,465	98,430
Interest	-	7,829
	<hr/>	<hr/>
TOTAL DEBT SERVICE	105,465	106,259
	<hr/>	<hr/>
CAPITAL OUTLAY		
Equipment	429,050	1,923,246
Construction in Progress	285,500	166,042
Construction in Progress/Boat Docks	5,000	7,759
Construction in Progress/Dayton Bluffs	15,000	20,077

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
CAPITAL OUTLAY (Continued)		
Construction in Progress/Riverwalk	3,250	-
Construction in Progress/Allen Park	5,500	10,447
Construction in Progress/Washington Park	80,000	57,973
TOTAL CAPITAL OUTLAY	823,300	2,185,544
TOTAL EXPENDITURES	\$ 18,072,723	\$ 18,320,332

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

CITY OF OTTAWA, ILLINOIS

COMBINING BALANCE SHEET

NONMAJOR FUNDS

For the Year Ended April 30, 2021

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Funds
ASSETS				
Cash	\$ 5,266,205	\$ 313,876	\$ 1,612,487	\$ 7,192,568
Investments	924,303	-	-	924,303
Property Taxes Receivable	6,425,607	-	-	6,425,607
Other Receivables:				
Notes	21,468	-	-	21,468
Motor Fuel Tax	61,827	-	-	61,827
Hotel/Motel Tax	44,782	-	-	44,782
Grants	886,193	-	-	886,193
Other	2,318	-	4,809	7,127
Prepaid Expense	424,974	-	-	424,974
Due from Other Funds	136,111	-	1,636,985	1,773,096
Other Assets	175,485	-	-	175,485
TOTAL ASSETS	<u>\$ 14,369,273</u>	<u>\$ 313,876</u>	<u>\$ 3,254,281</u>	<u>\$ 17,937,430</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ 1,198,759	\$ -	\$ 205,232	\$ 1,403,991
Accounts Payable	508,295	-	-	508,295
Accrued Salaries	7,225	-	-	7,225
Due to Other Funds	159,619	-	18,626	178,245
Total Liabilities	<u>1,873,898</u>	<u>-</u>	<u>223,858</u>	<u>2,097,756</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	6,425,607	-	-	6,425,607
Unavailable Revenue	-	-	4,809	4,809
Total Deferred Inflows of Resources	<u>6,425,607</u>	<u>-</u>	<u>4,809</u>	<u>6,430,416</u>
FUND BALANCES				
Nonspendable	451,041	-	4,809	455,850
Restricted				
Special Revenues	6,728,242	-	-	6,728,242
Debt Service	-	313,876	-	313,876
Capital Projects	-	-	3,020,805	3,020,805
Unrestricted				
Unassigned	(1,109,515)	-	-	(1,109,515)
Total Fund Balances	<u>6,069,768</u>	<u>313,876</u>	<u>3,025,614</u>	<u>9,409,258</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 14,369,273</u>	<u>\$ 313,876</u>	<u>\$ 3,254,281</u>	<u>\$ 17,937,430</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR FUNDS

For the Year Ended April 30, 2021

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Funds
REVENUES				
Property Taxes	\$ 6,039,387	\$ 350,446	\$ -	\$ 6,389,833
Replacement Taxes	-	-	-	-
Motor Fuel Tax	671,971	-	-	671,971
Cannabis Use Tax	15,340	-	-	15,340
Interest Income	14,175	1,043	4,661	19,879
Foreign Fire Insurance Tax	46,271	-	-	46,271
Hotel/Motel Tax	340,861	-	-	340,861
Grants	1,907,712	-	714,750	2,622,462
Fines, Fees, and Reimbursements	169,289	-	-	169,289
911 Emergency Service Surcharge	87,219	-	-	87,219
Permits	-	-	258,774	258,774
Drug and Task Force Revenue	573,494	-	-	573,494
Donations	67,733	-	25,670	93,403
Growth Impact Fees	22,800	-	-	22,800
Rent	-	-	115,500	115,500
Other Revenues	730,938	48,232	-	779,170
Total Revenues	10,687,190	399,721	1,119,355	12,206,266
EXPENDITURES				
General Government	1,916,108	24,116	863,205	2,803,429
Public Safety	156,788	-	-	156,788
Public Works, Cultural, Parks, and Recreation	1,595,459	-	-	1,595,459
Community and Economic Development	4,749,752	-	-	4,749,752
Debt Service	-	619,525	-	619,525
Capital Outlay	-	-	720,654	720,654
Total Expenditures	8,418,107	643,641	1,583,859	10,645,607
EXCESS OF REVENUES OVER EXPENDITURES	2,269,083	(243,920)	(464,504)	1,560,659
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	(586,989)	270,186	220,000	(96,803)
Total Other Financing Sources (Uses)	(586,989)	270,186	220,000	(96,803)
NET CHANGE IN FUND BALANCE	1,682,094	26,266	(244,504)	1,463,856
FUND BALANCE, MAY 1	4,387,674	287,610	3,270,118	7,945,402
FUND BALANCE, APRIL 30	\$ 6,069,768	\$ 313,876	\$ 3,025,614	\$ 9,409,258

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Crossing Guard Fund	Auditing Fund	Municipal Retirement Fund	Public Liability Insurance Fund
ASSETS				
Cash	\$ 10	\$ -	\$ 869,289	\$ 110,197
Investments	-	-	-	-
Property Taxes Receivable	63,060	80,024	849,675	675,029
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	424,524
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	<u>\$ 63,070</u>	<u>\$ 80,024</u>	<u>\$ 1,718,964</u>	<u>\$ 1,209,750</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ 36,515	\$ -	\$ -
Accounts Payable	-	-	-	-
Accrued Salaries	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>36,515</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	<u>63,060</u>	<u>80,024</u>	<u>849,675</u>	<u>675,029</u>
Total Deferred Inflows of Resources	<u>63,060</u>	<u>80,024</u>	<u>849,675</u>	<u>675,029</u>
FUND BALANCES				
Nonspendable	-	-	-	424,524
Restricted	10	-	869,289	110,197
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	(36,515)	-	-
Total Fund Balances	<u>10</u>	<u>(36,515)</u>	<u>869,289</u>	<u>534,721</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 63,070</u>	<u>\$ 80,024</u>	<u>\$ 1,718,964</u>	<u>\$ 1,209,750</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Motor Fuel Tax Fund	Foreign Fire Insurance Fund	Playground and Recreation Fund	Industrial Development Commission Fund
ASSETS				
Cash	\$ 52,267	\$ 6,271	\$ 70,746	\$ -
Investments	849,427	61,783	-	-
Property Taxes Receivable	-	-	283,771	-
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	61,827	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	-
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 963,521	\$ 68,054	\$ 354,517	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	2,197	-
Accrued Salaries	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	-	-	2,197	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	-	-	283,771	-
Total Deferred Inflows of Resources	-	-	283,771	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	963,521	68,054	68,549	-
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	963,521	68,054	68,549	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 963,521	\$ 68,054	\$ 354,517	\$ -

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Ottawa Police Dept. Drug Education Fund	Emergency Telephone System Board Fund	Fire Dept. First Aid Fund	Comm. Develop Revolving Loan Fund
ASSETS				
Cash	\$ 486,438	\$ -	\$ 13,073	\$ 139,228
Investments	-	-	-	-
Property Taxes Receivable	-	-	-	-
Other Receivables:				
Notes	-	-	-	21,468
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	-
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 486,438	\$ -	\$ 13,073	\$ 160,696
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Accrued Salaries	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	-	-	-	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES				
Nonspendable	-	-	-	26,517
Restricted	486,438	-	13,073	134,179
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	486,438	-	13,073	160,696
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 486,438	\$ -	\$ 13,073	\$ 160,696

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Ottawa Police Dept. Fed. Drug Fund	Main St. Loan Fund	Ottawa is Blooming Fund	Ottawa Police Dept Drug Lab Fund
ASSETS				
Cash	\$ 7,366	\$ 76,676	\$ 25,095	\$ 2,802
Investments	-	-	-	-
Property Taxes Receivable	-	-	-	-
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	-
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 7,366	\$ 76,676	\$ 25,095	\$ 2,802
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Accrued Salaries	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	-	-	-	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	7,366	76,676	25,095	2,802
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	7,366	76,676	25,095	2,802
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 7,366	\$ 76,676	\$ 25,095	\$ 2,802

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Ottawa Police Dept DUI Fund	Growth Impact Fee Fund	Garbage Fund	Lease Fund
ASSETS				
Cash	\$ 138,942	\$ 656,365	\$ -	\$ 38,947
Investments	-	-	-	-
Property Taxes Receivable	-	-	500,005	-
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	-
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	<u>\$ 138,942</u>	<u>\$ 656,365</u>	<u>\$ 500,005</u>	<u>\$ 38,947</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ 400,837	\$ -
Accounts Payable	-	-	33,177	-
Accrued Salaries	-	-	-	-
Due to Other Funds	-	23,508	-	-
Total Liabilities	<u>-</u>	<u>23,508</u>	<u>434,014</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	-	-	500,005	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>500,005</u>	<u>-</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	138,942	632,857	-	38,947
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	(434,014)	-
Total Fund Balances	<u>138,942</u>	<u>632,857</u>	<u>(434,014)</u>	<u>38,947</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 138,942</u>	<u>\$ 656,365</u>	<u>\$ 500,005</u>	<u>\$ 38,947</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Street Lighting Fund	NCAT Fund	Public Benefit Fund	Hotel/Motel Tax Fund
ASSETS				
Cash	\$ -	\$ 658,098	\$ 72,417	\$ 143,195
Investments	-	-	-	-
Property Taxes Receivable	157,651	-	-	-
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	44,782
Grants	-	886,193	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	-
Due from Other Funds	-	-	-	136,111
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 157,651	\$ 1,544,291	\$ 72,417	\$ 324,088
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ 41,667	\$ -	\$ -	\$ -
Accounts Payable	-	448,885	-	-
Accrued Salaries	-	4,261	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	41,667	453,146	-	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	157,651	-	-	-
Total Deferred Inflows of Resources	157,651	-	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	1,091,145	72,417	324,088
Unrestricted				
Assigned	-	-	-	-
Unassigned	(41,667)	-	-	-
Total Fund Balances	(41,667)	1,091,145	72,417	324,088
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 157,651	\$ 1,544,291	\$ 72,417	\$ 324,088

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	East Tax Increment Financing District Fund	Downtown Tax Increment Financing District Fund	Ottawa Industrial Park Tax Increment Financing District Fund	Canal Tax Increment Financing District Fund
ASSETS				
Cash	\$ 185,022	\$ 219,055	\$ 710,908	\$ -
Investments	-	-	-	-
Property Taxes Receivable	507,545	398,446	159,871	1,562,087
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	-
Prepaid Expense	-	-	-	-
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 692,567	\$ 617,501	\$ 870,779	\$ 1,562,087
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ -	\$ 586,896
Accounts Payable	9,733	-	-	8,515
Accrued Salaries	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	9,733	-	-	595,411
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	507,545	398,446	159,871	1,562,087
Total Deferred Inflows of Resources	507,545	398,446	159,871	1,562,087
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	175,289	219,055	710,908	-
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	-	(595,411)
Total Fund Balances	175,289	219,055	710,908	(595,411)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 692,567	\$ 617,501	\$ 870,779	\$ 1,562,087

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue			
	Dayton Tax Increment Financing District Fund	I-80 Commercial Tax Increment Financing District Fund	Route 71 Tax Increment Financing District Fund	Ottawa Visitors Center Fund
ASSETS				
Cash	\$ 184,939	\$ 294,050	\$ -	\$ 91,782
Investments	-	-	-	13,093
Property Taxes Receivable	804,332	369,114	14,997	-
Other Receivables:				
Notes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Other	-	-	-	2,318
Prepaid Expense	-	-	-	450
Due from Other Funds	-	-	-	-
Other Assets	-	-	-	175,485
TOTAL ASSETS	\$ 989,271	\$ 663,164	\$ 14,997	\$ 283,128
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Cash Overdraft	\$ -	\$ -	\$ 132,844	\$ -
Accounts Payable	-	4,756	32	1,000
Accrued Salaries	-	-	-	2,964
Due to Other Funds	-	-	-	136,111
Total Liabilities	-	4,756	132,876	140,075
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Taxes	804,332	369,114	14,997	-
Total Deferred Inflows of Resources	804,332	369,114	14,997	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	184,939	289,294	(130,968)	143,053
Unrestricted				
Assigned	-	-	-	-
Unassigned	-	-	(1,908)	-
Total Fund Balances	184,939	289,294	(132,876)	143,053
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 989,271	\$ 663,164	\$ 14,997	\$ 283,128

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended April 30, 2021

	Special Revenue	
	Mural	Totals
ASSETS		
Cash	\$ 13,027	\$ 5,266,205
Investments	-	924,303
Property Taxes Receivable	-	6,425,607
Other Receivables:		
Notes	-	21,468
Motor Fuel Tax	-	61,827
Hotel/Motel Tax	-	44,782
Grants	-	886,193
Other	-	2,318
Prepaid Expense	-	424,974
Due from Other Funds	-	136,111
Other Assets	-	175,485
TOTAL ASSETS	<u>\$ 13,027</u>	<u>\$ 14,369,273</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Cash Overdraft	\$ -	\$ 1,198,759
Accounts Payable	-	508,295
Accrued Salaries	-	7,225
Due to Other Funds	-	159,619
Total Liabilities	<u>-</u>	<u>1,873,898</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Property Taxes	-	6,425,607
Total Deferred Inflows of Resources	<u>-</u>	<u>6,425,607</u>
FUND BALANCES		
Nonspendable	-	451,041
Restricted	13,027	6,728,242
Unrestricted		
Assigned	-	-
Unassigned	-	(1,109,515)
Total Fund Balances	<u>13,027</u>	<u>6,069,768</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 13,027</u>	<u>\$ 14,369,273</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Crossing Guard Fund	Auditing Fund	I.M.R.F Fund	Public Liability Insurance Fund
REVENUES				
Property Taxes	\$ 61,611	\$ 71,931	\$ 782,807	\$ 760,313
Replacement Taxes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Interest Income	96	10	2,527	442
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Fines, Fees, and Reimbursements	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	-	-	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	61,707	71,941	785,334	760,755
EXPENDITURES				
General Government	-	79,370	813,351	642,040
Public Safety	61,993	-	-	-
Public Works, Cultural, Parks, and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	61,993	79,370	813,351	642,040
EXCESS OF REVENUES OVER EXPENDITURES	(286)	(7,429)	(28,017)	118,715
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	(286)	(7,429)	(28,017)	118,715
FUND BALANCE, MAY 1	296	(29,086)	897,306	416,006
FUND BALANCE, APRIL 30	\$ 10	\$ (36,515)	\$ 869,289	\$ 534,721

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Motor Fuel Tax Fund	Foreign Fire Insurance Fund	Playground and Recreation Fund	Industrial Development Commission Fund
REVENUES				
Property Taxes	\$ -	\$ -	\$ 277,251	\$ -
Replacement Taxes	-	-	-	-
Motor Fuel Tax	671,971	-	-	-
Interest Income	544	143	280	-
Foreign Fire Insurance Tax	-	46,271	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Fines, Fees, and Reimbursements	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	-	13,456	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	618,441	13,011	-	-
Total Revenues	1,290,956	59,425	290,987	-
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	53,182	-	-
Public Works, Cultural, Parks, and Recreation	1,037,204	-	285,644	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,037,204	53,182	285,644	-
EXCESS OF REVENUES OVER EXPENDITURES	253,752	6,243	5,343	-
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	(40,000)	-
Total Other Financing Sources (Uses)	-	-	(40,000)	-
NET CHANGE IN FUND BALANCE	253,752	6,243	(34,657)	-
FUND BALANCE, MAY 1	709,769	61,811	103,206	-
FUND BALANCE, APRIL 30	\$ 963,521	\$ 68,054	\$ 68,549	\$ -

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Ottawa Police Dept. Drug Education Fund	Emergency Telephone System Board Fund	Fire Dept. First Aid Fund	Comm. Develop Revolving Loan Fund
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Replacement Taxes	-	-	-	-
Cannabis Use Tax	15,340	-	-	-
Interest Income	232	-	12	365
Interest on Loans	-	-	-	786
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Fines, Fees, and Reimbursements	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	573,494	-	-	-
Donations	-	-	729	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	589,066	-	741	1,151
EXPENDITURES				
General Government	-	-	-	-
Public Safety	39,926	-	-	-
Public Works, Cultural, Parks, and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	39,926	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	549,140	-	741	1,151
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	549,140	-	741	1,151
FUND BALANCE, MAY 1	(62,702)	-	12,332	159,545
FUND BALANCE, APRIL 30	\$ 486,438	\$ -	\$ 13,073	\$ 160,696

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Ottawa Police Dept. Fed. Drug Fund	Main St. Loan Fund	Ottawa is Blooming Fund	Ottawa Police Dept Drug Lab Fund
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Replacement Taxes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Interest Income	24	205	64	8
Interest on Loans	-	-	-	-
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Fines, Fees, and Reimbursements	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	-	-	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	-	-	1,050	-
Total Revenues	24	205	1,114	8
EXPENDITURES				
General Government	-	-	-	-
Public Safety	1,687	-	-	-
Public Works, Cultural, Parks, and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,687	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	(1,663)	205	1,114	8
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	(1,663)	205	1,114	8
FUND BALANCE, MAY 1	9,029	76,471	23,981	2,794
FUND BALANCE, APRIL 30	\$ 7,366	\$ 76,676	\$ 25,095	\$ 2,802

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Ottawa Police Dept DUI Fund	Growth Impact Fee Fund	Garbage Fund	Lease Fund
REVENUES				
Property Taxes	\$ -	\$ -	\$ 302,850	\$ -
Replacement Taxes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Interest Income	335	1,916	-	104
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Fines, Fees, and Reimbursements	22,682	-	-	-
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	-	-	-
Growth Impact Fees	-	22,800	-	-
Rent	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	23,017	24,716	302,850	104
EXPENDITURES				
General Government	-	-	381,347	-
Public Safety	-	-	-	-
Public Works, Cultural, Parks, and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	381,347	-
EXCESS OF REVENUES OVER EXPENDITURES	23,017	24,716	(78,497)	104
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	23,017	24,716	(78,497)	104
FUND BALANCE, MAY 1	115,925	608,141	(355,517)	38,843
FUND BALANCE, APRIL 30	\$ 138,942	\$ 632,857	\$ (434,014)	\$ 38,947

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Street Lighting Fund	NCAT Fund	Public Benefit Fund	Hotel/Motel Tax Fund
REVENUES				
Property Taxes	\$ 154,028	\$ -	\$ -	\$ -
Replacement Taxes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Interest Income	2	152	194	251
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	340,861
Grants	-	1,850,234	-	-
Fines, Fees, and Reimbursements	-	-	-	-
Fees and Sales of Concessions	-	87,219	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	53,548	-	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	-	93,186	-	-
Total Revenues	154,030	2,084,339	194	341,112
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Parks and Recreation	-	-	-	47,990
Community and Economic Development	79,786	1,806,726	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	79,786	1,806,726	-	47,990
EXCESS OF REVENUES OVER EXPENDITURES	74,244	277,613	194	293,122
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	-	(218,000)
Total Other Financing Sources (Uses)	-	-	-	(218,000)
NET CHANGE IN FUND BALANCE	74,244	277,613	194	75,122
FUND BALANCE, MAY 1 (Restated)	(115,911)	813,532	72,223	248,966
FUND BALANCE, APRIL 30	\$ (41,667)	\$ 1,091,145	\$ 72,417	\$ 324,088

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	East Tax Increment Financing District Fund	Downtown Tax Increment Financing District Fund	Ottawa Industrial Park TIF District Fund	Canal Tax Increment Financing District Fund
REVENUES				
Property Taxes	\$ 520,390	\$ 379,087	\$ 237,396	\$ 1,374,108
Replacement Taxes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Interest Income	1,288	966	1,632	276
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	-
Fines, Fees, and Reimbursements	-	-	-	146,443
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	-	-	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	521,678	380,053	239,028	1,520,827
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Parks and Recreation	-	-	-	-
Community and Economic Development	538,714	407,753	36,696	1,273,250
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	538,714	407,753	36,696	1,273,250
EXCESS OF REVENUES OVER EXPENDITURES	(17,036)	(27,700)	202,332	247,577
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	(222,663)	-	(324,326)
Total Other Financing Sources (Uses)	-	(222,663)	-	(324,326)
NET CHANGE IN FUND BALANCE	(17,036)	(250,363)	202,332	(76,749)
FUND BALANCE, MAY 1	192,325	469,418	508,576	(518,662)
FUND BALANCE, APRIL 30	\$ 175,289	\$ 219,055	\$ 710,908	\$ (595,411)

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	Special Revenue			
	Dayton Tax Increment Financing District Fund	I-80 Commercial TIF District Fund	Route 71 Tax Increment Financing District Fund	Ottawa Visitors Center Fund
REVENUES				
Property Taxes	\$ 808,646	\$ 297,753	\$ 11,216	\$ -
Replacement Taxes	-	-	-	-
Motor Fuel Tax	-	-	-	-
Interest Income	517	753	-	24
Foreign Fire Insurance Tax	-	-	-	-
Hotel/Motel Tax	-	-	-	-
Grants	-	-	-	57,478
Fines, Fees, and Reimbursements	-	-	-	164
911 Emergency Service Surcharge	-	-	-	-
Drug and Task Force Revenue	-	-	-	-
Donations	-	-	-	-
Growth Impact Fees	-	-	-	-
Rent	-	-	-	-
Other Revenues	-	-	-	5,250
Total Revenues	809,163	298,506	11,216	62,916
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Parks, and Recreation	-	-	-	224,621
Community and Economic Development	399,597	185,728	21,502	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	399,597	185,728	21,502	224,621
EXCESS OF REVENUES OVER EXPENDITURES	409,566	112,778	(10,286)	(161,705)
OTHER FINANCING SOURCES (USES)				
Operating Transfer (To) From	-	-	-	205,000
Total Other Financing Sources (Uses)	-	-	-	205,000
NET CHANGE IN FUND BALANCE	409,566	112,778	(10,286)	43,295
FUND BALANCE, MAY 1 (Restated)	(224,627)	176,516	(122,590)	99,758
FUND BALANCE, APRIL 30	\$ 184,939	\$ 289,294	\$ (132,876)	\$ 143,053

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended April 30, 2021

	<u>Special Revenue</u>	
	<u>Mural</u>	<u>Total</u>
REVENUES		
Property Taxes	\$ -	\$ 6,039,387
Replacement Taxes	-	-
Motor Fuel Tax	-	671,971
Cannabis Use Tax	-	15,340
Interest Income	27	14,175
Foreign Fire Insurance Tax	-	46,271
Hotel/Motel Tax	-	340,861
Grants	-	1,907,712
Fines, Fees, and Reimbursements	-	169,289
911 Emergency Service Surcharge	-	87,219
Drug and Task Force Revenue	-	573,494
Donations	-	67,733
Growth Impact Fees	-	22,800
Rent	-	-
Other Revenues	-	730,938
Total Revenues	<u>27</u>	<u>10,687,190</u>
EXPENDITURES		
General Government	-	1,916,108
Public Safety	-	156,788
Public Works, Cultural, Parks, and Recreation	-	1,595,459
Community and Economic Development	-	4,749,752
Debt Service	-	-
Capital Outlay	-	-
Total Expenditures	<u>-</u>	<u>8,418,107</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>27</u>	<u>2,269,083</u>
OTHER FINANCING SOURCES (USES)		
Operating Transfer (To) From	<u>13,000</u>	<u>(586,989)</u>
Total Other Financing Sources (Uses)	<u>13,000</u>	<u>(586,989)</u>
NET CHANGE IN FUND BALANCE		1,682,094
FUND BALANCE, MAY 1	<u>-</u>	<u>4,387,674</u>
FUND BALANCE, APRIL 30	<u><u>\$ 13,027</u></u>	<u><u>\$ 6,069,768</u></u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
For the Year Ended April 30, 2021

	Debt Service Funds		
	Series 2007 Debt Certificate Bond and Interest Fund	Series 2009 Recovery Zone Economic Bond and Interest Fund	Series 2012 Debt Certificate Bond and Interest Fund
ASSETS			
Cash	\$ -	\$ 313,876	\$ -
Property Taxes Receivable	-	-	-
Due from other fund	-	-	-
TOTAL ASSETS	\$ -	\$ 313,876	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Cash Overdraft	\$ -	\$ -	\$ -
Accounts Payable	-	-	-
Due to other fund	-	-	-
Total liabilities	-	-	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable property taxes	-	-	-
Total Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows of Resources	-	-	-
FUND BALANCES			
Nonspendable			
Restricted			
Debt Service	-	313,876	-
Unrestricted			
Assigned for Debt Service	-	-	-
Unassigned	-	-	-
Total fund balances	-	313,876	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ -	\$ 313,876	\$ -

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
For the Year Ended April 30, 2021

	Debt Service Funds		
	Series 2016 Bond and Interest Fund	Series 2017 Bond and Interest Fund	Total
ASSETS			
Cash	\$ -	\$ -	\$ 313,876
Property Taxes Receivable	-	-	-
Due from other fund	-	-	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 313,876</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Cash Overdraft	\$ -	\$ -	\$ -
Accounts Payable	-	-	-
Due to other fund	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable property taxes	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted			
Debt Service	-	-	313,876
Unrestricted			
Assigned for Debt Service	-	-	-
Unassigned	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>313,876</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 313,876</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR DEBT SERVICE FUNDS

For the Year Ended April 30, 2021

	Debt Service Funds		
	Series 2009		
	Series 2007 Debt Certificate Bond and Interest Fund	Recovery Zone Economic Bond and Interest Fund	Series 2012 Debt Certificate Bond and Interest Fund
REVENUES			
Property Taxes	\$ -	\$ -	\$ -
Interest Income	-	742	-
Rebates	-	-	-
Other Revenues	-	48,232	-
Total Revenues	-	48,974	-
EXPENDITURES			
General Government			
Paying Fees	-	-	-
Reimbursed Expenses	-	24,116	-
Debt Service			
Principal	-	155,000	-
Interest Expense	-	113,660	-
Total Expenditures	-	292,776	-
EXCESS OF REVENUES OVER EXPENDITURES	-	(243,802)	-
OTHER FINANCING SOURCES (USES)			
Operating Transfer (To) From	-	268,660	-
Total Other Financing Sources (Uses)	-	268,660	-
NET CHANGE IN FUND BALANCE	-	24,858	-
FUND BALANCE, MAY 1	-	289,018	-
FUND BALANCE, APRIL 30	\$ -	\$ 313,876	\$ -

Debt Service Funds

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR DEBT SERVICE FUNDS

For the Year Ended April 30, 2021

	Series 2016 Bond and Interest Fund	Series 2017 Bond and Interest Fund	Total
REVENUES			
Property Taxes	\$ 350,446	\$ -	\$ 350,446
Interest Income	301	-	1,043
Rebates	-	-	-
Other Revenues	-	-	48,232
Total Revenues	350,747	-	399,721
EXPENDITURES			
General Government			
Paying Fees	-	-	-
Reimbursed Expenses	-	-	24,116
Debt Service			
Principal	345,000	-	500,000
Interest Expense	5,865	-	119,525
Total Expenditures	350,865	-	643,641
EXCESS OF REVENUES OVER EXPENDITURES	(118)	-	(243,920)
OTHER FINANCING SOURCES (USES)			
Operating Transfer (To) From	1,526	-	270,186
Total Other Financing Sources (Uses)	1,526	-	270,186
NET CHANGE IN FUND BALANCE	1,408	-	26,266
FUND BALANCE, MAY 1	(1,408)	-	287,610
FUND BALANCE, APRIL 30	\$ -	\$ -	\$ 313,876

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
For the Year Ended April 30, 2021

	Capital Projects Funds		
	Enterprise Zone Capital Improvement Fund	Flood Buyout Fund	Canal Rewatering Fund
ASSETS			
Cash	\$ 1,092,809	\$ 39,364	\$ -
Property Taxes Receivable	-	-	-
Other Receivable	-	-	-
Due from Other Fund	1,636,985	-	-
TOTAL ASSETS	\$ 2,729,794	\$ 39,364	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Cash Overdraft	\$ -	\$ -	\$ 205,232
Accounts Payable	-	-	-
Due to Other Fund	-	18,626	-
Total Liabilities	-	18,626	205,232
DEFERRED INFLOWS OF RESOURCES			
Unavailable Property Taxes	-	-	-
Total Deferred Inflows of Resources	-	-	-
Total Liabilities and Deferred Inflows of Resources	-	18,626	205,232
FUND BALANCES			
Nonspendable	-	-	-
Restricted			
Capital Projects	2,729,794	20,738	(205,232)
Unrestricted			
Assigned for Capital Projects	-	-	-
Unassigned	-	-	-
Total Fund Balances	2,729,794	20,738	(205,232)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 2,729,794	\$ 39,364	\$ -

Capital Projects Funds
(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
For the Year Ended April 30, 2021

	Bellevue Ave. Roadway Fund	Series 2016A Debt Cert. Capital Improvement Fund	Total
ASSETS			
Cash	\$ 139,609	\$ 340,705	\$ 1,612,487
Property Taxes Receivable	-	-	-
Other Receivable	4,809	-	4,809
Due from Other Fund	-	-	1,636,985
TOTAL ASSETS	<u>\$ 144,418</u>	<u>\$ 340,705</u>	<u>\$ 3,254,281</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Cash Overdraft	\$ -	\$ -	\$ 205,232
Accounts Payable	-	-	-
Due to Other Fund	-	-	18,626
Total Liabilities	<u>-</u>	<u>-</u>	<u>223,858</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	<u>4,809</u>	<u>-</u>	<u>4,809</u>
Total Deferred Inflows of Resources	<u>4,809</u>	<u>-</u>	<u>4,809</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,809</u>	<u>-</u>	<u>228,667</u>
FUND BALANCES			
Nonspendable	4,809	-	4,809
Restricted			
Capital Projects	134,800	340,705	3,020,805
Unrestricted			
Assigned for Capital Projects	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>139,609</u>	<u>340,705</u>	<u>3,025,614</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 144,418</u>	<u>\$ 340,705</u>	<u>\$ 3,254,281</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR CAPITAL PROJECTS FUNDS

For the Year Ended April 30, 2021

	Capital Projects Funds		
	Enterprise Zone Capital Improvement Fund	Flood Buyout Fund	Canal Rewatering Fund
REVENUES			
Property Taxes	\$ -	\$ -	\$ -
Special Assessments	-	-	-
Permits	258,774	-	-
Interest Income	2,334	105	935
Grants	714,750	-	-
Rents	115,500	-	-
Donations	-	-	25,670
Other Revenues	-	-	-
Total Revenues	1,091,358	105	26,605
EXPENDITURES			
General Government			
Contractual Services	798,398	-	64,807
Reimbursed Taxes	-	-	-
Capital Outlay			
Construction	42,255	-	678,399
Equipment	-	-	-
Total Expenditures	840,653	-	743,206
EXCESS OF REVENUES OVER EXPENDITURES	250,705	105	(716,601)
OTHER FINANCING SOURCES (USES)			
Operating Transfer (To) From	220,000	-	-
Total Other Financing Sources (Uses)	220,000	-	-
NET CHANGE IN FUND BALANCE	470,705	105	(716,601)
FUND BALANCE, MAY 1	2,259,089	20,633	511,369
FUND BALANCE, APRIL 30	\$ 2,729,794	\$ 20,738	\$ (205,232)

Capital Projects Funds

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

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

NONMAJOR CAPITAL PROJECTS FUNDS

For the Year Ended April 30, 2021

	Bellevue Ave. Roadway Fund	Series 2016A Debt Cert. Capital Improvement Fund	Total
REVENUES			
Property Taxes	\$ -	\$ -	\$ -
Special Assessments	-	-	-
Permits	-	-	258,774
Interest Income	374	913	4,661
Grants	-	-	714,750
Rents	-	-	115,500
Donations	-	-	25,670
Other Revenues	-	-	-
Total Revenues	374	913	1,119,355
EXPENDITURES			
General Government			
Contractual Services	-	-	863,205
Reimbursed Taxes	-	-	-
Capital Outlay			
Construction	-	-	720,654
Equipment	-	-	-
Total Expenditures	-	-	1,583,859
EXCESS OF REVENUES OVER EXPENDITURES	374	913	(464,504)
OTHER FINANCING SOURCES (USES)			
Operating Transfer (To) From	-	-	220,000
Total Other Financing Sources (Uses)	-	-	220,000
NET CHANGE IN FUND BALANCE	374	913	(244,504)
FUND BALANCE, MAY 1	139,235	339,792	3,270,118
FUND BALANCE, APRIL 30	\$ 139,609	\$ 340,705	\$ 3,025,614

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

CITY OF OTTAWA, ILLINOIS
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS
For the Year Ended April 30, 2021

	Water and Wastewater System	Swimming Pool	Canal Rental and Purchase	Events	Total
ASSETS					
Current Assets					
Cash	\$ 2,650,663	\$ 80,519	\$ -	\$ 10,768	\$ 2,741,950
Investments	5,442	-	-	3,734	9,176
Accounts Receivable	1,299,445	-	-	-	1,299,445
Prepaid Expense	-	-	-	-	-
Due From Other Funds	1,002,501	-	-	-	1,002,501
Total Current Assets	4,958,051	80,519	-	14,502	5,053,072
Noncurrent Assets					
Capital Assets, net of Acc. Depreciation	42,687,975	-	336,120	-	43,024,095
Construction in Progress	339,897	-	-	-	339,897
Total Noncurrent Assets	43,027,872	-	336,120	-	43,363,992
TOTAL ASSETS	\$ 47,985,923	\$ 80,519	\$ 336,120	\$ 14,502	\$ 48,417,064
LIABILITIES AND NET POSITION					
LIABILITIES					
Current Liabilities					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	-
Accounts Payable	116,901	-	-	-	116,901
Accrued Salaries	7,612	-	-	-	7,612
Interest Payable	60,985	-	-	-	60,985
Current Portion of Long-Term Debt	1,292,551	-	-	-	1,292,551
Due to Other Funds	1,636,985	-	-	-	1,636,985
Total Current Liabilities	3,115,034	-	-	-	3,115,034
Noncurrent Liabilities					
EPA Loans Payable	3,175,844	-	-	-	3,175,844
Debt Certificates	1,524,000	-	-	-	1,524,000
General Obligation Bonds	7,760,000	-	-	-	7,760,000
Truck Loans	8,841	-	-	-	8,841
Capital Lease	65,650	-	-	-	65,650
Total Noncurrent Liabilities	12,534,335	-	-	-	12,534,335
Total Liabilities	15,649,369	-	-	-	15,649,369
NET POSITION					
Net Investment in Capital Assets	29,200,986	-	336,120	-	29,537,106
Restricted	-	-	-	-	-
Unrestricted	3,135,568	80,519	-	14,502	3,230,589
Total Net Position	32,336,554	80,519	336,120	14,502	32,767,695
TOTAL LIABILITIES AND NET POSITION	\$ 47,985,923	\$ 80,519	\$ 336,120	\$ 14,502	\$ 48,417,064

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

**COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION**

PROPRIETARY FUNDS

For the Year Ended April 30, 2021

	Water and Wastewater System	Swimming Pool	Canal Rental and Purchase	Events	Total
OPERATING REVENUES					
Charges for Services	\$ 7,994,752	\$ -	\$ -	\$ -	\$ 7,994,752
Gate Receipts and Concessions	-	-	-	-	-
Rents	-	-	-	-	-
Events Revenue	-	-	-	1,800	1,800
Grants and Other Operating Revenues	289,126	-	-	-	289,126
Total Operating Revenues	\$ 8,283,878	\$ -	\$ -	\$ 1,800	8,285,678
OPERATING EXPENSES					
Payroll Benefits	1,583,610	216	-	-	1,583,826
Plant and Operations	2,150,020	4,533	-	-	2,154,553
Administration and Other	102,648	644	-	11,293	114,585
Capital Outlay	-	-	-	-	-
Depreciation	1,905,817	-	-	-	1,905,817
Total Operating Expenses	5,742,095	5,393	-	11,293	5,758,781
OPERATING INCOME	2,541,783	(5,393)	-	(9,493)	2,526,897
NONOPERATING REVENUES (EXPENSES)					
Interest Income	16,717	226	111	15,116	32,170
Debt Service					-
Interest and Fiscal Charges	(285,188)	-	-	-	(285,188)
Other Revenue (Expense)	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	(268,471)	226	111	15,116	(253,018)
OTHER FINANCING SOURCES					
Operating Transfer (To) From	-	-	(47,267)	-	(47,267)
Total Other Financing Sources (Uses)	-	-	(47,267)	-	(47,267)
NET CHANGE IN NET POSITION	2,273,312	(5,167)	(47,156)	5,623	2,226,612
NET POSITION, MAY 1	30,063,242	85,686	383,276	8,879	30,541,083
NET POSITION, APRIL 30	\$ 32,336,554	\$ 80,519	\$ 336,120	\$ 14,502	\$ 32,767,695

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS**SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL****WATER AND WASTEWATER SYSTEM FUND**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
OPERATING REVENUES		
Charges for Services		
Water and Sewer Revenue	\$ 7,912,252	\$ 7,717,523
Penalty Revenue	43,000	4,670
Tapping Fees	35,000	56,500
Water Extension Fees	15,000	9,627
Sewer Extension Fees	5,000	8,582
Bulk Water Revenue	5,000	4,150
New Water Meter Revenue	24,000	16,011
Sewer Connection Fees	77,500	44,686
Leachate Treatment	35,000	51,675
Septic Dumping Fees	100,000	56,787
Laboratory Service Fees	10,500	6,848
Account Activation Fees	12,000	13,200
Utility Tax - Pilkington	-	4,493
Grant - Pilkington	-	-
Miscellaneous Revenues	531,000	289,126
Total Operating Revenues	8,805,252	8,283,878
OPERATING EXPENSES		
Water Department		
Payroll and Benefits		
Salaries - Administrative	-	-
Salaries - Clerical	61,590	65,743
Salaries - Professional	-	-
Salaries - Other Employees	456,392	497,714
Salaries - Part Time	11,500	-
Salaries - Overtime	37,000	67,742
Health and Life Insurance	100,000	100,000
Total Payroll and Benefits	666,481	731,199

(See independent auditors' report.)

CITY OF OTTAWA, ILLINOIS

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

WATER AND WASTEWATER SYSTEM FUND

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
OPERATING EXPENSES (Continued)		
Water Department (Continued)		
Plant and Operations		
Operating Supplies	365,000	393,307
Repairs and Maintenance - Building and Other	390,000	290,011
Repairs and Maintenance - Vehicles	25,000	52,551
Gasoline and Fuel	22,000	19,315
Utilities	350,000	296,784
Professional and Contractual Services	172,300	158,376
Operating Lease	-	-
Equipment	42,000	9,409
Total Plant and Operations	1,366,300	1,219,753
Administration and Other		
Dues, Education, Seminars	3,500	783
Office Supplies	6,000	8,302
Telephone and Internet	5,000	7,668
Postage	25,000	23,173
Publishing	400	144
Miscellaneous	3,700	2,608
Total Administration and Other	43,600	42,678
Total Water Department	2,076,381	1,993,630
Sewer Department		
Payroll and Benefits		
Salaries - Administrative	112,500	155,254
Salaries - Clerical	50,436	53,413
Salaries - Professional	-	-
Salaries - Other Employees	468,657	502,591
Salaries - Part Time	11,500	-
Salaries - Overtime	25,000	41,153
Health and Life Insurance	100,000	100,000
Total Payroll and Benefits	768,093	852,411

(See independent auditors' report.)

CITY OF OTTAWA, ILLINOIS**SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL****WATER AND WASTEWATER SYSTEM FUND**

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
OPERATING EXPENSES (Continued)		
Sewer Department (Continued)		
Plant and Operations		
Operating Supplies	100,000	210,053
Repairs and Maintenance - Building and Other	630,000	257,406
Repairs and Maintenance - Vehicles	17,500	28,926
Gasoline and Fuel	16,500	9,551
Utilities	205,000	151,897
Professional and Contractual Services	556,500	262,724
Operating Lease	-	-
Equipment	101,000	9,710
Total Plant and Operations	1,626,500	930,267
Administration and Other		
Dues, Education, Seminars	7,500	2,482
Office Supplies	6,000	3,614
Telephone and Internet	7,000	6,739
Postage	25,000	22,625
Publishing	800	144
Bond Costs	-	-
Miscellaneous	13,045	24,366
Total Administration and Other	59,345	59,970
Total Sewer Department	2,453,938	1,842,648
Depreciation	-	1,905,817
Total Operating Expenses	4,530,320	5,742,095
OPERATING INCOME	4,274,932	2,541,783

(See independent auditors' report.)

CITY OF OTTAWA, ILLINOIS

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

WATER AND WASTEWATER SYSTEM FUND

For the Year Ended April 30, 2021

	Original and Final Budget	Actual
OPERATING INCOME	<u>4,274,932</u>	<u>2,541,783</u>
NONOPERATING REVENUES (EXPENSES)		
Interest Income	15,500	16,717
Debt Service		
Interest and Fiscal Charges	(92,954)	(285,188)
Other Income (Expense)	<u>-</u>	<u>-</u>
Total Nonoperating Revenues (Expenses)	<u>(77,454)</u>	<u>(268,471)</u>
OPERATING TRANSFERS		
Operating Transfer (To) From	<u>-</u>	<u>-</u>
NET CHANGE IN NET POSITION	<u>\$ 4,197,478</u>	2,273,312
NET POSITION, MAY 1		<u>30,063,242</u>
NET POSITION, APRIL 30		<u>\$ 32,336,554</u>

(See independent auditors' report.)

FIDUCIARY FUNDS

CITY OF OTTAWA, ILLINOIS
COMBINING STATEMENT OF NET POSITION
FIDUCIARY FUNDS
April 30, 2021

	Police Pension Fund	Firefighters' Pension Fund	Total
ASSETS			
Cash and Cash Equivalents	\$ 531,690	\$ 3,965,530	\$ 4,497,220
Investments, at Fair Value			
Money Market Mutual Funds	-	-	-
Certificates of Deposit	1,199,500	1,446,069	2,645,569
Mortgage Backed Securities	35,047	1,099	36,146
Government Agency Bonds	3,413,748	5,039,705	8,453,453
Corporate Bonds	2,817,438	449,432	3,266,870
Mutual Funds	20,040,076	6,858,023	26,898,099
Employer Receivable - TIF Surplus	218,610	-	218,610
Accrued Interest	57,593	14,762	72,355
Prepaid Expenses	530	7,487	8,017
TOTAL ASSETS	<u><u>\$ 28,314,232</u></u>	<u><u>\$ 17,782,107</u></u>	<u><u>\$ 46,096,339</u></u>
LIABILITIES			
Accrued Liabilities	<u>\$ 10,585</u>	<u>\$ 4,530</u>	<u>\$ 15,115</u>
Total Liabilities	<u>10,585</u>	<u>4,530</u>	<u>15,115</u>
NET POSITION			
Net Position Held In Trust for Pension Benefits	<u>28,303,647</u>	<u>17,777,577</u>	<u>46,081,224</u>
TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 28,314,232</u></u>	<u><u>\$ 17,782,107</u></u>	<u><u>\$ 46,096,339</u></u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

COMBINING STATEMENT OF CHANGES IN NET POSITION

FIDUCIARY FUNDS

April 30, 2021

	Police Pension Fund	Firefighters' Pension Fund	Total
Additions:			
Contributions:			
Employer Contributions			
Property Tax	\$ 1,346,712	\$ 1,624,289	\$ 2,971,001
Employee Contributions	278,344	202,936	481,280
Total Contributions	1,625,056	1,827,225	3,452,281
Investment Income			
Interest and Dividend Income	902,893	529,846	1,432,739
Realized and Unrealized Gains/Losses	6,316,963	4,114,072	10,431,035
Less: Investment Expense	(63,899)	(36,911)	(100,810)
Total Investment Income	7,155,957	4,607,007	11,762,964
Other Additions			
Refunds and Reimbursements	-	160	160
TOTAL ADDITIONS	8,781,013	6,434,392	15,215,405
Deductions:			
Pension Benefits and Refunds			
Pension Benefits	1,594,880	2,045,396	3,640,276
Refunds	-	-	-
Administrative Expenses	30,046	46,921	76,967
TOTAL DEDUCTIONS	1,624,926	2,092,317	3,717,243
CHANGE IN NET POSITION	7,156,087	4,342,075	11,498,162
NET POSITION - MAY 1, 2020	21,147,560	13,435,502	34,583,062
NET POSITION - APRIL 30, 2021	\$ 28,303,647	17,777,577	46,081,224

(See independent auditor's report.)

SUPPLEMENTAL DATA

CITY OF OTTAWA, ILLINOIS

DEBT SERVICE FUND

**SCHEDULE OF GENERAL OBLIGATION
RECOVERY ZONE ECONOMIC BONDS, SERIES 2009**

April 30, 2021

GOVERNMENTAL FUNDS

Date of Issue January 15, 2010
Date of Maturity December 1, 2028
Authorized Issue \$2,485,000
Interest Rates 4.69% - 6.75%
Interest Dates June and December

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2022	165,000	104,887	269,887	2021	52,444	2021	52,444
2023	175,000	95,235	270,235	2022	47,618	2022	47,618
2024	185,000	84,857	269,857	2023	42,429	2023	42,429
2025	200,000	73,683	273,683	2024	36,842	2024	36,842
2026	210,000	61,383	271,383	2025	30,692	2025	30,692
2027	225,000	48,027	273,027	2026	24,014	2026	24,014
2028	240,000	33,245	273,245	2027	16,623	2027	16,623
2029	255,000	17,213	272,213	2028	8,607	2028	8,607
	<u>\$ 1,655,000</u>	<u>\$ 518,530</u>	<u>\$ 2,173,530</u>		<u>\$ 259,265</u>		<u>\$ 259,265</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

WATER AND WASTEWATER SYSTEM FUND

SCHEDULE OF GENERAL OBLIGATION REFUNDING BONDS, SERIES 2012B

April 30, 2021

ENTERPRISE FUNDS

Date of Issue	October 3, 2012
Date of Maturity	December 1, 2030
Authorized Issue	\$2,375,000
Interest Rates	1.71% - 4.30%
Interest Dates	June and December

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2022	125,000	48,450	173,450	2021	24,225	2021	24,225
2023	125,000	44,175	169,175	2022	22,088	2022	22,088
2024	125,000	39,763	164,763	2023	19,881	2023	19,881
2025	125,000	35,213	160,213	2024	17,606	2024	17,606
2026	125,000	30,538	155,538	2025	15,269	2025	15,269
2027	125,000	25,700	150,700	2026	12,850	2026	12,850
2028	125,000	20,725	145,725	2027	10,363	2027	10,363
2029	125,000	15,700	140,700	2028	7,850	2028	7,850
2030	125,000	10,588	135,588	2029	5,294	2029	5,294
2031	125,000	5,375	130,375	2030	2,688	2030	2,688
	<u>\$ 1,250,000</u>	<u>\$ 276,225</u>	<u>\$ 1,526,225</u>		<u>\$ 138,113</u>		<u>\$ 138,113</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

WATER AND WASTEWATER SYSTEM FUND

SCHEDULE OF GENERAL OBLIGATION DEBT CERTIFICATE, SERIES 2013

April 30, 2021

ENTERPRISE FUNDS

Date of Issue March 26, 2013
Date of Maturity December 1, 2022
Authorized Issue \$3,579,000
Interest Rates 1.71% - 3.42%
Interest Dates June and December

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2022	389,000	26,133	415,133	2021	13,066	2021	13,066
2023	399,000	13,646	412,646	2022	6,823	2022	6,823
	<u>\$ 788,000</u>	<u>\$ 39,779</u>	<u>\$ 827,779</u>		<u>\$ 19,889</u>		<u>\$ 19,889</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS**DEBT SERVICE FUND****SCHEDULE OF GENERAL OBLIGATION BONDS, SERIES 2017**

April 30, 2021

ENTERPRISE FUNDS

Date of Issue	March 14, 2017
Date of Maturity	March 1, 2030
Authorized Issue	\$4,770,000
Interest Rates	2.58%
Interest Dates	September and March

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Sep 1	Amount	Mar 1	Amount
2022	95,000	118,551	213,551	2021	59,276	2022	59,276
2023	105,000	116,100	221,100	2022	58,050	2023	58,050
2024	525,000	113,391	638,391	2023	56,696	2024	56,696
2025	545,000	99,846	644,846	2024	49,923	2025	49,923
2026	560,000	85,785	645,785	2025	42,893	2026	42,893
2027	625,000	71,337	696,337	2026	35,669	2027	35,669
2028	690,000	55,212	745,212	2027	27,606	2028	27,606
2029	715,000	37,410	752,410	2028	18,705	2029	18,705
2030	735,000	18,963	753,963	2029	9,482	2030	9,482
	<u>\$ 4,595,000</u>	<u>\$ 716,595</u>	<u>\$ 5,311,595</u>		<u>\$ 358,298</u>		<u>\$ 358,298</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

DEBT SERVICE FUND

SCHEDULE OF GENERAL OBLIGATION BONDS (ARS), SERIES 2021

April 30, 2021

ENTERPRISE FUNDS

Date of Issue March 25, 2021
 Date of Maturity April 1, 2035
 Authorized Issue \$3,700,000
 Interest Rates 1.75%
 Interest Dates September and March

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due On			
	Principal	Interest	Totals	Sep 1	Amount	Mar 1	Amount
2022	220,000	60,900	280,900	2021	30,450	2022	30,450
2023	225,000	57,050	282,050	2022	28,525	2023	28,525
2024	230,000	53,113	283,113	2023	26,556	2024	26,556
2025	235,000	49,088	284,088	2024	24,544	2025	24,544
2026	235,000	44,975	279,975	2025	22,488	2026	22,488
2027	240,000	40,863	280,863	2026	20,431	2027	20,431
2028	245,000	36,663	281,663	2027	18,331	2028	18,331
2029	250,000	32,375	282,375	2028	16,188	2029	16,188
2030	255,000	28,000	283,000	2029	14,000	2030	14,000
2031	260,000	23,538	283,538	2030	11,769	2031	11,769
2032	265,000	18,988	283,988	2031	9,494	2032	9,494
2033	270,000	14,350	284,350	2032	7,175	2033	7,175
2034	275,000	9,625	284,625	2033	4,813	2034	4,813
2035	275,000	4,813	279,813	2034	2,406	2035	2,406
	<u>\$ 3,480,000</u>	<u>\$ 474,338</u>	<u>\$ 3,954,338</u>		<u>\$ 237,169</u>		<u>\$ 237,169</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

DEBT SERVICE FUND

SCHEDULE OF IEPA CONSTRUCTION LOAN

April 30, 2021

ENTERPRISE FUNDS

Date of Issue 2007
Date of Maturity October 30, 2026
Authorized Issue \$1,361,458
Interest Rates 2.50%
Payment Dates September and March

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2022	77,803	10,838	88,641
2023	79,760	8,881	88,641
2024	81,766	6,875	88,641
2025	83,823	4,818	88,641
2026	85,932	2,709	88,641
2027	43,774	547	44,321
	<u>\$ 452,858</u>	<u>\$ 34,667</u>	<u>\$ 487,525</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

DEBT SERVICE FUND

SCHEDULE OF IEPA CONSTRUCTION LOAN

April 30, 2021

ENTERPRISE FUNDS

Date of Issue 2012
Date of Maturity July 24, 2031
Authorized Issue \$7,657,790
Interest Rates 0.00%
Payment Dates January and July

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		Totals
	Principal	Interest	
2022	294,820	-	294,820
2023	294,820	-	294,820
2024	294,820	-	294,820
2025	294,820	-	294,820
2026	294,820	-	294,820
2027	294,820	-	294,820
2028	294,820	-	294,820
2029	294,820	-	294,820
2030	294,820	-	294,820
2031	294,820	-	294,820
2032	147,411	-	147,411
	<u>\$ 3,095,611</u>	<u>\$ -</u>	<u>\$ 3,095,611</u>

(See independent auditor's report.)

CITY OF OTTAWA, ILLINOIS

Property Tax Assessed Valuations, Rates, Extensions, and Collections

April 30, 2021

Tax Levy Year	2020		2019	
Assessed Valuation	LaSalle County 315,301,655		LaSalle County 308,446,215	
	Rate	Amount	Rate	Amount
Tax Extensions				
Corporate	0.25000	\$ 788,254	0.25000	\$ 771,116
Bonds and interest	0.00000	-	0.11376	350,889
I.M.R.F.	0.14726	464,313	0.13113	404,466
Fire Protection	0.15000	472,952	0.15000	462,669
Firemen Pension	0.54166	1,707,863	0.52727	1,626,344
Police Protection	0.15000	472,952	0.15000	462,669
Police Pension	0.40834	1,287,503	0.36620	1,129,530
Audit	0.02538	80,024	0.02335	72,022
Liability Insurance	0.21409	675,029	0.24681	761,276
Street lighting	0.05000	157,651	0.05000	154,223
Playground	0.09000	283,771	0.09000	277,602
Social Security	0.12222	385,362	0.09667	298,175
School Cross Guard	0.02000	63,060	0.02000	61,689
Garbage	0.15858	500,005	0.09831	303,234
	<u>2.32753</u>	<u>7,338,739</u>	<u>2.31350</u>	<u>7,135,904</u>
Road & Bridge - Ottawa Twp		117,647		116,040
Road & Bridge - S. Ottawa Twp		100,624		97,071
Road & Bridge - Dayton Twp		6,121		5,835
Road & Bridge - Rutland Twp		7,256		7,288
Road & Bridge - Fall River Twp		19		-
Road & Bridge - Wallace Twp		495		-
TIF Ottawa III		398,446		384,727
TIF Ottawa IV		159,871		237,320
TIF Ottawa V Dayton I		804,332		808,387
TIF Ottawa VI Canal		1,562,087		1,379,058
TIF Ottawa Rt 71 VIII		14,997		11,212
TIF Interstate 80 I		2,730,600		2,752,011
TIF Interstate 80 II S Comm		369,114		295,590
TIF Route 6 East I		507,545		520,223
Less: Net TIF Surplus (estimated)		-		(480,597)
Total Extension		<u>14,117,893</u>		<u>13,270,069</u>
Tax collections:				
year ended April 30, 2021		\$ -		\$ 14,525,496
Previous years		-		-
		<u>\$ -</u>		<u>\$ 14,525,496</u>
Percent collected		<u>0.0%</u>		<u>109.5%</u>

Property tax rates are per \$100 of assessed valuation. Assessed valuation, rates and extended amounts of property taxes levied have been presented for each of the counties for which the District files a tax levy.

(See independent auditor's report.)