

City Of Ottawa  
LaSalle County, Illinois

Annual Financial Report

Year Ended April 30, 2015

ANNUAL FINANCIAL REPORT  
City Of Ottawa, Illinois  
Year Ended April 30, 2015

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CITY OF OTTAWA, ILLINOIS

*CITY COUNCIL*

Robert M. Eschbach, *Mayor*

*COMMISSIONERS*

Daniel F. Aussem  
*Public Property*

Wayne A. Eichelkraut, Jr.  
*Accounts & Finance*

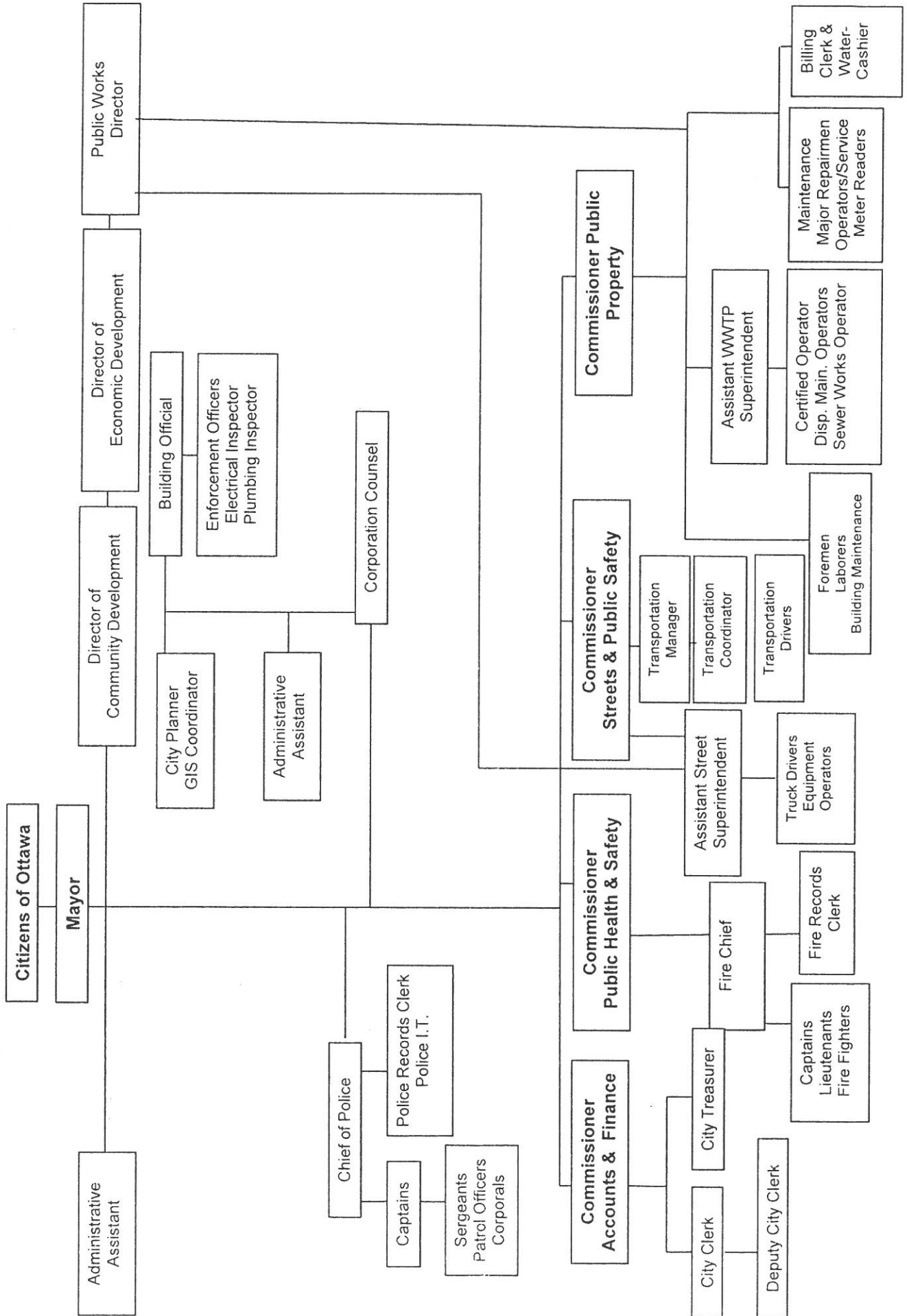
Dale F. Baxter  
*Streets & Public Improvements*

James J. Less  
*Public Health & Safety*

*CITY CLERK*  
Shelly Munks

# CITY OF OTTAWA

## Organizational Chart - April 30, 2015



**ROENFELDT & LOCKAS, P.C.**

**CERTIFIED PUBLIC ACCOUNTANTS**

**RICHARD L. ROENFELDT, C.P.A.**  
**DUANE K. LOCKAS, C.P.A.**

**610 CLINTON STREET**  
**OTTAWA, ILLINOIS 61350**

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**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor  
and City Council  
City of Ottawa, Illinois

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ottawa, Illinois, as of and for the year ended April 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to 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, which represents 42 percent of the assets of the fiduciary fund types. Those financial statements were audited by another auditor, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Firefighters' Pension Fund, is based solely on the report of the other auditor. 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

The Honorable Mayor  
and City Council

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.

### **Basis for Qualified Opinion**

The City has omitted disclosures required by Governmental Accounting Standards Board Statement 45 *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

The City does not record compensated absences in the general fund or the waterworks and sewerage funds. It was not practicable for us to extend our auditing procedures sufficiently to satisfy ourselves as to the amounts which should be reported, and the effect of such on the financial statements is not known.

The City does not disclose the actuarial information as required by accounting principles generally accepted in the United States of America for the Police and Firefighters' Pension Funds. The actuarial information that the City discloses is provided by the State of Illinois Department of Insurance and does not comply, in all respects, with accounting principles generally accepted in the United States of America.

### **Qualified Opinion**

In our opinion, based upon our audit and the report of the other auditor, except for the effects of the matters described in the "Basis for Qualified Opinion" paragraph, 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, 2015, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Unmodified Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund other than the General Fund and the Waterworks and Sewerage Fund, and the aggregate remaining fund information of the City of Ottawa, Illinois, as of April 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the

The Honorable Mayor  
and City Council

year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Pension Plan Funding Progress, and budgetary comparison information on pages 12-24 and 69-72 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 the 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 of Ottawa, Illinois' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

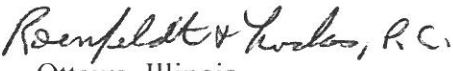
The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Honorable Mayor  
and City Council

The introductory 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 it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2015, on our consideration of the City of Ottawa, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Ottawa, Illinois' internal control over financial reporting and compliance.

  
Ottawa, Illinois  
December 30, 2015



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

The Honorable Mayor  
and City Council  
City of Ottawa, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Ottawa, Illinois, as of and for the year ended April 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Ottawa, Illinois' basic financial statements and have issued our report thereon dated December 30, 2015.

**Internal Control Over Financial Reporting**

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a deficiency in internal control that we consider to be a material weakness.

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

The Honorable Mayor  
and City Council

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

As is common in small operations, the City has chosen not to employ personnel with the qualifications and training needed to prepare its financial statements, complete with notes, in accordance with accounting principles generally accepted in the United States of America. Accordingly, the City is unable to, and has not established internal controls over the financial reporting process.

Recently issued Statement on Auditing Standards (SAS) require that we report this deficiency. The SAS does not provide exceptions to reporting deficiencies that are adequately mitigated with nonaudit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive.

We agree with the objective of SAS, to inform an organization of all the conditions in its internal control that interfere with its ability to record financial data reliably and issue financial statements free of material misstatement. Communication of the control deficiencies above helps to emphasize that the responsibility for financial reporting rests entirely with the organization and not the auditor. In other words, if an organization is not able to issue, without the auditors' involvement, complete financial statements with notes, in accordance with generally accepted accounting principles, and free of material misstatement, that inability is a symptom of material deficiencies in internal control.

As mentioned above, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies an auditor reports under SAS. Accordingly, you may decide that curing the deficiencies described above would not be cost effective and take no action.

### **Compliance And Other Matters**

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

The Honorable Mayor  
and City Council

### **City of Ottawa, Illinois' Response to Findings**

City of Ottawa, Illinois' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Ottawa, Illinois' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

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



Ottawa, Illinois  
December 30, 2015

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY *OMB CIRCULAR A-133***

The Honorable Mayor  
and City Council  
City of Ottawa, Illinois

**Report on Compliance for Each Major Federal Program**

We have audited the City of Ottawa, Illinois' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of City of Ottawa, Illinois' major federal programs for the year ended April 30, 2015. City of Ottawa, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City of Ottawa, Illinois' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Ottawa, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Ottawa, Illinois' compliance.

**Opinion on Each Major Federal Program**

In our opinion, the City of Ottawa, Illinois, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2015.

The Honorable Mayor  
and City Council


## **Report on Internal Control Over Compliance**

Management of the City of Ottawa, Illinois, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Ottawa, Illinois' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Ottawa, Illinois' internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

  
Ottawa, Illinois  
December 30, 2015

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

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, 2015. The discussion should be read in conjunction with the City's financial statements which are presented herein, and begin on page 25.

### 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 25 – 28) 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 29. 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 12. 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, 2014 to the current fiscal year ended April 30, 2015. 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 liabilities – 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.

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 15. The fund financial statements begin on page 29 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

# MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

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 sewerage 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.

## 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 38 and 39. 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.

## THE CITY AS A WHOLE

	<i>Net Position (\$000s)</i>					
	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$21,739	\$22,458	\$2,507	\$3,260	\$24,245	\$25,719
Capital assets, net	47,259	43,669	30,346	30,593	77,605	74,261
Total assets	\$68,998	\$66,127	\$32,853	\$33,853	\$101,850	\$99,980
Long-term liabilities	\$3,918	\$4,403	\$11,303	\$12,640	\$15,221	\$17,043
Other liabilities	2,867	2,819	1,083	1,238	3,950	4,057
Total liabilities	\$6,785	\$7,222	\$12,386	\$13,878	\$19,171	\$21,100
Net position:						
Invested in capital assets						
net of related debt	\$42,568	\$38,520	\$17,706	\$16,763	\$60,275	\$55,283
Restricted	78	77	0	0	78	77
Unrestricted	19,567	20,308	2,761	3,212	22,327	23,520
Total net position	\$62,213	\$58,905	\$20,467	\$19,975	\$82,680	\$78,880



MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending April 30, 2015

Beginning net position	\$58,905	\$56,643	\$19,975	\$18,842	\$78,880	\$75,485
Increase in net position	3,308	2,262	492	1,133	3,800	3,395
Ending net position	<u>\$62,213</u>	<u>\$58,905</u>	<u>\$20,467</u>	<u>\$19,975</u>	<u>\$82,680</u>	<u>\$78,880</u>

The City's net assets increased by \$3.8 million for the fiscal year ended April 30, 2015 compared to April 30, 2014, with ending assets of \$82.7 million and \$78.9 million, respectively. Total liabilities decreased by \$1.9 million as of April 30, 2015 when compared to April 30, 2014, with net total assets increasing by \$1.9 million over the same period.

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.

**Governmental Activities**

	(\$000s)			
	Total Cost of Services		Net (Cost) of Services	
	2015	2014	2015	2014
General Government	\$5,414	\$4,924	(\$3,357)	(\$2,858)
Public Safety	7,320	6,979	(5,683)	(5,581)
Transportation	4,285	2,872	(3,271)	(2,167)
Cultural, Parks & Recreation	2,058	1,973	(1,928)	(1,728)
Community Development	5,777	6,263	(1,988)	(4,708)
Interest On Long-Term Debt	236	265	(174)	(142)
Capital Outlay	-	-	-	-
Totals	<u>\$25,090</u>	<u>\$23,276</u>	<u>(\$16,401)</u>	<u>(\$17,184)</u>

Operationally, the cost of all *governmental* activities for fiscal year ended 2015 was 7.8% greater than in 2014, however the net cost of services declined by 4.6% during the same period. The decline in net cost is due primarily to the receipt of \$3.6 million in community development capital grants for fiscal year ending April 30, 2015, as contrasted to \$1.3 million in community development capital grants for fiscal year ending April 30, 2014. Additionally, the City received operating grants for transportation during the fiscal year ended April 30, 2015 of \$969 thousand of which \$806 thousand was for the NCAT and mini bus services, and \$163 thousand was for streets. In the fiscal year ended April 30, 2014 the city received transportation grants of \$686 thousand, all of which was for the NCAT and mini bus services, with no grants for streets.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

Public Safety is the largest expense category within governmental activities. General wage increases accounted for a portion of the increase – overall expenses for police increased by 2.4% over the prior fiscal year, expenses for fire and emergency medical services increased by 11.0%. However, the charges for services for fire and emergency medical increased by 20.1%, \$1.3 million in fiscal year ended April 30, 2015 as contrasted to \$1.1 million in fiscal year ended April 30, 2014. This increased expense, and increased charges for services in the fire department is primarily due to the non emergency transfer service, the staffing requirements, as well as the revenue production. The overall effect is that the net expense for fire and emergency medical increased by only 4.2% contrasting 2015 to 2014.

General government expenses increased by \$491 thousand, 10.0%, comparing fiscal year ended April 30, 2015 to April 30, 2014, while charges for general government services remained relatively static with a \$13 thousand decline. Of the overall increase in government expenses, \$461 thousand was attributable to an increased cost of health insurance and claims. Overall, normal salary and wages paid increased by \$187 thousand which represents a 2.8% increase, however, total wages paid in general government increased by only \$101 thousand, or 1.4%, due to an \$81 thousand decline, representing a 24.2% reduction, in overtime pay.

Cultural, parks and recreation expenses increased by \$85 thousand, 4.3%, comparing fiscal year ended April 30, 2015 to April 30, 2014. An increased expense of \$185 thousand for parks and public buildings and \$14 thousand for recreation was partially offset by a decline of \$112 thousand in tourism expense.

The health plan direct and variable expenses, net of employee contributions and stop loss reimbursements, was \$2.3 million for the period ending April 30, 2015, as contrasted to \$1.8 million for the period ending April 30, 2014, and \$1.9 million for the period ending April 30, 2013. The 2015 expense representing a 25.7% increase in net expense over the expense for 2014. 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 noted above was 20% of conventionally equivalent medical rate, or premium equivalent for employee coverage as well as employee plus dependent coverage.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

The City has continually funded its various pension fund obligations at the levels recommended by actuarial analysis. The 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. The funding ratio of the three pension funds covering the various City employee unit are as follows: The IMRF as of December 31, 2014 had a funded ratio of 74.4% compared to a funded ratio of 79.6% as of December 31, 2013 and 68.4% as of December 31, 2012; the Police Pension Fund as of April 30, 2014 was funded at 70.9% contrasted to 73.8% as of April 30, 2013, and 72.5% as of April 30, 2012; and the Firefighter' Pension Fund had a funding level of 51.0% at April 30, 2014, 51.5% at April 30, 2013, and 52.9% April 30, 2012. The City's employees have contributed at the required amounts to each of the applicable pension funds. The City contributed to the IMRF fund 100% of the annual pension cost for the plan year ending December 31, 2014, 98.5% of the annual pension cost as of April 30, 2015 to the Police Pension Fund, and 111.0% of the annual pension cost as of April 30, 2015 to the Firefighter's Pension Fund. The dollar amount of the City's contribution to the three plans was \$574 thousand to the IMRF for the calendar year ending December 31, 2014, \$695 thousand to the Police Pension for fiscal year ending April 30, 2015, and \$990 thousand to the Firefighters' Pension during the fiscal year ending April 30, 2015. This is contrasted to the respective prior year contributions of \$550 thousand to the IMRF, \$652 thousand to the Police Pension, and \$907 to the Firefighters' Pension.

General Revenues to support governmental activities, which includes taxes, intergovernmental transfers (excluding City inter-fund transfers), and investment income, increased by 3.7% for the fiscal period ending April 30, 2015 when compared to the fiscal period ending April 30, 2014, \$19.8 million and \$19.1 million respectively. Expenses net of program revenues decreased by \$783 thousand to \$16.4 million for fiscal year ended April 30, 2014, compared to \$17.2 million a year earlier, a 4.7% decrease, after increasing by 7.2%, from \$18.8 million in the prior fiscal year comparing April 30, 2014, to April 30, 2013. Overall, the revenues from governmental activities exceeded the expenses for governmental activities for the fiscal year ended April 30, 2015 by \$3.3 million as contrasted to \$2.2 million for fiscal year ended April 30, 2014, and \$3.0 million for the fiscal year ended April 30, 2013.

Property taxes and Sales and Use taxes are the largest sources of general revenue for the City, in combination accounting for 74.2% of total general revenues from governmental activities (exclusive of City inter-fund transfers) for the fiscal year ended April 30, 2015, and 74.7% for the period ended April 30, 2014. Overall, property tax revenues increased by \$308 thousand, or 3.6%, which includes revenues both received and accrued, as contrasted to a decline of \$360 thousand, or 4.0% a year earlier. The City's equalized assessed valuation (EAV) of the property

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

subject to the City's annual tax levy, which is more fully discussed hereafter, increased modestly for payments made in the fiscal year ended April 30, 2015. The overall ratio of property tax revenue to total revenue (exclusive of City inter-fund transfers), however, decreased to 44.9% for the period ended April 30, 2015, from 45.6% for the period ended April 30, 2014 even though the dollar receipts increased by \$308 thousand noted earlier. Sales and Use taxes also increased, by \$199 thousand, or 3.5%. Sales and Use taxes represented 29.6% of general revenues for governmental activities (exclusive of City inter-fund transfers), and 30.2% for the fiscal year ended April 30, 2014. 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 3.0% for levy year 2014. The levy rate for 2014 attributable per \$100 of assessed valuation increased by 5.0 cents. In levy year 2013 the property tax extension increased over the 2012 levy year by 0.4%, and the levy rate per \$100 of assessed valuation by 6.7 cents. The EAV, which is the basis upon which property taxes are levied, increased modestly in levy year 2014, for taxes to be paid in fiscal year ending April 30, 2015. The total increase in EAV was \$25 thousand. This represents the first EAV increase, however, after declining for four consecutive levy years, rounded to the nearest million, \$264 million in 2014, \$264 million for 2013, \$272 million for 2012, \$287 million for 2011, and \$302 million for 2010, contrasted to \$313 million for 2009. The dollars levied in 2014 for the fiscal year ended April 30, 2015 are similar to the amount last levied in 2011. The 2014 through 2009 levies respectively were for revenues of \$5.018 million (2014), \$4.884 million (2013), \$4.864 million (2012), \$5.045 million (2011), \$5.005 million (2010), and \$5.021 million (2009).

A decline in overall assessed valuations shifts a greater taxing burden to individual properties, and results in extension receipts to the City that are at a lower rate of change. Notwithstanding decreases or modest increases in assessed valuation, 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 three employee pensions, IMRF, Police, Firefighter and for Social Security have progressively increased over time as a percentage of the total levy, representing 49.3% in levy year 2014 for use in the fiscal year ended April 30, 2015, 47.9% in 2013, 47.5% in 2012, and 46.9% in 2011. All other levied funds, in aggregate, consequently have trended flat to declining, from 2014 to 2011 respectively, \$2.544 million (2014), \$2.543 million (2013), \$2.554 million (2012), and \$2.678 million (2011). The City responsibly fulfills its obligations pursuant to actuarial assessments of the amounts necessary to appropriately fund its pensions, 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.

# MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

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 \$199 thousand, as noted earlier, for the fiscal year ended April 30, 2015, after increasing by \$277 thousand for the year ending April 30, 2014. This represents a 3.5% increase in fiscal year ending April 30, 2015 in addition to a 5.1% increase for the fiscal year ended April 30, 2014.

## Business-Type Activities (Primarily Water and Wastewater Treatment)

	(\$000s)			
	Total Cost of Services		Net (Cost) of Services	
	2015	2014	2015	2014
Water and Wastewater Treatment	\$6,042	\$5,008	\$488	\$1,508
Swimming Pool	154	118	(116)	(73)
Canal Rental and Purchase	0	0	0	0
Events	373	118	(4)	(7)
Totals	<u>\$6,569</u>	<u>\$5,244</u>	<u>\$368</u>	<u>\$1,428</u>

Program revenues from business-type activities increased by \$158 thousand to a total of \$6.8 million for the year ended April 30, 2015, compared a \$538 thousand increase and total of \$6.7 million for the year ended April 30, 2014.

For fiscal year ended April 30, 2015, the business-type activities overall operated at a profit of \$368 thousand, compared to year ending April 30, 2014 in which these activities also operated at a profit of \$1.4 million. The City's municipal swimming pool operated at a deficit of \$116 thousand for fiscal year ending April 30, 2015, and a deficit of \$72 thousand for the fiscal year ending April 30, 2014. The City's Events Fund generated a modest loss of \$4 thousand for year ending April 30, 2015 compared to a loss of \$7 thousand for year ending April 30, 2014. The overall net assets attributable to business-type activities increased by \$492 thousand to a total of \$20.5 million, compared to the fiscal year-end April 30, 2014 net position of \$20.0. Total assets for business-type activities were \$18.8 million for the fiscal year ended April 30, 2013.

## 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, 2015 as compared with the fiscal year ending April 30, 2014.



# MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

Revenues:	(\$000s)			
	2015		2014	
		% of		% of
	Amount	Total	Amount	Total
Taxes	\$18,914	67.02%	\$18,755	73.69%
Intergovernmental	4,960	17.58%	2,446	9.61%
Charges for Services	581	2.06%	405	1.59%
Fines & Forfeitures	354	1.25%	537	2.11%
Licenses & Permits	927	3.28%	1,064	4.18%
Investment Income	5	0.02%	5	0.02%
Miscellaneous	2,478	8.78%	2,241	8.80%
Total Revenues	<u>\$28,221</u>	<u>100.00%</u>	<u>\$25,453</u>	<u>100.00%</u>

Expenditures:	(\$000s)			
	2015		2014	
		% of		% of
	Amount	Total	Amount	Total
General Government	\$5,326	18.06%	\$4,860	20.20%
Public Safety	6,721	22.80%	6,507	27.04%
Transportation	3,969	13.46%	2,563	10.65%
Cultural, Parks & Recreation	1,727	5.86%	1,695	7.04%
Community/Economic Develop.	5,237	17.76%	5,858	24.35%
Debt Service	1,040	3.53%	1,087	4.52%
Capital Outlay	5,464	18.53%	1,492	6.20%
Total Expenditures	<u>\$29,484</u>	<u>100.00%</u>	<u>\$24,062</u>	<u>100.00%</u>

Revenues from taxes increased by \$159 thousand for the period ended April 30, 2015 and represented 67.0% of total revenues for governmental funds, which is a decline in both the additional dollars and the percentage of total revenues compared to the \$429 thousand increased for the period ended April 30, 2014 and 73.7% of total revenues for governmental fund which they represented. Revenue exclusive of taxes and intergovernmental receipts were approximately \$4.3 million for the period ended April 30, 2015, similar to the \$4.3 million for the period ended April 30, 2014. Revenue from intergovernmental sources doubled to \$5.0 million for the period ended April 30, 2015, compared to \$2.4 million for the year earlier period. Licenses and Permits declined to \$927 thousand for the period ended April 30, 2015 compared to the \$1.1 million for the period ended April 30, 2014. Fines and forfeitures also declined to \$354

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

thousand for the year ended April 30, 2015, after totaling \$537 thousand for year ended April 30, 2014.

Expenditures for governmental funds in total increased to \$29.5 million for the fiscal year ending April 30, 2015 from the \$24.1 million in the period ended April 30, 2014. The most significant changes in expenditures comparing the fiscal year ended April 30, 2015 to the fiscal year ended April 30, 2014 were as follows: an increase of \$4.0 million in Capital Outlay, an increase of \$1.4 million in Transportation, due to the significant expansion of service and routes with an expanded City role with NCAT service (North Central Area Transit), a \$466 thousand increase in General Government, and a \$214 thousand increase in Public Safety. Those increases were mitigated to some extent by a \$621 thousand reduction in Community Economic Development.

Total governmental fund balances, in aggregate, declined by \$1.1 million for the fiscal year ending April 30, 2015 after increasing by \$1.7 million for the fiscal year ended April 30, 2014. The General Fund declined by \$355 thousand, with all other funds accounting for the remaining \$704 thousand of that decline. The General Fund balance at the end of year, April 30, 2015 was \$2.6 million, compared to an ending balance as of April 30, 2014 of \$2.9 million and \$1.9 million as of April 30, 2013. The General Fund is the City's main operating account. This General Fund ending balance represents approximately 59 days of average General Fund expenditures for the fiscal ended April 30, 2015, as contrasted to 79 days of average General Fund expenditures for the fiscal year ended April 30, 2014, and 55 days of average of fiscal year ending expenditures for the period ending April 30, 2013. The fiscal year ended April 30, 2012 had a reserve of approximately 42 days of average General Fund expenditures. Overall the City's reserves declined by 20 days of General Fund expenditures after showing increases in the prior two fiscal years.

### **General Fund Budgetary Highlights**

The City Council passed a budget based upon expectations of revenues and expenses and was able to adhere to same without amendment. Current year resources available for appropriation to the general fund were \$292 thousand more than was budgeted; with actual revenues collected of 102.0% of the amount budgeted. The most significant differences were the receipt of \$132 thousand more in taxes than budgeted, \$329 more in miscellaneous revenue, partially offset by \$204 thousand less in intergovernmental revenue, primarily from grants budgeted but not received. In the absence of receipt of the grants budgeted, the expected projects associated with those grants did not proceed, therefore budgeted expenditures related to those grants declined as well. Also related to these projects not proceeding, actual transfers from other funds were \$360 thousand less than budgeted, as the funds were not needed for the projects which did not proceed. The increase in miscellaneous revenue received over that budgeted was primarily from

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

ambulance fees and ambulance transfer revenues which were \$154 thousand and \$201 thousand, respectively, more than was budgeted.

Areas in which expenditures were greater than budgeted included the fire department, \$374 thousand which was largely attributable to the increased volume and revenue for ambulance services noted above and the department of streets at \$186 thousand. These increases were mitigated by expenditures that were less than budgeted in the community development department of \$152 thousand, the department of general administration, \$149 thousand, and department of parks and public buildings which expended \$101 thousand less than budgeted.

A total of \$100 thousand was transferred from the General Fund to other City funds, and \$603 thousand from other funds was transferred into the General Fund. The fund balance in the General Fund decreased as of April 30, 2015 to \$2.6 million to cover deficiencies in revenues as contrasted to expenses after increasing to \$2.9 million as of April 30, 2014 from \$1.9 million as of April 30, 2013. The General Fund is the main operational 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, was in the aggregate \$7.3 million as of April 30, 2015, \$8.0 million as of April 30, 2014, and aggregated \$7.3 million as of April 30, 2013. The property taxes collected and allocated to the various Tax Increment Financing Districts (TIFs) are primarily generated from new development that would 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, 2015 the City has \$77.6 million, net of depreciation, invested in capital assets which 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. As of April 30, 2014, the City had \$74.3 million invested in capital assets, net of depreciation.

This year's major additions included:

- Street and byway resurfacing, construction, repair, and improvements
- General infrastructure improvements



## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

- Water and wastewater treatment upgrades, extensions, and repairs
- Continued combined wastewater and storm water separation progress
- Machinery and equipment upgrades

More detailed information about the City's capital assets is presented in Note 6 to the financial statements.

### DEBT

At April 30, 2015, the City has \$17.3 million in bonds and notes outstanding versus \$19.3 million as of April 30, 2014, and \$21.5 million as of April 30, 2013. Principal payments were paid as scheduled. The City serviced its debt as scheduled for fiscal year ended April 30, 2015, but did not refinance any of the debt. In fiscal year ended April 30, 2015 the City did finance through an installment note an ambulance to better facilitate emergency medical services and the increased volume of non-emergency transfer services. More detailed information about the City's debt is presented in Note 7 to the financial statements.

The City has no bond rating. All bond issues have been purchased and funded by local financial institutions. The City's outstanding general obligation debt is significantly 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 2015-2016 budget, tax rates and fees that will be charged for the business-type activities. The City has experienced declining to modest increases in the assessed valuation of properties subject to taxation. Notwithstanding the absence of significant increases in the tax base subject to taxation, the City Council has endeavored to minimize 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

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2015

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 2016. Amounts available for appropriation in the General Fund budget, including fund reserves, are \$18.3 million as contrasted to the fiscal year 2015 total of \$18.0 million. General budgeted expenses were similar to fiscal year 2015, with controlled general wage increases relating to longevity and negotiated collective bargaining agreements.

### **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.

City Of Ottawa, Illinois  
Statement Of Net Position  
April 30, 2015

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Current Assets:			
Cash	\$ 8,326,413.06	\$ 2,478,505.95	\$ 10,804,919.01
Investments	562,675.26	31,212.58	593,887.84
Accounts Receivable (Net)	-	1,050,182.20	1,050,182.20
Prepaid Expense	-	3,800.00	3,800.00
Property Taxes Receivable	9,008,799.33	-	9,008,799.33
Receivable From Other Governments	43,650.52	-	43,650.52
Notes Receivable	14,159.83	-	14,159.83
Other Taxes And Fees Receivable	2,586,723.39	-	2,586,723.39
Due From Other Funds	1,057,361.74	(1,057,361.74)	-
Total Current Assets	<u>\$ 21,599,783.13</u>	<u>\$ 2,506,338.99</u>	<u>\$ 24,106,122.12</u>
Noncurrent Assets:			
Special Assessments Receivable	\$ 7,097.12	\$ -	\$ 7,097.12
Notes Receivable	54,813.07	-	54,813.07
Restricted Assets:			
Cash	-	-	-
Investments	77,546.14	-	77,546.14
Capital Assets (Net)	47,258,549.99	30,346,271.93	77,604,821.92
Total Noncurrent Assets	<u>\$ 47,398,006.32</u>	<u>\$ 30,346,271.93</u>	<u>\$ 77,744,278.25</u>
Total Assets	<u>\$ 68,997,789.45</u>	<u>\$ 32,852,610.92</u>	<u>\$ 101,850,400.37</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Cash Overdraft	\$ 510,131.54	\$ -	\$ 510,131.54
Accounts Payable	571,151.66	332,881.42	904,033.08
Wages Payable	201,301.92	20,283.82	221,585.74
Accrued Interest Payable	113,737.13	90,942.63	204,679.76
Loans Payable	79,833.63	396,893.74	476,727.37
Debt Certificates Payable	692,924.10	940,095.30	1,633,019.40
Due To Other Funds	698,192.02	(698,192.02)	-
Total Current Liabilities	<u>\$ 2,867,272.00</u>	<u>\$ 1,082,904.89</u>	<u>\$ 3,950,176.89</u>
Noncurrent Liabilities:			
Loans Payable	\$ 206,653.15	\$ 5,429,779.93	\$ 5,636,433.08
Debt Certificates Payable	1,225,729.64	5,873,197.56	7,098,927.20
Bonds Payable	2,485,000.00	-	2,485,000.00
Total Noncurrent Liabilities	<u>\$ 3,917,382.79</u>	<u>\$ 11,302,977.49</u>	<u>\$ 15,220,360.28</u>
Total Liabilities	<u>\$ 6,784,654.79</u>	<u>\$ 12,385,882.38</u>	<u>\$ 19,170,537.17</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Net Position  
April 30, 2015

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>NET POSITION</u>			
Invested In Capital Assets, Net Of Related Debt	\$ 42,568,409.47	\$ 17,706,305.40	\$ 60,274,714.87
Restricted For:			
Riverwalk	77,546.14	-	77,546.14
Unrestricted	19,567,179.05	2,760,423.14	22,327,602.19
Total Net Position	<u>\$ 62,213,134.66</u>	<u>\$ 20,466,728.54</u>	<u>\$ 82,679,863.20</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Activities  
Year Ended April 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense)/ Revenue
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	
Governmental Activities:					
General Government:					
Mayor	\$ 157,742.40	\$ -	\$ -	\$ -	\$ (157,742.40)
General Government	5,256,781.20	2,046,249.11	11,281.34	-	(3,199,250.75)
Total General Government	<u>\$ 5,414,523.60</u>	<u>\$ 2,046,249.11</u>	<u>\$ 11,281.34</u>	<u>\$ -</u>	<u>\$ (3,356,993.15)</u>
Public Safety:					
Police	\$ 3,901,585.91	\$ 295,022.22	\$ -	\$ -	\$ (3,606,563.69)
Fire	2,958,687.79	1,311,863.78	-	-	(1,646,824.01)
Public Health And Safety	459,553.64	3,515.00	26,555.30	-	(429,483.34)
Total Public Safety	<u>\$ 7,319,827.34</u>	<u>\$ 1,610,401.00</u>	<u>\$ 26,555.30</u>	<u>\$ -</u>	<u>\$ (5,682,871.04)</u>
Transportation:					
Streets	\$ 3,247,286.78	\$ -	\$ 162,624.00	\$ -	\$ (3,084,662.78)
Mini Bus, Taxicab, NCAT	1,037,689.34	44,868.88	806,234.18	-	(186,586.28)
Total Transportation	<u>\$ 4,284,976.12</u>	<u>\$ 44,868.88</u>	<u>\$ 968,858.18</u>	<u>\$ -</u>	<u>\$ (3,271,249.06)</u>
Cultural, Parks And Recreation:					
Parks And Public Buildings	\$ 1,436,499.16	\$ -	\$ -	\$ -	\$ (1,436,499.16)
Tourism	333,748.30	5,051.80	13,500.00	-	(315,196.50)
Recreation	287,783.21	79,682.28	31,604.00	-	(176,496.93)
Total Cultural, Parks And Recreation	<u>\$ 2,058,030.67</u>	<u>\$ 84,734.08</u>	<u>\$ 45,104.00</u>	<u>\$ -</u>	<u>\$ (1,928,192.59)</u>
Community/Economic Development:					
Community Development	<u>\$ 5,776,711.99</u>	<u>\$ 220,687.87</u>	<u>\$ -</u>	<u>\$ 3,567,525.03</u>	<u>\$ (1,988,499.09)</u>
Interest On Long-Term Debt	<u>\$ 235,857.55</u>	<u>\$ 62,250.04</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (173,607.51)</u>
Total Governmental Activities	<u>\$ 25,089,927.27</u>	<u>\$ 4,069,190.98</u>	<u>\$ 1,051,798.82</u>	<u>\$ 3,567,525.03</u>	<u>\$(16,401,412.44)</u>
Business-Type Activities:					
Water And Sewer	\$ 6,041,773.08	\$ 6,422,995.02	\$ -	\$ 106,858.38	\$ 488,080.32
Swimming Pool	154,051.76	37,741.10	-	-	(116,310.66)
Canal Rental And Purchase	-	-	-	-	-
Events	373,251.92	369,006.89	-	-	(4,245.03)
Total Business-Type Activities	<u>\$ 6,569,076.76</u>	<u>\$ 6,829,743.01</u>	<u>\$ -</u>	<u>\$ 106,858.38</u>	<u>\$ 367,524.63</u>
Total	<u>\$ 31,659,004.03</u>	<u>\$10,898,933.99</u>	<u>\$ 1,051,798.82</u>	<u>\$ 3,674,383.41</u>	<u>\$(16,033,887.81)</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Activities  
Year Ended April 30, 2015

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>Net Expense/Revenue</u>	<u>\$ (16,401,412.44)</u>	<u>\$ 367,524.63</u>	<u>\$ (16,033,887.81)</u>
General Revenues:			
Taxes:			
Property Taxes	\$ 8,910,176.20	\$ -	\$ 8,910,176.20
Sales And Use Taxes	5,899,819.92	-	5,899,819.92
Utility Taxes	1,293,781.34	-	1,293,781.34
Hotel/Motel Taxes	369,816.52	-	369,816.52
Intergovernmental	3,111,430.55	-	3,111,430.55
Investment Income	4,676.31	2,730.89	7,407.20
Miscellaneous	241,588.02	-	241,588.02
Transfers	(121,500.00)	121,500.00	-
Total General Revenues And Transfers	<u>\$ 19,709,788.86</u>	<u>\$ 124,230.89</u>	<u>\$ 19,834,019.75</u>
Change In Net Position	\$ 3,308,376.42	\$ 491,755.52	\$ 3,800,131.94
Net Position - Beginning	<u>58,904,758.24</u>	<u>19,974,973.02</u>	<u>78,879,731.26</u>
Net Position - Ending	<u><u>\$ 62,213,134.66</u></u>	<u><u>\$ 20,466,728.54</u></u>	<u><u>\$ 82,679,863.20</u></u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Balance Sheet  
Governmental Funds  
April 30, 2015

	General Fund	North TIF Fund	Ottawa Industrial Park TIF Fund	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>					
Cash	\$ 2,156,497.68	\$ 2,259,911.04	\$ 623,182.43	\$3,286,821.91	\$ 8,326,413.06
Investments	77,546.14	-	-	562,675.26	640,221.40
Property Taxes Receivable	1,632,768.04	2,703,036.42	235,692.72	4,437,302.15	9,008,799.33
Receivable From Other Governments	-	-	-	43,650.52	43,650.52
Notes Receivable	-	-	-	68,972.90	68,972.90
Special Assessments Receivable	-	-	-	7,097.12	7,097.12
Other Taxes And Fees Receivable And Other	1,485,033.58	-	-	294,893.14	1,779,926.72
Due From Other Funds	18,626.00	-	-	1,077,361.74	1,095,987.74
<b>TOTAL ASSETS</b>	<b>\$ 5,370,471.44</b>	<b>\$ 4,962,947.46</b>	<b>\$ 858,875.15</b>	<b>\$9,778,774.74</b>	<b>\$ 20,971,068.79</b>
<u>LIABILITIES</u>					
Cash Overdraft	\$ -	\$ -	\$ -	\$ 510,131.54	\$ 510,131.54
Accounts Payable	309,227.94	14,990.75	7,922.00	239,010.97	571,151.66
Wages Payable	170,219.21	-	-	31,082.71	201,301.92
Due To Other Funds	626,643.02	-	-	110,175.00	736,818.02
<b>Total Liabilities</b>	<b>\$ 1,106,090.17</b>	<b>\$ 14,990.75</b>	<b>\$ 7,922.00</b>	<b>\$ 890,400.22</b>	<b>\$ 2,019,403.14</b>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable Revenue	\$ 1,706,097.41	\$ 2,703,036.42	\$ 235,692.72	\$4,444,399.27	\$ 9,089,225.82
<b>Total Deferred Inflows Of Resources</b>	<b>\$ 1,706,097.41</b>	<b>\$ 2,703,036.42</b>	<b>\$ 235,692.72</b>	<b>\$4,444,399.27</b>	<b>\$ 9,089,225.82</b>
<u>FUND BALANCES</u>					
Nonspendable:					
Riverwalk Endowment	\$ 77,546.14	\$ -	\$ -	\$ -	\$ 77,546.14
Noncurrent Receivables - Special Revenue	-	-	-	54,813.07	54,813.07
Noncurrent Receivables - Capital Projects	-	-	-	7,097.12	7,097.12
Assigned:					
Special Revenue	-	-	-	2,760,260.68	2,760,260.68
Debt Service	-	-	-	164,779.51	164,779.51
Capital Projects	-	2,244,920.29	615,260.43	2,003,624.56	4,863,805.28
<b>Unassigned:</b>	<b>2,480,737.72</b>	<b>-</b>	<b>-</b>	<b>(546,599.69)</b>	<b>1,934,138.03</b>
<b>Total Fund Balances</b>	<b>\$ 2,558,283.86</b>	<b>\$ 2,244,920.29</b>	<b>\$ 615,260.43</b>	<b>\$4,443,975.25</b>	<b>\$ 9,862,439.83</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 5,370,471.44</b>	<b>\$ 4,962,947.46</b>	<b>\$ 858,875.15</b>	<b>\$9,778,774.74</b>	

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Balance Sheet  
Governmental Funds  
April 30, 2015

		Total Governmental <u>Funds</u>
Amounts Reported For Governmental Activities In The Statement Of Net Position Are Different Because:		
Modified Accrual Basis Of Accounting For Revenues Due At Year-End Does Not Recognize Revenues Received Beyond 60 Days Of Year-End		806,796.67
Capital Assets Used In Governmental Activities Are Not Financial Resources And, Therefore, Are Not Reported In The Funds, Net Of Accumulated Depreciation Of \$18,736,591.00		47,258,549.99
Other Long-Term Assets Are Not Available To Pay For Current Period Expenditures And, Therefore, Are Deferred In The Funds: Property Taxes, Special Assessments, and Liquor Licenses Receivable		9,089,225.82
Long-Term Liabilities Are Not Due And Payable In The Current Period And, Therefore, Are Not Reported In The Funds:		
Interest Payable	\$ (113,737.13)	
Bonds, Debt Certificates, And Note Payable	<u>(4,690,140.52)</u>	
		(4,803,877.65)
Net Position Of Governmental Activities		<u><u>\$ 62,213,134.66</u></u>

See Accompanying Notes To Basic Financial Statements



City Of Ottawa, Illinois  
Statement Of Revenues, Expenditures, And Changes In Fund Balances  
Governmental Funds  
Year Ended April 30, 2015

	General <u>Fund</u>	North TIF <u>Fund</u>	Ottawa Industrial Park TIF <u>Fund</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
<b>REVENUES</b>					
Taxes	\$ 10,973,464.86	\$ 2,674,861.06	\$ 231,245.30	\$ 5,034,345.83	\$ 18,913,917.05
Intergovernmental	856,202.38	24,314.98	2,615,172.41	1,464,483.92	4,960,173.69
Charges For Services	185,738.25	-	-	395,410.29	581,148.54
Fines, Fees, and Expense Reimbursements	122,391.28	-	-	233,519.02	355,910.30
Licenses And Permits	394,964.28	-	-	532,374.25	927,338.53
Investment Income	596.51	703.54	172.02	3,204.24	4,676.31
Miscellaneous	2,197,503.90	-	-	280,091.59	2,477,595.49
Total Revenues	\$ 14,730,861.46	\$ 2,699,879.58	\$ 2,846,589.73	\$ 7,943,429.14	\$ 28,220,759.91
<b>EXPENDITURES</b>					
Current:					
General Government					
Mayor	\$ 157,742.40	\$ -	\$ -	\$ -	\$ 157,742.40
Liquor Commissioner	5,899.44	-	-	-	5,899.44
Fire And Police Commission	6,883.14	-	-	-	6,883.14
Civil Service Commission	2,570.36	-	-	-	2,570.36
General Administration	3,498,716.86	-	-	1,637,042.74	5,135,759.60
Accounts And Finance Commissioner	16,881.66	-	-	-	16,881.66
Total General Government	\$ 3,688,693.86	\$ -	\$ -	\$ 1,637,042.74	\$ 5,325,736.60
Public Safety					
Police	\$ 3,793,710.61	\$ -	\$ -	\$ -	\$ 3,793,710.61
Fire	2,654,745.80	-	-	-	2,654,745.80
Public Health And Safety	16,621.62	-	-	256,163.64	272,785.26
Total Public Safety	\$ 6,465,078.03	\$ -	\$ -	\$ 256,163.64	\$ 6,721,241.67
Transportation					
Streets	\$ 2,168,318.03	\$ -	\$ -	\$ 550,000.00	\$ 2,718,318.03
Vehicle Maintenance	202,110.23	-	-	-	202,110.23
Public Improvements	15,621.13	-	-	-	15,621.13
Mini Bus And Taxicab	-	-	-	1,033,124.34	1,033,124.34
Total Transportation	\$ 2,386,049.39	\$ -	\$ -	\$ 1,583,124.34	\$ 3,969,173.73
Cultural, Parks And Recreation					
Public Property	\$ 15,690.13	\$ -	\$ -	\$ -	\$ 15,690.13
Parks And Public Buildings	1,148,750.14	-	-	235,484.97	1,384,235.11
Tourism	-	-	-	326,958.30	326,958.30
Total Cultural, Parks And Recreation	\$ 1,164,440.27	\$ -	\$ -	\$ 562,443.27	\$ 1,726,883.54
Community/Economic Development:					
Community Development	\$ 1,236,715.20	\$ 2,287,570.05	\$ 58,789.86	\$ 1,653,703.89	\$ 5,236,779.00
Economic Development	-	-	-	-	-
Total Community/Economic Development	\$ 1,236,715.20	\$ 2,287,570.05	\$ 58,789.86	\$ 1,653,703.89	\$ 5,236,779.00
Debt Service					
Principal	\$ 111,121.56	\$ -	\$ -	\$ 673,633.14	\$ 784,754.70
Interest And Other Charges	5,652.43	-	-	249,687.26	255,339.69
Total Debt Service	\$ 116,773.99	\$ -	\$ -	\$ 923,320.40	\$ 1,040,094.39
Capital Outlay					
	\$ 857,340.33	\$ 8,811.27	\$ 3,728,846.51	\$ 869,003.87	\$ 5,464,001.98
Total Expenditures	\$ 15,915,091.07	\$ 2,296,381.32	\$ 3,787,636.37	\$ 7,484,802.15	\$ 29,483,910.91

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Revenues, Expenditures, And Changes In Fund Balances  
Governmental Funds  
Year Ended April 30, 2015

	General Fund	North TIF Fund	Ottawa Industrial Park TIF Fund	Other Governmental Funds	Total Governmental Funds
Excess (Deficiency) Of Revenues Over Expenditures	\$ (1,184,229.61)	\$ 403,498.26	\$ (941,046.64)	\$ 458,626.99	\$ (1,263,151.00)
OTHER FINANCING SOURCES (USES)					
Transfers In	\$ 603,249.00	\$ -	\$ 600,000.00	\$ 1,104,625.72	\$ 2,307,874.72
Transfers Out	(100,000.00)	(277,084.00)	(115,738.00)	(1,936,552.72)	(2,429,374.72)
Installment Loan Proceeds	325,830.20	-	-	-	325,830.20
Total Other Financing Sources (Uses)	\$ 829,079.20	\$ (277,084.00)	\$ 484,262.00	\$ (831,927.00)	\$ 204,330.20
Net Change In Fund Balances	\$ (355,150.41)	\$ 126,414.26	\$ (456,784.64)	\$ (373,300.01)	\$ (1,058,820.80)
Fund Balances - Beginning	2,913,434.27	2,118,506.03	1,072,045.07	4,817,275.26	10,921,260.63
Fund Balances - Ending	\$ 2,558,283.86	\$ 2,244,920.29	\$ 615,260.43	\$ 4,443,975.25	\$ 9,862,439.83

Reconciliation Of The Change In Fund Balances - Total Governmental Funds To The  
Change In Net Position Of Governmental Activities:

Net Change In Fund Balances - Total Governmental Funds Amounts Reported For  
Governmental Activities In The Statement Of Activities Are Different Because: \$ (1,058,820.80)

Governmental Funds Report Capital Outlays As Expenditures While Governmental  
Activities Report Depreciation Expense To Allocate Those Expenditures Over  
The Life Of The Assets:

Capital Asset Purchases Capitalized	\$ 5,195,917.80
Depreciation Expense	(1,606,171.00)
	<u>\$ 3,589,746.80</u>

Revenues In The Statement Of Activities That Do Not Provide Current  
Financial Resources Are Not Reported As Revenues In The Funds:

Full Accrual Receivables (Net Decreased Revenue)	\$ 4,820.57
Long-Term Receivables (Decreased Revenue)	294,223.21
	<u>\$ 299,043.78</u>

Issuance of Debt Is A Financial Resource In The Governmental Funds  
While The Statement Of Net Assets Reports Proceeds As Liabilities

\$ (325,830.20)

Repayment Of Debt Principal Is An Expenditure In The Governmental Funds. But  
The Repayment Reduces Long-Term Liabilities In The Statement Of Net Position:

Long-Term Debt Obligation Principal Payments	<u>\$ 784,754.70</u>
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Some Expenditures Reported In The Governmental Funds Do Not Include Amounts  
Reported Currently In The Statement Of Activities:

Reduction In Interest Payable	<u>\$ 19,482.14</u>
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Change In Net Position Of Governmental Activities	<u><u>\$ 3,308,376.42</u></u>
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City Of Ottawa, Illinois  
Statement Of Net Position  
Proprietary Funds  
April 30, 2015

	Enterprise Funds		
	Waterworks And Sewerage	Other Nonmajor Funds	Total
<u>ASSETS</u>			
Current Assets:			
Cash	\$ 2,375,428.62	\$ 103,077.33	\$ 2,478,505.95
Investments	5,434.05	25,778.53	31,212.58
Water And Sewer Receivable	1,050,182.20	-	1,050,182.20
Prepaid Expense	-	3,800.00	3,800.00
Due From General Corporate Fund	626,643.02	-	626,643.02
Due From Growth Impact Fee Fund	71,549.00	-	71,549.00
Total Current Assets	<u>\$ 4,129,236.89</u>	<u>\$ 132,655.86</u>	<u>\$ 4,261,892.75</u>
Noncurrent Assets:			
Restricted Assets:			
Cash - Unspent Debt Proceeds	\$ -	\$ -	\$ -
Total Restricted Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Assets:			
Property And Equipment, Net	\$ 29,797,608.36	\$ 336,119.97	\$ 30,133,728.33
Construction In Progress	212,543.60	-	212,543.60
Total Capital Assets	<u>\$ 30,010,151.96</u>	<u>\$ 336,119.97</u>	<u>\$ 30,346,271.93</u>
Total Noncurrent Assets	<u>\$ 30,010,151.96</u>	<u>\$ 336,119.97</u>	<u>\$ 30,346,271.93</u>
TOTAL ASSETS	<u>\$ 34,139,388.85</u>	<u>\$ 468,775.83</u>	<u>\$ 34,608,164.68</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Net Position  
Proprietary Funds  
April 30, 2015

	Enterprise Funds		
	Waterworks And Sewerage	Other Nonmajor Funds	Total
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 331,229.86	\$ 1,651.56	\$ 332,881.42
Accrued Salaries	20,283.82	-	20,283.82
Interest Payable	90,942.63	-	90,942.63
Current Portion - EPA Loans Payable	361,847.71	-	361,847.71
Current Portion - Debt Certificates	940,095.30	-	940,095.30
Current Portion - Vactor Truck Loan	35,046.03	-	35,046.03
Due To EZ Capital Improvement Fund	1,057,361.74	-	1,057,361.74
Total Current Liabilities	<u>\$ 2,836,807.09</u>	<u>\$ 1,651.56</u>	<u>\$ 2,838,458.65</u>
Noncurrent Liabilities:			
EPA Loans Payable	\$ 5,383,863.45	\$ -	\$ 5,383,863.45
Debt Certificates	5,873,197.56	-	5,873,197.56
Vactor Truck Loan	45,916.48	-	45,916.48
Total Noncurrent Liabilities	<u>\$ 11,302,977.49</u>	<u>\$ -</u>	<u>\$ 11,302,977.49</u>
TOTAL LIABILITIES	<u>\$ 14,139,784.58</u>	<u>\$ 1,651.56</u>	<u>\$ 14,141,436.14</u>
<u>NET POSITION</u>			
Invested In Capital Assets, Net Of Related Debt	\$ 17,370,185.43	\$ 336,119.97	\$ 17,706,305.40
Restricted	-	-	-
Unrestricted	2,629,418.84	131,004.30	2,760,423.14
TOTAL NET POSITION	<u>\$ 19,999,604.27</u>	<u>\$ 467,124.27</u>	<u>\$ 20,466,728.54</u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Revenues, Expenses, And Changes In Fund Net Position  
Proprietary Funds  
Year Ended April 30, 2015

	Enterprise Funds		
	Waterworks And Sewerage	Other Nonmajor Funds	Total
Operating Revenues:			
Charges For Services	\$ 6,395,748.20	\$ -	\$ 6,395,748.20
Gate Receipts And Concessions	-	37,445.10	37,445.10
Rents	-	-	-
Events Revenues	-	369,006.89	369,006.89
Grants And Other	134,105.20	296.00	134,401.20
Total Operating Revenues	\$ 6,529,853.40	\$ 406,747.99	\$ 6,936,601.39
Operating Expenses:			
Payroll And Benefits	\$ 1,155,264.97	\$ 70,544.56	\$ 1,225,809.53
Plant And Operations	3,217,293.24	455,671.63	3,672,964.87
Administration And Other	90,665.47	1,087.49	91,752.96
Depreciation	1,317,349.00	-	1,317,349.00
Total Operating Expenses	\$ 5,780,572.68	\$ 527,303.68	\$ 6,307,876.36
Net Operating Income (Loss)	\$ 749,280.72	\$ (120,555.69)	\$ 628,725.03
Non-Operating Income (Expense):			
Investment Income	\$ 730.95	\$ 1,999.94	\$ 2,730.89
Interest Expense	(261,200.40)	-	(261,200.40)
Total Non-Operating Income (Expense)	\$ (260,469.45)	\$ 1,999.94	\$ (258,469.51)
Transfers In (Out)	\$ -	\$ 121,500.00	\$ 121,500.00
Change In Net Position	\$ 488,811.27	\$ 2,944.25	\$ 491,755.52
Net Position - Beginning Of Year	19,510,793.00	464,180.02	19,974,973.02
Net Position - End Of Year	\$ 19,999,604.27	\$ 467,124.27	\$ 20,466,728.54

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Cash Flows  
Proprietary Funds  
Year Ended April 30, 2015

	Enterprise Funds		
	Waterworks And <u>Sewerage</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts From Customers	\$ 6,359,664.63	\$ 406,451.99	\$ 6,766,116.62
Payments To Suppliers	(3,102,097.20)	(455,107.56)	(3,557,204.76)
Payments To Employees	(1,202,869.01)	(70,544.56)	(1,273,413.57)
Other Receipts	134,105.20	296.00	134,401.20
Net Cash Provided (Used) By Operating Activities	\$ 2,188,803.62	\$ (118,904.13)	\$ 2,069,899.49
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	\$ -	\$ -	\$ -
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Transfers In (Out)	\$ -	\$ 121,500.00	\$ 121,500.00
Purchases Of Capital Assets	(1,071,072.74)	-	(1,071,072.74)
Proceeds Of EZ Capital Improvement Fund Loan	154,210.68	-	154,210.68
Loans To Other Funds	(140,172.70)	-	(140,172.70)
Principal Paid On Capital Debt	(1,502,406.77)	-	(1,502,406.77)
Interest Paid On Capital Debt	(270,644.19)	-	(270,644.19)
Net Cash Provided (Used) By Capital And Related Financing Activities	\$ (2,830,085.72)	\$ 121,500.00	\$ (2,708,585.72)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	\$ 730.95	\$ 1,999.94	\$ 2,730.89
Net Cash Provided By Investing Activities	\$ 730.95	\$ 1,999.94	\$ 2,730.89
Net Increase (Decrease) In Cash	\$ (640,551.15)	\$ 4,595.81	\$ (635,955.34)
Balances - Beginning Of Year	3,021,413.82	124,260.05	3,145,673.87
Balances - End Of Year	\$ 2,380,862.67	\$ 128,855.86	\$ 2,509,718.53

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Cash Flows  
Proprietary Funds  
Year Ended April 30, 2015

	Enterprise Funds		
	Waterworks And <u>Sewerage</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>
Consisting Of:			
Cash	\$ 2,375,428.62	\$ 103,077.33	\$ 2,478,505.95
Cash - Restricted	-	-	-
Investments	5,434.05	25,778.53	31,212.58
	<u>\$ 2,380,862.67</u>	<u>\$ 128,855.86</u>	<u>\$ 2,509,718.53</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 749,280.72	\$ (120,555.69)	\$ 628,725.03
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided (Used) By Operating Activities			
Cash Flows Reported In Other Categories			
Depreciation	1,317,349.00	-	1,317,349.00
Change In Assets And Liabilities			
Increase In Prepaid Expense	-	-	-
Increase In Receivables	(36,083.57)	-	(36,083.57)
Increase In Accounts Payable	205,861.51	1,651.56	207,513.07
Decrease In Accrued Salaries	(47,604.04)	-	(47,604.04)
Net Cash Provided (Used) By Operating Activities	<u>\$ 2,188,803.62</u>	<u>\$ (118,904.13)</u>	<u>\$ 2,069,899.49</u>

See Accompanying Notes To Basic Financial Statements



City Of Ottawa, Illinois  
Statement Of Net Position  
Fiduciary Funds  
April 30, 2015

	Pension Trust <u>Funds</u>
ASSETS	
Cash	\$ 1,773,150.39
Investments, At Fair Value	27,778,692.13
Taxes Receivable	1,613,065.56
Accrued Interest Receivable	32,330.58
Other	<u>350.88</u>
 TOTAL ASSETS	 <u>\$ 31,197,589.54</u>
 LIABILITIES	
Accounts And Benefits Payable	<u>\$ 51,119.00</u>
 TOTAL LIABILITIES	 <u>\$ 51,119.00</u>
 NET POSITION	
Held In Trust For Pension Benefits And Other Purposes	 <u><u>\$ 31,146,470.54</u></u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
Statement Of Changes In Net Position  
Fiduciary Funds  
Year Ended April 30, 2015

	Pension Trust <u>Funds</u>
ADDITIONS	
Contributions	
Employer	\$ 1,684,602.84
Employee	434,296.00
Total Contributions	<u>\$ 2,118,898.84</u>
Investment Income	
Net Increase In Fair Value Of Investments	\$ 653,184.05
Interest And Dividends	1,324,804.70
Total Investment Income	<u>\$ 1,977,988.75</u>
Other Income	<u>\$ -</u>
Total Additions	<u>\$ 4,096,887.59</u>
DEDUCTIONS	
Pension Benefits	\$ 2,462,903.08
Administrative Expenses	73,439.18
Total Deductions	<u>\$ 2,536,342.26</u>
Change In Net Position	\$ 1,560,545.33
Net Position Held In Trust - Beginning Of Year	<u>29,585,925.21</u>
Net Position Held In Trust - End Of Year	<u><u>\$ 31,146,470.54</u></u>

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies**

The City complies with generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. For enterprise funds, GASB Statement Nos. 20 and 34 provide the City the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

**(A) FINANCIAL REPORTING ENTITY**

The City's financial reporting entity comprises the following:

Primary Government:	City of Ottawa
Blended Component Units:	Ottawa Visitors Center

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units of which the City appointed a voting majority of the units' board; the City is either able to impose its will on the unit or a financial benefit or burden relationship exists.

*Blended Component Units*

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the City Council or the component unit provides services entirely to the City. These component units' funds are blended into those of the City's by appropriate activity type to compose the primary government presentation.

*Discretely Presented Component Units*

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending. Currently, the City has no discretely presented component units.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(A) FINANCIAL REPORTING ENTITY (Continued)**

**Blended Component Units**

Component units that are normally blended into the reporting activity types of the City's report are presented below:

<b>Component Unit</b>	<b>Brief Description/Inclusion Criteria</b>	<b>Reporting</b>
Ottawa Visitors Center	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 could not exist.	Special Revenue

Financial statements for Ottawa Visitors Center at April 30, 2015, were compiled statements only. They are included with these financial statements as such.

**(B) BASIS OF PRESENTATION**

*Government-wide Financial Statements:*

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

*Fund Financial Statements:*

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

(B) BASIS OF PRESENTATION (Continued)

*Fund Financial Statements: (Continued)*

- b) Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

**Governmental Funds**

*General Fund*

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

*Special Revenue Funds*

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

*Capital Project Funds*

The Capital Project Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items. The reporting entity includes only various Capital Project Funds and they are used to account for the acquisition of capital assets.

*Debt Service Funds*

The Debt Service Funds account for the accumulation of financial resources for the payment of interest and principal on the general long-term debt of the City other than debt service payments made by enterprise funds. Ad valorem taxes are used for the payment of principal and interest on the City's judgment.

*Permanent Funds*

The Permanent Funds account for assets held by the City pursuant to a trust agreement. The principal portion of this fund type must remain intact, but the earnings may be used to achieve the objectives of the fund. Currently, the City has no funds of this type.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(B) BASIS OF PRESENTATION (Continued)**

**Proprietary Fund**

*Enterprise Funds*

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

**Fiduciary Funds (Not included in government-wide statements)**

*Agency Funds*

Agency funds account for assets held by the City in a purely custodial capacity. Since agency funds are custodial in nature (i.e., assets equal liabilities), they do not involve the measurement of results of operations. There are no current agency funds.

*Pension Trust Funds*

These funds, the Police Pension Fund and the Firemen's Pension Fund, are used to report assets held by the trustees for retirement and, therefore, are not available to support City programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds.

**Major Funds**

The funds classified as major are as follows:

<b>Fund</b>	<b>Brief Description</b>
<i>Major:</i> General	See above for description.
<i>Capital Projects Fund:</i> North Tax Increment Financing District	Accounts for transactions related to redevelopment projects along Interstate 80.
<i>Ottawa Industrial Park:</i> Tax Increment Financing District	Accounts for transactions related to development of Industrial Park.
<i>Proprietary Fund:</i> Waterworks And Sewerage	Accounts for the provision of water and sewer services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and sewer system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted, if necessary, to ensure integrity of the funds.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(C) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

**Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in item b) below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a) All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b) The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.
- c) Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

**Basis Of Accounting**

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.



City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

(C) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

**Basis Of Accounting (Continued)**

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

(D) ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

**Cash And Investments**

For the purpose of the Statement of Net Position, "cash," includes all demand deposits of the City. For the purpose of the proprietary fund Statement of Cash Flows, "cash" includes all demand deposits.

Investments are carried at fair value. Fair value is based on quoted market price.

**Interfund Receivables And Payables**

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position. See Note 8 for details of interfund transactions, including receivables and payables at year-end.

*Government-Wide Financial Statements:*

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances - amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities - amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities. The effect of interfund services between funds, if any, are not eliminated in the Statement of Activities.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(D) ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (Continued)**

**Receivables**

In the government-wide statements, 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.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Utility accounts receivable and interest earnings compose the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

**Fixed Assets**

The accounting treatment over property, plant, and equipment (fixed assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

*Government-wide Statements*

In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2003.

Prior to May 1, 2003, governmental funds' infrastructure assets were not capitalized. GASB Statement No. 34 requires the retroactive reporting of governmental funds' major general infrastructure acquired prior to May 1, 2003, effective for the first fiscal year beginning after June 15, 2006. These assets have been valued at estimated historical cost.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(D) ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (Continued)**

**Fixed Assets (Continued)**

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$10,000 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

- Buildings	25-50 years
- Improvements	10-50 years
- Machinery And Equipment	3-20 years
- Utility System	25-50 years
- Infrastructure	25-50 years

*Fund Financial Statements*

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

**Restricted Assets**

Restricted assets include cash and investments of the funds that are legally restricted as to their use. The primary restricted assets are related to bond and debt certificate issue accounts.

**Long-term Debt**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of notes payable, debt certificates, and bonds.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(D) ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (Continued)**

**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 payable is reported. This is not in accordance with generally accepted accounting principles.

**Deferred Outflows/Inflows Of Resources**

In addition to assets, the statement of financial position and/or balance sheet 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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position and/or balance sheet 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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The governmental funds report unavailable revenues from the following sources:

	General <u>Fund</u>	North TIF <u>Fund</u>	OIP <u>Funds</u>	Nonmajor Governmental <u>Funds</u>	<u>Total</u>
Property Taxes	\$1,632,768.04	\$2,703,036.42	\$235,692.72	\$4,437,302.15	\$9,008,799.33
Special Assessments	-	-	-	7,097.12	7,097.12
Liquor Licenses	58,125.00	-	-	-	58,125.00
Tax Savers	15,204.37	-	-	-	15,204.37
Total	<u>\$1,706,097.41</u>	<u>\$2,703,036.42</u>	<u>\$235,692.72</u>	<u>\$4,444,399.27</u>	<u>\$9,089,225.82</u>

**Equity Classifications**

*Government-wide Statements*

Equity is classified as net position and displayed in three components:

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

**(D) ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE (Continued)**

**Equity Classifications (Continued)**

- a) Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b) Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c) Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

*Fund Statements*

Governmental fund equity is classified as fund balance. The following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance – amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance – amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 1 - Summary Of Significant Accounting Policies (Continued)**

(D) ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF  
RESOURCES, AND NET POSITION/FUND BALANCE (Continued)

**Equity Classifications (Continued)**

The City Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the City Council through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes). Proprietary fund equity is classified the same as in the government-wide statements.

**Note 2 - Budgets**

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 30, 2014, and amended on April 21, 2015, with the exceptions of City Council approved transfers which were not material in relation to the budgets taken as a whole.



City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 2 - Budgets (Continued)**

Expenditures exceeded budget in the following individual governmental funds for the year ended April 30, 2015.

	<u>Budget</u>	<u>Actual</u>
General	\$15,835,704.00	\$16,015,091.07
Lease	-	2,558.50
Industrial Development Commission	-	5,000.00
Garbage	22,000.00	23,414.89
Street Lighting	114,000.00	116,401.68
Downtown TIF	334,450.00	358,153.36

**Note 3 - Property Tax**

The City annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the City Council. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about June 1, and are payable in two installments which are due on or about July 1 and September 1.

Property taxes are billed, collected and remitted periodically by the County Treasurer of LaSalle County, Illinois. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year end is not considered to pay current liabilities and is, therefore, shown as deferred inflows (unavailable revenue) on the fund financial statements.

**Note 4 - Deposits And Investments**

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.

Illinois Funds is an investment pool managed by the State of Illinois. Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds share price, which is the price for which the investment could be sold.



City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 4 - Deposits And Investments (Continued)**

**Common Bank Account**

Separate bank accounts are not maintained for all funds; instead, certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures which have been approved by the Council.

Funds having negative cash balances and shown in the financial statements are as follows:

<u>Governmental</u>	<u>Amount</u>	<u>Deficit Fund Balance/ Net Assets</u>
Foreign Fire Insurance	\$( 1,424.79)	\$ -
Street Lighting	( 3,304.08)	( 24,330.19)
Canal TIF	( 505,402.67)	( 506,313.03)
Total	<u>\$( 510,131.54)</u>	

The net cash position for Statement of Net Position is determined as follows:

Cash – Current	\$10,804,919.01
Cash – Restricted	-
Cash Overdraft	<u>( 510,131.54)</u>
Total	<u>\$10,294,787.47</u>

**Deposits**

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. 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. At year end, the carrying amount of the City's deposits was \$10,235,462.47, excluding cash on hand, and the respective bank balances totaled \$10,514,272.68. These amounts are exclusive of the pension funds.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 4 - Deposits And Investments (Continued)**

**Deposits (Continued)**

At April 30, 2015, deposits and investments of the City's reporting entity are insured or collateralized with securities held by the pledging financial institution's trust department or agent except for an excess exposure of \$551,992.00 in deposits.

**Investments**

Safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the City's overall portfolio. The objective is to mitigate credit risk and interest rate risk.

As of April 30, 2015, the City had the following investments (\*):

<u>Type Of Investments</u>	<u>Fair Value/ Carrying Amount</u>	<u>Cost</u>	<u>Average Credit Quality/Ratings (1)</u>	<u>Weighted Average Days To Maturity (2)</u>
<u>POOLED INVESTMENTS</u>				
Illinois Funds	\$475,626.62	\$475,626.62	N/A	N/A
<u>NON-POOLED INVESTMENTS</u>				
Money Market Accounts	14,974.65	14,974.65	N/A	N/A
Savings Accounts	79,125.82	79,125.82	N/A	N/A
Certificates Of Deposit	75,928.36	75,928.36	N/A	171.73
Mutual Fund	25,778.53	25,778.53	N/A	N/A

(1) Ratings are provided where applicable to indicate associated credit risk. N/A indicates not applicable.

(2) Interest rate risk is estimated using weighted average days to maturity.

(\*) Pension Fund detail is not included here. It is available upon request.

**Investment Policy**

*Credit risk* is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investing activities are managed under the custody of the City's Treasurer. City funds may be invested in: (1) U.S. government obligations, U.S. government agency obligations and U.S. government instrumentality obligations, which have a liquid market with a readily determinable market value; (2) certificates of deposit, other evidences of interest bearing deposit or any other investments constituting direct obligation, of any bank as defined by the Illinois Banking Act; (3) short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000 if they meet certain standards; and (4) money market mutual funds regulated by the Securities Exchange Commission.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 4 - Deposits And Investments (Continued)**

**Investment Policy (Continued)**

*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 City shall diversify its investment portfolio. Investments shall be diversified to minimize risk of loss resulting from over-concentration in a particular type of security, risk factor, issuer or maturity. Commercial paper shall not exceed 10% of the investment portfolio. Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. At no time will the City's investments exceed 65% of a financial institution's capital and surplus.

**Note 5 - Accounts Receivable**

Accounts receivable of the business-type activities consist of water and sewer fees receivable and utility tax. Accounts receivable (other taxes and fees receivable) of the governmental activities consist of sales tax, TV franchise fee, state income tax, utility tax, magistrate fines, telephone franchise tax, grants, special duty officers, police vehicle replacement, State of IL highway maintenance, hotel/motel taxes, emergency 911 surcharges, and other. Receivables dated at April 30, 2015, are as follows:

<u>Accounts Receivable</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Sales Tax	\$1,364,056.81	\$ -	\$1,364,056.81
TV Franchise Fee	41,620.96	-	41,620.96
State Income Tax	639,289.72	-	639,289.72
Utility Tax	103,220.05	-	103,220.05
Video Gaming Tax	19,645.63	-	19,645.63
Magistrate Fines	7,533.33	-	7,533.33
Telephone Franchise Tax	1,579.66	-	1,579.66
Grants	298,557.89	-	298,557.89
Traffic Light Reimbursement	1,017.59	-	1,017.59
Special Duty Officers	13,274.26	-	13,274.26
Police And Fire Training	2,637.95	-	2,637.95
Hotel/Motel Taxes	51,228.50	-	51,228.50
Emergency 911 Surcharges	25,677.47	-	25,677.47
Other	7,109.00	-	7,109.00
Yard Waste Receivable	10,274.57	-	10,274.57
Water And Sewer	-	1,900,182.20	1,900,182.20
Allowance For Doubtful Accounts	-	( 850,000.00)	( 850,000.00)
Net Accounts Receivable	<u>\$2,586,723.39</u>	<u>\$1,050,182.20</u>	<u>\$3,636,905.59</u>

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 6 - Capital Assets**

Capital asset activity for the year ended April 30, 2015, was as follows:

	Balance At April 30, 2014	Additions	Disposals	Balance At April 30, 2015
Governmental Activities:				
Land	\$13,236,041.39	\$ 541,849.07	\$ -	\$13,777,890.46
Buildings	6,651,651.45	-	-	6,651,651.45
Improvements	3,851,997.41	-	-	3,851,997.41
Machinery And Equipment	7,949,737.36	756,464.06	-	8,706,201.42
Infrastructure	29,047,320.30	3,960,079.95	-	33,007,400.25
Construction-In-Progress	62,475.28	-	62,475.28	-
Totals At Estimated And Historical Cost	\$60,799,223.19	\$ 5,258,393.08	\$ 62,475.28	\$65,995,140.99
Less Accumulated Depreciation				
Buildings	\$ 2,787,068.00	\$ 132,333.00	\$ -	\$ 2,919,401.00
Improvements	1,708,812.00	163,464.00	-	1,872,276.00
Machinery And Equipment	5,689,481.00	671,035.00	-	6,360,516.00
Infrastructure	6,945,059.00	639,339.00	-	7,584,398.00
Total Accumulated Depreciation	\$17,130,420.00	* \$ 1,606,171.00	\$ -	\$18,736,591.00
Governmental Activities Capital Assets, Net	\$43,668,803.19	\$ 3,652,222.08	\$ 62,475.28	\$47,258,549.99
Business-Type Activities:				
Land	\$ 407,740.32	\$ -	\$ -	\$ 407,740.32
Property And Equipment	52,853,709.67	873,214.44	-	53,726,924.11
Construction-In-Progress	14,685.30	197,858.30	-	212,543.60
Totals At Historical Cost	\$53,276,135.29	\$ 1,071,072.74	\$ -	\$54,347,208.03
Less Accumulated Depreciation				
Property And Equipment	22,683,587.10	1,317,349.00	-	24,000,936.10
Business-Type Activities Capital Assets, Net	\$30,592,548.19	\$( 246,276.26)	\$ -	\$30,346,271.93

\* Depreciation expense was charged to governmental activities as follows:

General Government:	
General Government	\$ 76,787.00
Public Safety:	
Police	\$ 92,888.00
Fire	294,068.00
Public Health And Safety	154,984.00
Total Public Safety	\$ 541,940.00
Transportation:	
Streets	\$ 304,924.00
Mini Bus And Taxicab	4,565.00
Total Transportation	\$ 309,489.00
Cultural, Parks And Recreation:	
Parks And Public Buildings	\$ 228,028.00
Tourism	6,790.00
Recreation	19,637.00
Total Cultural, Parks And Recreation	\$ 254,455.00
Community Development	\$ 423,500.00
Total Depreciation Expense	\$1,606,171.00

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 7 - Long-Term Debt**

The reporting entity's long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

**Governmental Activities:**

As of April 30, 2015, the governmental long-term debt of the financial reporting entity consisted of the following:

\$4,100,000.00 general obligation corporate purpose debt certificate (limited tax) Series 2007 provides for retirement of certificates on June 15 of each year in installments of \$410,000.00 through June 15, 2017. Interest is due annually on June 15 of each year at rates of 4.15% to 4.60%.

Balance of \$110,849.26 is included and debt is serviced by Waterworks and Sewerage Fund.

\$ 1,119,150.74

\$2,485,000.00 taxable general obligation (alternate revenue source) Series 2009 Recovery Zone Economic bonds dated January 15, 2010, provides for the retirement of bonds on December 1 of each year in installments from \$120,000.00 to \$255,000.00 from December, 2015 through December, 2028. Interest is due semiannually on June 1 and December 1 of each year starting June 1, 2010, at rates of 4.69% to 6.75%. Bonds are subject to redemption prior to maturity at the option of the City.

2,485,000.00

\$4,494,000.00 general obligation refunding debt certificate (limited tax) Series 2012A provides for retirement of certificates on December 1 of each year in installments of \$642,000.00 plus interest through December 1, 2018. Interest is due on June 1 and December 1 of each year at rates of 1.71% to 2.95%.

Balance of \$1,768,443.60 is included and debt is serviced by Waterworks and Sewerage Fund.

799,556.40

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 7 - Long-Term Debt (Continued)**

Governmental Activities: (Continued)

Installment note for purchase of ambulances	<u>286,486.78</u>
Total Governmental Activity Debt	<u>\$ 4,690,193.92</u>
Current Portion	\$ 772,765.17
Noncurrent Portion	<u>3,917,428.75</u>
Total Governmental Activity Debt	<u>\$ 4,690,193.92</u>

Business-type Activities:

As of April 30, 2015, the long-term debt payable from proprietary fund resources consisted of the following:

Waterworks and sewerage construction loan for improvements to the combined waterworks and sewerage system. The City received loan disbursements from Illinois EPA of \$1,361,458.00 for construction. This loan is payable in payments of principal and interest of \$65,704.30 on October 30, 2007, then payments of \$44,320.43 due April 30 and October 30 starting April 30, 2008 through October 30, 2026. Interest rate of 2.50%.

\$ 881,180.44

Waterworks and sewerage construction loan for improvements to the combined waterworks and sewerage system. The City received loan disbursements from Illinois EPA of \$7,657,790.00 for construction to date. The total approved loan is for \$7,720,293.00 at a 0.00% interest rate. \$1,930,074 of the total loan has been forgiven. This loan is payable in payments of principal of \$140,318.74 semiannually on July 24, 2012 through July 24, 2013, then \$147,410.02 semiannually on January 24, 2014 through July 24, 2031.

4,864,530.72

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 7 - Long-Term Debt (Continued)**

Business-type Activities: (Continued)

\$2,375,000.00 general obligation refunding debt certificate (limited tax) Series 2012B provides for retirement of certificates on December 1 of each year in installments of \$125,000.00 plus interest through December 1, 2030. Interest is due on June 1 and December 1 of each year at rates of 1.71% to 4.30%. Certificates are subject to redemption prior to maturity at the option of the City.

\$ 2,000,000.00

\$3,579,000.00 general obligation debt certificate (limited tax) Series 2013 provides for retirement of certificates on December 1 of each year in installments ranging from \$318,000.00 to \$399,000.00 plus interest through December 1, 2022. Interest is due on June 1 and December 1 of each year at rates of 1.71% to 3.42%. Certificates are subject to redemption prior to maturity at the option of the City.

2,934,000.00

Waterworks and Sewerage share of 2007 debt certificates described in Governmental Activities section of Note 7.

110,849.26

Waterworks and Sewerage share of 2012A debt certificates described in Governmental Activities section of Note 7.

1,768,443.60

Installment note for purchase of Vactor truck.

80,962.51

Total Business-type Activity Debt

\$ 12,639,966.53

Current Portion

\$ 1,336,989.04

Noncurrent Portion

11,302,977.49

Total Business-type Activity Debt

\$ 12,639,966.53



City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 7 - Long-Term Debt (Continued)**

Changes in Long-Term Debt:

The following is a summary of changes in long-term debt for the year ended April 30, 2015:

	Balance May 1, 2014	Additions	Reductions	Balance April 30, 2015	Amounts Due Within One Year
<b>Governmental Activities:</b>					
General Obligation Bonds And Debt Certificates	\$ 5,026,577.84	\$ -	\$ 622,870.70	\$ 4,403,707.14	\$ 692,931.54
Equipment Note/ Lease Purchase	122,487.18	325,796.20	161,796.60	286,486.78	79,833.63
Total	<u>\$ 5,149,065.02</u>	<u>\$325,796.20</u>	<u>\$ 784,667.30</u>	<u>\$ 4,690,193.92</u>	<u>\$ 772,765.17</u>
<b>Business-type Activities:</b>					
General Obligation Debt Certificates And Loans	\$14,027,787.01	\$ -	\$1,468,782.99	\$12,559,004.02	\$1,301,943.01
Equipment Note	114,586.29	-	33,623.78	80,962.51	35,046.03
Total	<u>\$14,142,373.30</u>	<u>\$ -</u>	<u>\$1,502,406.77</u>	<u>\$12,639,966.53</u>	<u>\$1,336,989.04</u>

Annual Debt Service Requirements:

The annual debt service requirements to maturity, including principal and interest, for long-term debt as of April 30, 2015, are as follows:

Year Ending April 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2016	\$ 772,765.17	\$ 224,293.41	\$ 1,336,989.04	\$ 237,934.50
2017	784,415.82	195,733.47	1,348,150.37	209,543.92
2018	790,987.22	165,689.57	1,331,714.23	179,479.20
2019	382,025.71	134,953.84	1,296,160.52	149,258.12
2020	150,000.00	121,970.00	864,851.16	119,551.94
2021-2025	880,000.00	472,322.00	3,666,065.63	341,722.33
2026-2030	930,000.00	159,868.00	2,228,805.46	106,506.03
2031-2032	-	-	567,230.12	5,375.00
	<u>\$4,690,193.92</u>	<u>\$1,474,830.29</u>	<u>\$12,639,966.53</u>	<u>\$1,349,371.04</u>

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 8 - Interfund Transactions And Balances**

Operating Transfers	Transfers In	Transfers Out
Major Governmental	\$1,203,249.00	\$ 492,822.00
Nonmajor Governmental	1,104,625.72	1,936,552.72
Enterprise Funds	121,500.00	-
Fiduciary Funds	-	-
Totals	<u>\$2,429,374.72</u>	<u>\$2,429,374.72</u>

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.

Interfund receivable and payable balances as of April 30, 2015 are as follows:

General Fund:	Due From	Due To
Waterworks And Sewerage	\$ -	\$ 626,643.02
Nonmajor Governmental	18,626.00	-
	<u>\$ 18,626.00</u>	<u>\$ 626,643.02</u>
Waterworks And Sewerage:		
General Fund	\$ 626,643.02	\$ -
Nonmajor Governmental	91,549.00	1,057,361.74
	<u>\$ 718,192.02</u>	<u>\$1,057,361.74</u>
Nonmajor Governmental:		
General	\$ -	\$ 18,626.00
Waterworks And Sewerage	1,057,361.74	71,549.00
Nonmajor	-	20,000.00
	<u>\$1,057,361.74</u>	<u>\$ 110,175.00</u>
Totals	<u>\$1,794,179.76</u>	<u>\$1,794,179.76</u>

Individual fund interfund receivable and payable balances as of April 30, 2015 are as follows:

General Fund:		
Waterworks And Sewerage	\$ -	\$ 626,643.02
Flood Buyout	18,626.00	-
	<u>\$ 18,626.00</u>	<u>\$ 626,643.02</u>
Waterworks And Sewerage:		
General	\$ 626,643.02	\$ -
Growth Impact Fee Fund	71,549.00	-
Enterprise Zone Capital Improvement	-	1,057,361.74
	<u>\$ 698,192.02</u>	<u>\$1,057,361.74</u>
Enterprise Zone Capital Improvement Fund:		
Waterworks And Sewerage	\$1,057,361.74	\$ -
Flood Buyout Fund:		
General Fund	\$ -	\$ 18,626.00
Growth Impact Fee Fund:		
Waterworks And Sewerage	\$ -	\$ 71,549.00

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 8 - Interfund Transactions And Balances (Continued)**

	<u>Due From</u>	<u>Due To</u>
Hotel/Motel Tax Fund: Ottawa Visitors Center	\$ 20,000.00	\$ -
Ottawa Visitors Center: Hotel/Motel Tax Fund	\$ -	\$ 20,000.00
Totals	<u>\$1,794,179.76</u>	<u>\$1,794,179.76</u>

**Note 9 - Segment Information**

The following is a summary of the segment information of the City's enterprise funds:

	<u>Waterworks And Sewerage</u>	<u>Swimming Pool</u>	<u>Canal Rental And Purchase</u>	<u>Events</u>	<u>Total</u>
Operating Revenue	\$ 6,529,853.40	\$ 37,741.10	\$ -	\$ 369,006.89	\$ 6,936,601.39
Depreciation Expense	1,317,349.00	-	-	-	1,317,349.00
Operating Income (Loss)	749,280.75	(116,310.66)	-	( 4,245.03)	628,725.06
Change In Net Pattern	488,811.30	(116,307.20)	10.62	( 2,259.17)	370,255.55
Total Assets	34,139,388.85	23,054.93	382,630.60	63,090.30	34,608,164.68
Net Working Capital	1,292,429.80	22,931.49	46,510.63	61,562.18	1,423,434.10
Debt Certificates	6,813,292.86	-	-	-	6,813,292.86
EPA Loans Payable	5,745,711.16	-	-	-	5,745,711.16
Vactor Truck Loan	80,962.51	-	-	-	80,962.51
Total Equity	19,999,604.27	22,931.49	382,630.60	61,562.18	20,466,728.54

**Note 10 - Pension And Retirement Plan Commitments**

**Illinois Municipal Retirement Fund**

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

*Funding Policy.* As set by statute, your Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City annual required contribution rate for calendar year 2014 was 16.99 percent. The City also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 10 - Pension And Retirement Plan Commitments (Continued)**

**Illinois Municipal Retirement Fund (Continued)**

*Annual Pension Cost.* For the calendar year ending December 31, 2014, the City's actual contributions for the Regular plan were \$573,657.

**Three-Year Trend Information for the Regular Plan**

Calendar Year <u>Ending</u>	Annual Pension <u>Cost (APC)</u>	Percent of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/14	\$573,657	100%	\$ 0
12/31/13	549,750	98	11,507
12/31/12	518,947	93	35,620

The required contribution for 2014 was determined as part of the December 31, 2012, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2012, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of your Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. Your Regular plan's unfunded actuarial accrued liability at December 31, 2012, is being amortized as a level percentage of projected payroll on an open 29 year basis.

*Funded Status and Funding Progress.* As of December 31, 2014, the most recent actuarial valuation date, the Regular plan was 74.40 percent funded. The actuarial accrued liability for benefits was \$8,518,895 and the actuarial value of assets was \$6,338,065, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,180,830. The covered payroll for 2014 (annual payroll of active employees covered by the plan) was \$3,376,440, and the ratio of the UAAL to the covered payroll was 65 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 10 - Pension And Retirement Plan Commitments (Continued)**

**Police Pension Plan**

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by *Illinois Compiled Statutes* and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. The member rate is determined by state statute. The City is required to contribute at an actuarially determined rate.

The City's annual required contribution for the year ended April 30, 2015, was determined as part of the May 1, 2014 actuarial valuation report using the projected unit credit method. Actuarial assumptions included the following:

**Actuarial Methods**

The following methods have been prescribed in accordance with Section 3-125 of the Illinois Pension Code.

Funding method	Projected Unit Credit
Amortization method	Normal cost, plus an additional amount (determined as a level percentage of payroll) to bring the plan's funded ratio to 90% by the end of fiscal year 2040.
Asset valuation method	Investment gains and losses are recognized over a 5-year period.

**Actuarial Assumptions**

Interest rate	6.75%
Interest rate, prior fiscal year	6.75%
Healthy mortality rates	RP-2000 Combined Healthy Mortality, with Blue Collar Adjustment

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 10 - Pension And Retirement Plan Commitments (Continued)**

**Police Pension Plan (Continued)**

**Actuarial Assumptions (Continued)**

Disabled mortality rates	RP-2000 Disabled Retiree Mortality
Decrements other than mortality	Experience tables
Rate of service-related deaths	5%
Rate of service-related disabilities	70%
Salary increases	Service-related table with rates grading from 11% to 4% at 30 years of service
Payroll growth	4.50%
Tier 2 cost-of-living adjustment	1.25%
Marital assumptions	80% of Members are assumed to be married; male spouses are assumed to be 3 years older than female spouses.

The actuarial assumptions used for determining the above amounts are based on experience for all Article 3 funds for the State of Illinois in aggregate, not that of each individual fund.

TREND INFORMATION			
Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed
04/30/2015	\$705,401	\$694,633	98.47%
04/30/2014	605,277	651,722	107.67
04/30/2013	606,654	716,398	118.09

Membership in the plan consisted of the following as of May 1, 2014, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	28
Retirees not yet eligible for benefits	1
Active plan members	35
<b>Total members</b>	<b>64</b>

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 10 - Pension And Retirement Plan Commitments (Continued)**

**Firefighters' Pension Plan**

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits.

Covered employees are required to contribute 9.455% of their base salary to the Firefighter's Pension Plan. The member rate is determined by state statute. The City is required to contribute the remaining amounts necessary to finance the plan at an actuarially determined rate.

The required contribution for the year ended April 30, 2015, was determined as part of the May 1, 2014, actuarial valuation report.

**Actuarial Methods**

The following methods have been prescribed in accordance with Section 4-118 of the Illinois Pension Code.

Funding method	Projected Unit Credit
Amortization method	Normal cost, determined as a level percentage of payroll, plus an additional amount to bring the plan's funded ratio to 90% by the end of fiscal year 2040.
Asset valuation method	Investment gains and losses are recognized over a 5-year period.

**Actuarial Assumptions**

Interest rate	6.75%
Interest rate, prior fiscal year	6.00%
Healthy mortality rates	RP-2000 Combined Healthy Mortality, with Blue Collar Adjustment



City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 10 - Pension And Retirement Plan Commitments (Continued)**

**Firefighters' Pension Plan (Continued)**

**Actuarial Assumptions (Continued)**

Disabled mortality rates	RP-2000 Disabled Retiree Mortality
Decrement other than mortality	Experience tables
Rate of service-related deaths	5%
Rate of service-related disabilities	90%
Salary increases	Service-related table with rates grading from 12% to 4% at 30 years of service
Payroll growth	4.50%
Tier 2 cost-of-living adjustment	1.25%
Marital assumptions	80% of Members are assumed to be married; male spouses are assumed to be 3 years older than female spouses.

The actuarial assumptions used for determining the above amounts are based on experience for all Article 4 funds for the State of Illinois in aggregate, not that of each individual fund.

TREND INFORMATION

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed
04/30/2015	\$891,210	\$989,970	111.08%
04/30/2014	849,859	907,117	106.74
04/30/2013	795,722	863,309	108.49

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 10 - Pension And Retirement Plan Commitments (Continued)**

**Firefighters' Pension Plan (Continued)**

Membership in the plan consisted of the following as of May 1, 2014, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	42
Active vested plan members	13
Active nonvested plan members	<u>15</u>
<b>Total members</b>	<u>70</u>

**457(b) Plan**

The City approved a tax sheltered 457(b) plan on June 19, 2001. Employees make voluntary tax sheltered contributions to this plan. The City makes no contribution.

**Note 11 - Postemployment Benefits**

The City has retiree health and life insurance benefits available. The health insurance has both a self insured component, administered by Blue Cross/Blue Shield, and the Medicare Advantage Plan through AETNA. The Medicare Advantage Plan was implemented on January 1, 2009. Retirees have the option of choosing which plan optimizes their needs. Costs of the self insured plan are shared by percentage dependent upon contracts negotiated for union employees and by Council approval for appointed employees. The City pays 100% of the cost of the Medicare Advantage Plan.

Total cost to the City for the year ended April 30, 2015, was \$699,144.36. Information required by GASB #45 for future cost to the City is not available at this time.

**Note 12 - Risk Management**

The City is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City's risk management activities are recorded in the operating fund responsible for the liability. Significant losses are covered by commercial insurance for all major programs.

**Note 13 - 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.

City Of Ottawa, Illinois  
NOTES TO BASIC FINANCIAL STATEMENTS  
Year Ended April 30, 2015

**Note 14 - 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.

City Of Ottawa, Illinois  
Required Supplementary Information  
Schedule Of Funding Progress  
Illinois Municipal Retirement Fund  
Year Ended April 30, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) --Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/14	\$6,338,065	\$8,518,895	\$2,180,830	74.40%	\$3,376,440	64.59%
12/31/13	7,065,966	8,875,546	1,809,580	79.61	3,196,218	56.62
12/31/12	5,484,019	8,020,162	2,536,143	68.38	3,070,694	82.59

On a market value basis, the actuarial value of assets as of December 31, 2014, is \$7,949,461. On a market basis, the funded ratio would be 93.32%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with City of Ottawa. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

City Of Ottawa, Illinois  
Required Supplementary Information  
Schedule Of Funding Progress  
Police Pension Fund  
Year Ended April 30, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) --Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
04/30/14	\$16,590,184	\$23,407,569	\$6,817,385	70.88%	\$2,323,131	293.46%
04/30/13	15,558,257	21,075,984	5,517,727	73.82	2,267,724	243.32
04/30/12	14,515,856	20,027,630	5,511,774	72.48	2,301,961	239.44

City Of Ottawa, Illinois  
Required Supplementary Information  
Schedule Of Funding Progress  
Firefighters' Pension Fund  
Year Ended April 30, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) --Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
04/30/14	\$13,359,846	\$26,205,315	\$12,845,469	50.98%	\$1,689,214	760.44%
04/30/13	13,029,216	25,285,223	12,256,007	51.53	1,660,351	738.16
04/30/12	12,665,960	23,960,463	11,294,503	52.86	1,514,991	745.52

City Of Ottawa, Illinois  
Required Supplementary Information  
Budgetary Comparison Schedule  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Beginning Budgetary Fund Balance	\$ 2,913,434.27	\$ 2,913,434.27
Resources (Inflows):		
Taxes	10,841,162.00	10,973,464.86
Intergovernmental	1,368,611.00	1,164,331.91
Licenses And Permits	359,893.00	394,964.28
Investment Income	394.00	596.51
Miscellaneous	1,868,395.00	2,197,503.90
Other Financing Sources:		
Transfers From Other Funds	603,249.00	603,249.00
Equipment Loan Proceeds	-	325,830.20
	<hr/>	<hr/>
Amounts Available For Appropriation	\$ 17,955,138.27	\$ 18,573,374.93
	<hr/>	<hr/>
Charges To Appropriations (Outflows):		
Department Of Mayor	\$ 173,537.00	\$ 157,742.40
Department Of Liquor Commissioner	5,900.00	5,899.44
Department Of Fire And Police Commission	9,200.00	6,883.14
Department Of Civil Service Commission	3,600.00	2,570.36
Department Of General Administration	3,647,412.00	3,498,716.86
Department Of Accounts And Finance Commissioner	16,980.00	16,881.66
Community Development Department	1,389,122.00	1,236,715.20
Police Department	3,796,750.00	3,863,647.91
Fire Department	2,774,628.00	3,148,162.28
Department Of Public Health And Safety Commissioner	16,980.00	16,621.62
Department Of Streets	2,140,187.00	2,326,127.92
Department Of Vehicle Maintenance	205,603.00	202,110.23
Department Of Commissioner Of Public Improvements	16,980.00	15,621.13
Department Of Commissioner Of Public Property	16,980.00	15,690.13
Department Of Parks And Public Buildings	1,391,845.00	1,290,579.23
Other Financing Uses:		
Principal Payments – Debt Certificates	50,000.00	50,000.00
Principal Payments – Equipment Loans	80,000.00	61,121.56
Transfers To Other Funds	100,000.00	100,000.00
	<hr/>	<hr/>
Total Charges To Appropriations	\$ 15,835,704.00	\$ 16,015,091.07
	<hr/>	<hr/>
Ending Budgetary Fund Balance	\$ 2,119,434.27	\$ 2,558,283.86
	<hr/>	<hr/>



City Of Ottawa, Illinois  
Combining Balance Sheet  
Nonmajor Governmental Funds  
April 30, 2015

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Nonmajor Capital Projects</u>	<u>Net</u>
<u>ASSETS</u>				
Cash	\$ 2,159,350.96	\$ 164,779.51	\$ 962,691.44	\$ 3,286,821.91
Investments, At Cost	562,675.26	-	-	562,675.26
Receivables:				
Property Taxes	2,038,381.54	-	2,398,920.61	4,437,302.15
Special Assessments	-	-	7,097.12	7,097.12
Notes	68,972.90	-	-	68,972.90
Allotments Due From State Of Illinois	43,650.52	-	-	43,650.52
Hotel/Motel Taxes	51,228.50	-	-	51,228.50
Emergency 911 Surcharges	25,677.47	-	-	25,677.47
Grants	210,878.17	-	-	210,878.17
Other	1,398.00	-	-	1,398.00
Due From Other Funds	20,000.00	-	1,057,361.74	1,077,361.74
Other Assets	5,711.00	-	-	5,711.00
<b>TOTAL ASSETS</b>	<b>\$ 5,187,924.32</b>	<b>\$ 164,779.51</b>	<b>\$ 4,426,070.91</b>	<b>\$ 9,778,774.74</b>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>				
Liabilities:				
Cash Overdraft	\$ 4,728.87	\$ -	\$ 505,402.67	\$ 510,131.54
Accounts Payable	231,438.64	-	7,572.33	239,010.97
Accrued Wages And Taxes	31,082.71	-	-	31,082.71
Due To Other Funds	91,549.00	-	18,626.00	110,175.00
Total Liabilities	\$ 358,799.22	\$ -	\$ 531,601.00	\$ 890,400.22
Deferred Inflows Of Resources:				
Unavailable Revenue	2,038,381.54	-	2,406,017.73	4,444,399.27
Fund Balances:				
Nonspendable	54,813.07	-	7,097.12	61,910.19
Assigned	2,760,260.68	164,779.51	2,003,624.56	4,928,664.75
Unassigned	(24,330.19)	-	(522,269.50)	(546,599.69)
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 5,187,924.32</b>	<b>\$ 164,779.51</b>	<b>\$ 4,426,070.91</b>	<b>\$ 9,778,774.74</b>

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Nonmajor Governmental Funds  
Year Ended April 30, 2015

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Nonmajor Capital Projects</u>	<u>Net</u>
Revenues:				
Property Taxes	\$ 1,972,971.57	\$ -	\$ 2,105,702.49	\$ 4,078,674.06
Replacement Taxes	90,161.12	-	-	90,161.12
Sales Tax	-	-	-	-
Special Assessments	-	-	-	-
Interest On Investments	907.60	31.57	384.21	1,323.38
Interest On Special Assessments	-	-	-	-
Interest On Loans	1,880.86	-	-	1,880.86
Motor Fuel Taxes	459,949.66	-	-	459,949.66
Foreign Fire Insurance Tax	35,744.47	-	-	35,744.47
Hotel/Motel Tax	369,816.52	-	-	369,816.52
Fines, Fees & Expense Reimbursements	13,817.22	-	219,701.80	233,519.02
Fees And Sales Of Concessions	119,048.51	-	986.07	120,034.58
Permits	-	-	532,374.25	532,374.25
911 Emergency Service Surcharge	207,476.71	-	-	207,476.71
Grants	1,098,086.43	-	366,397.49	1,464,483.92
Drug & Task Force Revenue	23,690.79	-	-	23,690.79
Donations	29,518.45	-	-	29,518.45
Growth Impact Fees	67,899.00	-	-	67,899.00
Rents	-	-	154,000.00	154,000.00
Refunds	10,632.31	62,250.04	-	72,882.35
Total Revenues	<u>\$ 4,501,601.22</u>	<u>\$ 62,281.61</u>	<u>\$ 3,379,546.31</u>	<u>\$ 7,943,429.14</u>
Expenditures:				
General Government	\$ 1,649,042.74	\$ -	\$ -	\$ 1,649,042.74
Public Safety	391,642.70	-	-	391,642.70
Transportation	1,583,124.34	-	-	1,583,124.34
Cultural, Parks And Recreation	614,638.36	-	-	614,638.36
Community Development	-	31,125.02	2,395,603.27	2,426,728.29
Debt Service	-	819,625.72	-	819,625.72
Total Expenditures	<u>\$ 4,238,448.14</u>	<u>\$ 850,750.74</u>	<u>\$ 2,395,603.27</u>	<u>\$ 7,484,802.15</u>
Excess (Deficit) Revenues Over Expenditures	\$ 263,153.08	\$ (788,469.13)	\$ 983,943.04	\$ 458,626.99
Other Financing Sources (Uses):				
Transfer From (To) Other Funds	(609,184.00)	819,625.72	(1,042,368.72)	(831,927.00)
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ (346,030.92)	\$ 31,156.59	\$ (58,425.68)	\$ (373,300.01)
Fund Balance, May 1, 2014	3,136,774.48	133,622.92	1,546,877.86	4,817,275.26
Fund Balance, April 30, 2015	<u>\$ 2,790,743.56</u>	<u>\$ 164,779.51</u>	<u>\$ 1,488,452.18</u>	<u>\$ 4,443,975.25</u>

City Of Ottawa, Illinois  
Combining Balance Sheet  
Special Revenue Funds  
April 30, 2015

ASSETS	Crossing Guard	Auditing	Illinois Municipal Retirement	Public Liability Insurance	Motor Fuel Tax
Cash	\$ 7.56	\$ 60,093.96	\$ 66,940.43	\$ 90,379.59	\$ -
Investments, At Cost	-	-	-	-	475,626.62
Receivables:					
Property Taxes	52,692.43	78,656.04	945,112.66	648,087.81	-
Notes	-	-	-	-	-
Allotments Due From State Of Illinois	-	-	-	-	43,650.52
Hotel/Motel Taxes	-	-	-	-	-
Emergency 911 Surcharges	-	-	-	-	-
Grants	-	-	-	-	-
Other	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Other Assets	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 52,699.99</b>	<b>\$ 138,750.00</b>	<b>\$ 1,012,053.09</b>	<b>\$ 738,467.40</b>	<b>\$ 519,277.14</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
Liabilities:					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-	-
Accrued Wages And Taxes	-	-	-	-	-
Due To Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Deferred Inflows Of Resources:					
Unavailable Revenue	52,692.43	78,656.04	945,112.66	648,087.81	-
<b>Fund Balances:</b>					
Nonspendable	-	-	-	-	-
Assigned	7.56	60,093.96	66,940.43	90,379.59	519,277.14
Unassigned	-	-	-	-	-
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 52,699.99</b>	<b>\$ 138,750.00</b>	<b>\$ 1,012,053.09</b>	<b>\$ 738,467.40</b>	<b>\$ 519,277.14</b>

City Of Ottawa, Illinois  
Combining Balance Sheet  
Special Revenue Funds  
April 30, 2015

	Foreign Fire Insurance	Playground And Recreation	Industrial Development Commission	Ottawa Police Dept. Drug Education	Emergency Telephone System Board
<u>ASSETS</u>					
Cash	\$ -	\$ 172,052.78	\$ 28,179.59	\$ 52,574.52	\$ 80,252.66
Investments, At Cost	41,223.64	-	-	-	-
Receivables:					
Property Taxes	-	237,472.12	-	-	-
Notes	-	-	-	-	-
Allotments Due From State Of Illinois	-	-	-	-	-
Hotel/Motel Taxes	-	-	-	-	-
Emergency 911 Surcharges	-	-	-	-	25,677.47
Grants	-	-	-	-	-
Other	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Other Assets	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 41,223.64</b>	<b>\$ 409,524.90</b>	<b>\$ 28,179.59</b>	<b>\$ 52,574.52</b>	<b>\$ 105,930.13</b>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>					
Liabilities:					
Cash Overdraft	\$ 1,424.79	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	25,829.33	-	27.19	3,613.93
Accrued Wages And Taxes	-	464.84	-	-	-
Due To Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 1,424.79</b>	<b>\$ 26,294.17</b>	<b>\$ -</b>	<b>\$ 27.19</b>	<b>\$ 3,613.93</b>
Deferred Inflows Of Resources:					
Unavailable Revenue	-	237,472.12	-	-	-
<b>Fund Balances:</b>					
Nonspendable	-	-	-	-	-
Assigned	39,798.85	145,758.61	28,179.59	52,547.33	102,316.20
Unassigned	-	-	-	-	-
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 41,223.64</b>	<b>\$ 409,524.90</b>	<b>\$ 28,179.59</b>	<b>\$ 52,574.52</b>	<b>\$ 105,930.13</b>

City Of Ottawa, Illinois  
Combining Balance Sheet  
Special Revenue Funds  
April 30, 2015

	Fire Dept. <u>First Aid</u>	Community Development Revolving <u>Loan</u>	Ottawa Police Dept. <u>Fed. Drug</u>	Main St. <u>Loan</u>	Ottawa Is <u>Blooming</u>
<u>ASSETS</u>					
Cash	\$ 5,990.21	\$ 482,768.18	\$ 8,912.31	\$ 25,694.57	\$ 4,193.69
Investments, At Cost	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Notes	-	47,808.97	-	21,163.93	-
Allotments Due From State Of Illinois	-	-	-	-	-
Hotel/Motel Taxes	-	-	-	-	-
Emergency 911 Surcharges	-	-	-	-	-
Grants	-	-	-	-	-
Other	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Other Assets	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 5,990.21</b>	<b>\$ 530,577.15</b>	<b>\$ 8,912.31</b>	<b>\$ 46,858.50</b>	<b>\$ 4,193.69</b>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>					
Liabilities:					
Cash Overdraft	\$ -	-	\$ -	-	\$ -
Accounts Payable	-	-	-	-	-
Accrued Wages And Taxes	-	-	-	-	-
Due To Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Deferred Inflows Of Resources:					
Unavailable Revenue	-	-	-	-	-
<b>Fund Balances:</b>					
Nonspendable	-	43,801.90	-	11,011.17	-
Assigned	5,990.21	486,775.25	8,912.31	35,847.33	4,193.69
Unassigned	-	-	-	-	-
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 5,990.21</b>	<b>\$ 530,577.15</b>	<b>\$ 8,912.31</b>	<b>\$ 46,858.50</b>	<b>\$ 4,193.69</b>

City Of Ottawa, Illinois  
Combining Balance Sheet  
Special Revenue Funds  
April 30, 2015

	Ottawa Police Dept. <u>Drug Lab</u>	Ottawa Police Dept. <u>DUI</u>	Growth <u>Impact Fee</u>	<u>Garbage</u>	<u>Lease</u>	Street <u>Lighting</u>
<u>ASSETS</u>						
Cash	\$ 2,758.11	\$ 25,158.11	\$ 298,391.12	\$ 203,584.53	\$ 97,818.92	\$ -
Investments, At Cost	-	-	-	-	-	-
Receivables:						
Property Taxes	-	-	-	-	-	76,360.48
Notes	-	-	-	-	-	-
Allotments Due From State Of Illinois	-	-	-	-	-	-
Hotel/Motel Taxes	-	-	-	-	-	-
Emergency 911 Surcharges	-	-	-	-	-	-
Grants	-	-	-	-	-	-
Other	-	-	-	-	-	-
Due From Other Funds	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 2,758.11</b>	<b>\$ 25,158.11</b>	<b>\$ 298,391.12</b>	<b>\$ 203,584.53</b>	<b>\$ 97,818.92</b>	<b>\$ 76,360.48</b>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>						
Liabilities:						
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,304.08
Accounts Payable	-	-	-	1,896.10	-	21,026.11
Accrued Wages And Taxes	-	-	-	-	-	-
Due To Other Funds	-	-	71,549.00	-	-	-
Total Liabilities	\$ -	\$ -	\$ 71,549.00	\$ 1,896.10	\$ -	\$ 24,330.19
Deferred Inflows Of Resources:						
Unavailable Revenue	-	-	-	-	-	76,360.48
Fund Balances:						
Nonspendable	-	-	-	-	-	-
Assigned	2,758.11	25,158.11	226,842.12	201,688.43	97,818.92	-
Unassigned	-	-	-	-	-	(24,330.19)
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 2,758.11</b>	<b>\$ 25,158.11</b>	<b>\$ 298,391.12</b>	<b>\$ 203,584.53</b>	<b>\$ 97,818.92</b>	<b>\$ 76,360.48</b>

City Of Ottawa, Illinois  
Combining Balance Sheet  
Special Revenue Funds  
April 30, 2015

<u>ASSETS</u>		<u>NCAI</u>	<u>Public Benefit</u>	<u>Hotel/Motel Tax</u>	<u>Ottawa Visitors Center</u>	<u>Total</u>
Cash		\$ 257,255.16	\$ 71,290.68	\$ 119,119.28	\$ 5,935.00	\$ 2,159,350.96
Investments, At Cost		-	-	-	45,825.00	562,675.26
Receivables:						
Property Taxes		-	-	-	-	2,038,381.54
Notes		-	-	-	-	68,972.90
Allotments Due From State Of Illinois		-	-	-	-	43,650.52
Hotel/Motel Taxes		-	-	51,228.50	-	51,228.50
Emergency 911 Surcharges		-	-	-	-	25,677.47
Grants		210,878.17	-	-	-	210,878.17
Other		-	-	-	1,398.00	1,398.00
Due From Other Funds		-	-	20,000.00	-	20,000.00
Other Assets		-	-	-	5,711.00	5,711.00
<b>TOTAL ASSETS</b>		<b>\$ 468,133.33</b>	<b>\$ 71,290.68</b>	<b>\$ 190,347.78</b>	<b>\$ 58,869.00</b>	<b>\$ 5,187,924.32</b>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

Liabilities:						
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	4,728.87
Accounts Payable	173,249.40	-	-	16.58	5,780.00	231,438.64
Accrued Wages And Taxes	5,352.87	-	-	-	25,265.00	31,082.71
Due To Other Funds	-	-	-	-	20,000.00	91,549.00
<b>Total Liabilities</b>	<b>\$ 178,602.27</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 16.58</b>	<b>\$ 51,045.00</b>	<b>\$ 358,799.22</b>
Deferred Inflows Of Resources:						
Unavailable Revenue	-	-	-	-	-	2,038,381.54
Fund Balances:						
Nonspendable	-	-	-	-	-	54,813.07
Assigned	289,531.06	71,290.68	190,331.20	7,824.00	2,760,260.68	
Unassigned	-	-	-	-	-	(24,330.19)
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 468,133.33</b>	<b>\$ 71,290.68</b>	<b>\$ 190,347.78</b>	<b>\$ 58,869.00</b>	<b>\$ 5,187,924.32</b>	

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Special Revenue Funds  
Year Ended April 30, 2015

	Crossing Guard	Auditing	Illinois Municipal Retirement	Public Liability Insurance	Motor Fuel Tax
Revenues:					
Property Taxes	\$ 49,579.57	\$ 74,000.93	\$ 883,826.56	\$ 656,876.47	\$ -
Replacement Taxes	-	-	90,161.12	-	-
Interest On Investments	4.71	17.18	40.43	44.25	74.62
Interest On Loans	-	-	-	-	-
Motor Fuel Taxes	-	-	-	-	459,949.66
Foreign Fire Insurance Tax	-	-	-	-	-
Hotel/Motel Tax	-	-	-	-	-
Fines, Fees And Expense Reimbursements	-	-	-	-	-
Fees And Sales Of Concessions	-	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-	-
Grants	-	-	-	-	162,624.00
Drug And Task Force Revenue	-	-	-	-	-
Donations	-	-	-	-	-
Growth Impact Fees	-	-	-	-	-
Other Income	-	-	-	-	-
Total Revenues	\$ 49,584.28	\$ 74,018.11	\$ 974,028.11	\$ 656,920.72	\$ 622,648.28
Expenditures:					
General Government	-	\$ 58,000.00	\$ 892,892.26	\$ 538,775.41	\$ -
Public Safety	49,579.57	-	-	-	-
Transportation	-	-	-	-	550,000.00
Cultural, Parks And Recreation	-	-	-	-	-
Total Expenditures	\$ 49,579.57	\$ 58,000.00	\$ 892,892.26	\$ 538,775.41	\$ 550,000.00
Excess (Deficit) Revenues Over Expenditures	\$ 4.71	\$ 16,018.11	\$ 81,135.85	\$ 118,145.31	\$ 72,648.28
Other Financing Sources (Uses):					
Transfer From (To) Other Funds	-	-	-	-	-
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses	\$ 4.71	\$ 16,018.11	\$ 81,135.85	\$ 118,145.31	\$ 72,648.28
Fund Balance, May 1, 2014	2.85	44,075.85	(14,195.42)	(27,765.72)	446,628.86
Fund Balance, April 30, 2015	\$ 7.56	\$ 60,093.96	\$ 66,940.43	\$ 90,379.59	\$ 519,277.14



City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Special Revenue Funds  
Year Ended April 30, 2015

	Foreign Fire Insurance	Playground And Recreation	Industrial Development Commission	Ottawa Police Dept. Drug Education	Emergency Telephone System Board
Revenues:					
Property Taxes	\$ -	\$ 236,845.03	\$ -	\$ -	\$ -
Replacement Taxes	-	-	-	-	-
Interest On Investments	115.06	43.22	6.88	17.06	25.37
Interest On Loans	-	-	-	-	-
Motor Fuel Taxes	-	-	-	-	-
Foreign Fire Insurance Tax	35,744.47	-	-	-	-
Hotel/Motel Tax	-	-	-	-	-
Fines, Fees And Expense Reimbursements	-	-	-	-	-
Fees And Sales Of Concessions	-	79,682.28	-	-	-
911 Emergency Service Surcharge	-	-	-	-	207,476.71
Grants	-	-	-	-	-
Drug And Task Force Revenue	-	-	-	23,690.79	-
Donations	-	4,700.00	-	2,327.30	-
Growth Impact Fees	-	-	-	-	-
Other Income	-	-	-	-	-
Total Revenues	\$ 35,859.53	\$ 321,270.53	\$ 6.88	\$ 26,035.15	\$ 207,502.08
Expenditures:					
General Government	\$ -	\$ -	\$ 5,000.00	\$ -	\$ -
Public Safety	35,022.84	-	-	55,148.29	251,892.00
Transportation	-	-	-	-	-
Cultural, Parks And Recreation	-	282,545.34	-	-	-
Total Expenditures	\$ 35,022.84	\$ 282,545.34	\$ 5,000.00	\$ 55,148.29	\$ 251,892.00
Excess (Deficit) Revenues Over Expenditures	\$ 836.69	\$ 38,725.19	\$ (4,993.12)	\$ (29,113.14)	\$ (44,389.92)
Other Financing Sources (Uses):					
Transfer From (To) Other Funds	-	(40,000.00)	-	-	-
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses	\$ 836.69	\$ (1,274.81)	\$ (4,993.12)	\$ (29,113.14)	\$ (44,389.92)
Fund Balance, May 1, 2014	38,962.16	147,033.42	33,172.71	81,660.47	146,706.12
Fund Balance, April 30, 2015	\$ 39,798.85	\$ 145,758.61	\$ 28,179.59	\$ 52,547.33	\$ 102,316.20

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Special Revenue Funds  
Year Ended April 30, 2015

	Fire Dept. First Aid	Community Development Revolving Loan	Ottawa Police Dept. Fed. Drug	Main St. Loan	Ottawa Is Bloomington
Revenues:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Replacement Taxes	-	-	-	-	-
Interest On Investments	1,10	144,05	2,03	4,88	0,75
Interest On Loans	-	1,368,53	-	512,33	-
Motor Fuel Taxes	-	-	-	-	-
Foreign Fire Insurance Tax	-	-	-	-	-
Hotel/Motel Tax	-	-	-	-	-
Fines, Fees And Expense Reimbursements	-	-	-	-	-
Fees And Sales Of Concessions	-	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-	-
Grants	-	-	-	-	-
Drug And Task Force Revenue	-	-	-	-	-
Donations	1,928,00	-	-	-	7,150,00
Growth Impact Fees	-	-	-	-	-
Other Income	-	-	-	-	2,177,66
Total Revenues	\$ 1,929,10	\$ 1,512,58	\$ 2,03	\$ 517,21	\$ 9,328,41
Expenditures:					
General Government	\$ -	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-	-
Transportation	-	-	-	-	-
Cultural, Parks And Recreation	-	-	-	-	5,134,72
Total Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 5,134,72
Excess (Deficit) Revenues Over Expenditures	\$ 1,929,10	\$ 1,512,58	\$ 2,03	\$ 517,21	\$ 4,193,69
Other Financing Sources (Uses):					
Transfer From (To) Other Funds	-	-	-	-	-
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses	\$ 1,929,10	\$ 1,512,58	\$ 2,03	\$ 517,21	\$ 4,193,69
Fund Balance, May 1, 2014	4,061,11	529,064,57	8,910,28	46,341,29	-
Fund Balance, April 30, 2015	\$ 5,990,21	\$ 530,577,15	\$ 8,912,31	\$ 46,858,50	\$ 4,193,69

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Special Revenue Funds  
Year Ended April 30, 2015

	Ottawa Police Dept. Drug Lab	Ottawa Police Dept. DUI	Growth Impact Fee	Garbage	Lease	Street Lighting
Revenues:						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,843.01
Replacement Taxes	-	-	-	-	-	-
Interest On Investments	0.65	4.27	139.22	48.91	21.69	6.79
Interest On Loans	-	-	-	-	-	-
Motor Fuel Taxes	-	-	-	-	-	-
Foreign Fire Insurance Tax	-	-	-	-	-	-
Hotel/Motel Tax	-	-	-	-	-	-
Fines, Fees And Expense Reimbursements	-	13,817.22	-	-	-	-
Fees And Sales Of Concessions	-	-	-	-	-	-
911 Emergency Service Surcharge	-	-	-	-	-	-
Grants	-	-	-	-	58,000.00	-
Drug And Task Force Revenue	-	-	-	-	-	-
Donations	-	-	-	-	-	-
88 Growth Impact Fees	-	-	67,899.00	-	-	-
89 Other Income	-	-	-	-	-	-
Total Revenues	\$ 0.65	\$ 13,821.49	\$ 68,038.22	\$ 48.91	\$ 58,021.69	\$ 71,849.80
Expenditures:						
General Government	\$ -	\$ -	\$ 12,000.00	\$ 23,414.89	\$ 2,558.50	\$ 116,401.68
Public Safety	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Cultural, Parks And Recreation	-	-	-	-	-	-
Total Expenditures	\$ -	\$ -	\$ 12,000.00	\$ 23,414.89	\$ 2,558.50	\$ 116,401.68
Excess (Deficit) Revenues Over Expenditures	\$ 0.65	\$ 13,821.49	\$ 56,038.22	\$ (23,365.98)	\$ 55,463.19	\$ (44,551.88)
Other Financing Sources (Uses):						
Transfer From (To) Other Funds	-	-	(547,684.00)	-	-	-
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses	\$ 0.65	\$ 13,821.49	\$ (491,645.78)	\$ (23,365.98)	\$ 55,463.19	\$ (44,551.88)
Fund Balance, May 1, 2014	2,757.46	11,336.62	718,487.90	225,054.41	42,355.73	20,221.69
Fund Balance, April 30, 2015	\$ 2,758.11	\$ 25,158.11	\$ 226,842.12	\$ 201,688.43	\$ 97,818.92	\$ (24,330.19)

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Special Revenue Funds  
Year Ended April 30, 2015

	<u>NCAT</u>	<u>Public Benefit</u>	<u>Hotel/ Motel Tax</u>	<u>Ottawa Visitors Center</u>	<u>Total</u>
Revenues:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,972,971.57
Replacement Taxes	-	-	-	-	90,161.12
Interest On Investments	78.46	16.28	22.74	27.00	907.60
Interest On Loans	-	-	-	-	1,880.86
Motor Fuel Taxes	-	-	-	-	459,949.66
Foreign Fire Insurance Tax	-	-	-	-	35,744.47
Hotel/Motel Tax	-	-	369,816.52	-	369,816.52
Fines, Fees And Expense Reimbursements	-	-	-	-	13,817.22
Fees And Sales Of Concessions	36,717.23	-	-	2,649.00	119,048.51
911 Emergency Service Surcharge	-	-	-	-	207,476.71
Grants	863,962.43	-	-	13,500.00	1,098,086.43
Drug And Task Force Revenue	-	-	-	-	23,690.79
Donations	13,413.15	-	-	-	29,518.45
Growth Impact Fees	-	-	-	-	67,899.00
Other Income	8,151.65	-	-	303.00	10,632.31
Total Revenues	\$ 922,322.92	\$ 16.28	\$ 369,839.26	\$ 16,479.00	\$ 4,501,601.22
Expenditures:					
General Government	\$ -	\$ -	\$ -	\$ -	\$ 1,649,042.74
Public Safety	-	-	-	-	391,642.70
Transportation	1,033,124.34	-	-	-	1,583,124.34
Cultural, Parks And Recreation	-	-	28,678.30	298,280.00	614,638.36
Total Expenditures	\$ 1,033,124.34	\$ -	\$ 28,678.30	\$ 298,280.00	\$ 4,238,448.14
Excess (Deficit) Revenues Over Expenditures	\$ (110,801.42)	\$ 16.28	\$ 341,160.96	\$ (281,801.00)	\$ 263,153.08
Other Financing Sources (Uses):					
Transfer From (To) Other Funds	-	-	(266,500.00)	245,000.00	(609,184.00)
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses	\$ (110,801.42)	\$ 16.28	\$ 74,660.96	\$ (36,801.00)	\$ (346,030.92)
Fund Balance, May 1, 2014	400,332.48	71,274.40	115,670.24	44,625.00	3,136,774.48
Fund Balance, April 30, 2015	\$ 289,531.06	\$ 71,290.68	\$ 190,331.20	\$ 7,824.00	\$ 2,790,743.56

City Of Ottawa, Illinois  
Combining Balance Sheet  
Debt Service Funds  
April 30, 2015

	Series 2007	Series 2009	Series 2012	
	Debt Certificate	Recovery Zone	Debt Certificate	
	Bond And	Economic	Bond And	
	<u>Interest</u>	<u>Bond And</u>	<u>Interest</u>	<u>Total</u>
		<u>Interest</u>		
<u>ASSETS</u>				
Cash	\$ 21,647.27	\$ 143,132.24	\$ -	\$ 164,779.51
TOTAL ASSETS	\$ 21,647.27	\$ 143,132.24	\$ -	\$ 164,779.51
<u>LIABILITIES AND</u>				
<u>FUND BALANCES</u>				
Liabilities	\$ -	\$ -	\$ -	\$ -
Fund Balances:				
Assigned	21,647.27	143,132.24	-	164,779.51
TOTAL LIABILITIES AND				
FUND BALANCES	\$ 21,647.27	\$ 143,132.24	\$ -	\$ 164,779.51

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures  
And Changes In Fund Balances  
Debt Service Funds  
Year Ended April 30, 2015

	Series 2007	Series 2009	Series 2012	
	Debt Certificate	Recovery Zone	Debt Certificate	
	Bond And	Economic	Bond And	
	<u>Interest</u>	<u>Bond And</u>	<u>Interest</u>	<u>Total</u>
Revenues:				
Interest	\$ 2.51	\$ 29.06	\$ -	\$ 31.57
Rebate	-	62,250.04	-	62,250.04
Total Revenues	\$ 2.51	\$ 62,279.10	\$ -	\$ 62,281.61
Expenditures:				
Principal Retirement	\$ 373,050.10	\$ -	\$ 199,874.00	\$ 572,924.10
Interest	67,521.90	149,227.00	29,952.72	246,701.62
Reimbursed Expenses	-	31,125.02	-	31,125.02
Total Expenditures	\$ 440,572.00	\$ 180,352.02	\$ 229,826.72	\$ 850,750.74
Excess (Deficit) Revenues Over Expenditures	\$ (440,569.49)	\$ (118,072.92)	\$ (229,826.72)	\$ (788,469.13)
Other Financing Sources (Uses):				
Operating Transfers In (Out)	440,572.00	149,227.00	229,826.72	819,625.72
Excess Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 2.51	\$ 31,154.08	\$ -	\$ 31,156.59
Fund Balances:				
May 1, 2014	21,644.76	111,978.16	-	133,622.92
April 30, 2015	\$ 21,647.27	\$ 143,132.24	\$ -	\$ 164,779.51

City Of Ottawa, Illinois  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
April 30, 2015

	East Tax Increment Financing District	Downtown Tax Increment Financing District	Canal Tax Increment Financing District
<u>ASSETS</u>			
Cash	\$ 59,598.55	\$ 245,112.92	\$ -
Receivables:			
Property Taxes	622,500.30	308,091.68	696,490.61
Special Assessments	-	-	-
Due From Other Funds	-	-	-
	<hr/>		
TOTAL ASSETS	\$ 682,098.85	\$ 553,204.60	\$ 696,490.61
<hr/>			
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>			
Liabilities:			
Cash Overdraft	\$ -	\$ -	\$ 505,402.67
Accounts Payable	3,015.00	515.00	910.36
Due To Other Funds	-	-	-
Total Liabilities	\$ 3,015.00	\$ 515.00	\$ 506,313.03
<hr/>			
Deferred Inflows Of Resources:			
Unavailable Revenue	\$ 622,500.30	\$ 308,091.68	\$ 696,490.61
<hr/>			
Fund Balances:			
Assigned	\$ 56,583.55	\$ 244,597.92	\$ -
Unassigned	-	-	(506,313.03)
Total Fund Balances	\$ 56,583.55	\$ 244,597.92	\$ (506,313.03)
<hr/>			
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 682,098.85	\$ 553,204.60	\$ 696,490.61
<hr/>			

City Of Ottawa, Illinois  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
April 30, 2015

	Dayton Tax Increment Financing District	I-80 Commercial Tax Increment Financing District	Enterprise Zone Capital Improvement
<u>ASSETS</u>			
Cash	\$ 49,034.31	\$ 42,047.80	\$ 429,425.89
Receivables:			
Property Taxes	676,559.33	95,278.69	-
Special Assessments	-	-	-
Due From Other Funds	-	-	1,057,361.74
	<hr/>		
TOTAL ASSETS	\$ 725,593.64	\$ 137,326.49	\$ 1,486,787.63
<hr/>			
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>			
Liabilities:			
Cash Overdraft	\$ -	\$ -	\$ -
Accounts Payable	15.00	3,116.97	-
Due To Other Funds	-	-	-
Total Liabilities	\$ 15.00	\$ 3,116.97	\$ -
	<hr/>		
Deferred Inflows Of Resources:			
Unavailable Revenue	\$ 676,559.33	\$ 95,278.69	\$ -
	<hr/>		
Fund Balances:			
Assigned	\$ 49,019.31	\$ 38,930.83	\$ 1,486,787.63
Unassigned	-	-	-
Total Fund Balances	\$ 49,019.31	\$ 38,930.83	\$ 1,486,787.63
	<hr/>		
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 725,593.64	\$ 137,326.49	\$ 1,486,787.63
	<hr/>		



City Of Ottawa, Illinois  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
April 30, 2015

	Flood Buyout	Bellevue Ave. Roadway	Total
<u>ASSETS</u>			
Cash	\$ 2,669.53	\$ 134,802.44	\$ 962,691.44
Receivables:			
Property Taxes	-	-	2,398,920.61
Special Assessments	-	7,097.12	7,097.12
Due From Other Funds	-	-	1,057,361.74
	<hr/>		
TOTAL ASSETS	\$ 2,669.53	\$ 141,899.56	\$ 4,426,070.91
<hr/>			
<u>LIABILITIES, DEFERRED</u>			
<u>INFLOWS OF RESOURCES,</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Cash Overdraft	\$ -	\$ -	\$ 505,402.67
Accounts Payable	-	-	7,572.33
Due To Other Funds	18,626.00	-	18,626.00
Total Liabilities	\$ 18,626.00	\$ -	\$ 531,601.00
	<hr/>		
Deferred Inflows Of Resources:			
Unavailable Revenue	\$ -	\$ 7,097.12	\$ 2,406,017.73
	<hr/>		
Fund Balances:			
Assigned	\$ -	\$ 134,802.44	\$ 2,010,721.68
Unassigned	(15,956.47)	-	(522,269.50)
Total Fund Balances	\$ (15,956.47)	\$ 134,802.44	\$ 1,488,452.18
	<hr/>		
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 2,669.53	\$ 141,899.56	\$ 4,426,070.91

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Nonmajor Capital Projects Funds  
Year Ended April 30, 2015

	East Tax Increment Financing <u>District</u>	Downtown Tax Increment Financing <u>District</u>	Canal Tax Increment Financing <u>District</u>
Revenues:			
Property Taxes	\$ 614,790.80	\$ 299,839.76	\$ 524,895.74
Special Assessments	-	-	-
Interest On Special Assessments	-	-	-
Interest	56.42	65.96	11.38
Grants	64,492.28	108,056.00	-
Rents	-	-	-
Fees	-	-	-
Reimbursed Expenses	-	1,500.00	218,201.80
Permits	-	-	-
Total Revenues	<u>\$ 679,339.50</u>	<u>\$ 409,461.72</u>	<u>\$ 743,108.92</u>
Expenditures:			
Capital Projects:			
Construction	\$ 1,689.79	\$ 224,054.50	\$ 39,519.97
Purchase Of Property And Equipment	-	36,022.30	-
Contractual Services	141,501.86	29,261.99	30,842.30
Reimbursed Taxes	180,519.84	68,814.57	386,366.87
Total Expenditures	<u>\$ 323,711.49</u>	<u>\$ 358,153.36</u>	<u>\$ 456,729.14</u>
Excess (Deficit) Revenues Over Expenditures	\$ 355,628.01	\$ 51,308.36	\$ 286,379.78
Other Financing Sources (Uses):			
Operating Transfers In	-	-	-
Operating Transfers Out	(303,315.00)	-	(307,277.62)
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 52,313.01	\$ 51,308.36	\$ (20,897.84)
Fund Balances:			
May 1, 2014	4,270.54	193,289.56	(485,415.19)
April 30, 2015	<u>\$ 56,583.55</u>	<u>\$ 244,597.92</u>	<u>\$ (506,313.03)</u>

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Nonmajor Capital Projects Funds  
Year Ended April 30, 2015

		I-80	
	Dayton Tax Increment Financing <u>District</u>	Commercial Tax Increment Financing <u>District</u>	Enterprise Zone Capital <u>Improvement</u>
Revenues:			
Property Taxes	\$ 666,176.19	\$ -	\$ -
Special Assessments	-	-	-
Interest On Special Assessments	-	-	-
Interest	53.47	15.67	148.92
Grants	-	-	-
Rents	-	-	154,000.00
Fees	-	-	986.07
Reimbursed Expenses	-	-	-
Permits	-	-	532,374.25
Total Revenues	<u>\$ 666,229.66</u>	<u>\$ 15.67</u>	<u>\$ 687,509.24</u>
Expenditures:			
Capital Projects:			
Construction	\$ 5,756.34	\$ -	\$ -
Purchase Of Property And Equipment	-	-	465,981.50
Contractual Services	11,563.97	3,266.97	22,454.94
Reimbursed Taxes	546,923.37	45,056.90	-
Total Expenditures	<u>\$ 564,243.68</u>	<u>\$ 48,323.87</u>	<u>\$ 488,436.44</u>
Excess (Deficit) Revenues Over Expenditures	\$ 101,985.98	\$ (48,308.20)	\$ 199,072.80
Other Financing Sources (Uses):			
Operating Transfers In	-	-	40,000.00
Operating Transfers Out	(71,776.10)	-	(400,000.00)
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 30,209.88	\$ (48,308.20)	\$ (160,927.20)
Fund Balances:			
May 1, 2014	<u>18,809.43</u>	<u>87,239.03</u>	<u>1,647,714.83</u>
April 30, 2015	<u><u>\$ 49,019.31</u></u>	<u><u>\$ 38,930.83</u></u>	<u><u>\$ 1,486,787.63</u></u>

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Nonmajor Capital Projects Funds  
Year Ended April 30, 2015

	<u>Flood Buyout</u>	<u>Bellevue Ave. Roadway</u>	<u>Total</u>
Revenues:			
Property Taxes	\$ -	\$ -	\$ 2,105,702.49
Special Assessments	-	-	-
Interest On Special Assessments	-	-	-
Interest	1.61	30.78	384.21
Grants	193,849.21	-	366,397.49
Rents	-	-	154,000.00
Fees	-	-	986.07
Reimbursed Expenses	-	-	219,701.80
Permits	-	-	532,374.25
Total Revenues	<u>\$ 193,850.82</u>	<u>\$ 30.78</u>	<u>\$ 3,379,546.31</u>
Expenditures:			
Capital Projects:			
Construction	\$ -	\$ -	\$ 271,020.60
Purchase Of Property And Equipment	-	-	502,003.80
Contractual Services	156,005.29	-	394,897.32
Reimbursed Taxes	-	-	1,227,681.55
Total Expenditures	<u>\$ 156,005.29</u>	<u>\$ -</u>	<u>\$ 2,395,603.27</u>
Excess (Deficit) Revenues Over Expenditures	\$ 37,845.53	\$ 30.78	\$ 983,943.04
Other Financing Sources (Uses):			
Operating Transfers In	-	-	40,000.00
Operating Transfers Out	-	-	(1,082,368.72)
Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses)	\$ 37,845.53	\$ 30.78	\$ (58,425.68)
Fund Balances:			
May 1, 2014	<u>(53,802.00)</u>	<u>134,771.66</u>	<u>1,546,877.86</u>
April 30, 2015	<u>\$ (15,956.47)</u>	<u>\$ 134,802.44</u>	<u>\$ 1,488,452.18</u>

City Of Ottawa, Illinois  
Combining Statement Of Net Position  
Proprietary Funds  
April 30, 2015

	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Events	Total
<u>ASSETS</u>					
Current Assets:					
Cash	\$ 2,375,428.62	\$ 23,054.93	\$ 46,510.63	\$ 33,511.77	\$ 2,478,505.95
Investments	5,434.05	-	-	25,778.53	31,212.58
Water And Sewer Receivable	1,050,182.20	-	-	-	1,050,182.20
Prepaid Expense	-	-	-	3,800.00	3,800.00
Due From General Corporate Fund	626,643.02	-	-	-	626,643.02
Due From Growth Impact Fee Fund	71,549.00	-	-	-	71,549.00
Total Current Assets	\$ 4,129,236.89	\$ 23,054.93	\$ 46,510.63	\$ 63,090.30	\$ 4,261,892.75
Restricted Assets:					
Cash - Unspent Debt Proceeds	\$ -	\$ -	\$ -	\$ -	\$ -
Total Restricted Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Property And Equipment, Net Of Accumulated Depreciation	\$ 29,797,608.36	\$ -	\$ 336,119.97	\$ -	\$ 30,133,728.33
Construction In Progress	\$ 212,543.60	\$ -	\$ -	\$ -	\$ 212,543.60
Total Assets	\$ 34,139,388.85	\$ 23,054.93	\$ 382,630.60	\$ 63,090.30	\$ 34,608,164.68

City Of Ottawa, Illinois  
Combining Statement Of Net Position  
Proprietary Funds  
April 30, 2015

	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Events	Total
<u>LIABILITIES</u>					
Current Liabilities:					
Accounts Payable	\$ 331,229.86	\$ 123.44	\$ -	\$ 1,528.12	\$ 332,881.42
Accrued Salaries	20,283.82	-	-	-	20,283.82
Interest Payable	90,942.63	-	-	-	90,942.63
Current Portion - EPA Loans Payable	361,847.71	-	-	-	361,847.71
Current Portion - Debt Certificates	940,095.30	-	-	-	940,095.30
Current Portion - Vactor Truck Loan	35,046.03	-	-	-	35,046.03
Due To EZ Capital Improvement Fund	1,057,361.74	-	-	-	1,057,361.74
Total Current Liabilities	\$ 2,836,807.09	\$ 123.44	\$ -	\$ 1,528.12	\$ 2,838,458.65
Noncurrent Liabilities:					
EPA Loans Payable	\$ 5,383,863.45	\$ -	\$ -	\$ -	\$ 5,383,863.45
Debt Certificates	5,873,197.56	-	-	-	5,873,197.56
Vactor Truck Loan	45,916.48	-	-	-	45,916.48
Total Noncurrent Liabilities	\$ 11,302,977.49	\$ -	\$ -	\$ -	\$ 11,302,977.49
Total Liabilities	\$ 14,139,784.58	\$ 123.44	\$ -	\$ 1,528.12	\$ 14,141,436.14
<u>NET POSITION</u>					
Invested In Capital Assets,					
Net Of Related Debt	\$ 17,370,185.43	\$ -	\$ 336,119.97	\$ -	\$ 17,706,305.40
Restricted					
Unrestricted	2,629,418.84	22,931.49	46,510.63	61,562.18	2,760,423.14
TOTAL NET POSITION	\$ 19,999,604.27	\$ 22,931.49	\$ 382,630.60	\$ 61,562.18	\$ 20,466,728.54

City Of Ottawa, Illinois  
Combining Statement Of Revenues, Expenses  
And Changes In Fund Net Position  
Proprietary Funds  
Year Ended April 30, 2015

	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Events	Total
Operating Revenues					
Charges For Services	\$ 6,395,748.20	\$ -	\$ -	\$ -	\$ 6,395,748.20
Gate Receipts And Concessions	-	37,445.10	-	-	37,445.10
Rents	-	-	-	-	-
Events Revenues	-	-	-	369,006.89	369,006.89
Grants And Other	134,105.20	296.00	-	-	134,401.20
Total Operating Revenues	\$ 6,529,853.40	\$ 37,741.10	\$ -	\$ 369,006.89	\$ 6,936,601.39
Operating Expenses					
Payroll And Benefits	\$ 1,155,264.97	\$ 70,544.56	\$ -	\$ -	\$ 1,225,809.53
Plant And Operations	3,217,293.24	82,419.71	-	373,251.92	3,672,964.87
Administration And Other	90,665.47	1,087.49	-	-	91,752.96
Depreciation	1,317,349.00	-	-	-	1,317,349.00
Total Operating Expenses	\$ 5,780,572.68	\$ 154,051.76	\$ -	\$ 373,251.92	\$ 6,307,876.36
Net Operating Income (Loss)	\$ 749,280.72	\$ (116,310.66)	\$ -	\$ (4,245.03)	\$ 628,725.03
Non-Operating Income (Expense)					
Investment Income	730.95	3.46	10.62	1,985.86	2,730.89
Interest Expense	(261,200.40)	-	-	-	(261,200.40)
Change In Net Position	\$ 488,811.27	\$ (116,307.20)	\$ 10.62	\$ (2,259.17)	\$ 370,255.52
Transfers In (Out)	-	100,000.00	-	21,500.00	121,500.00
Net Position, May 1, 2014	19,510,793.00	39,238.69	382,619.98	42,321.35	19,974,973.02
Net Position, April 30, 2015	\$ 19,999,604.27	\$ 22,931.49	\$ 382,630.60	\$ 61,562.18	\$ 20,466,728.54

City Of Ottawa, Illinois  
Combining Statement Of Cash Flows  
Proprietary Funds  
Year Ended April 30, 2015

	Enterprise Funds				
	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Events	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts From Customers	\$ 6,359,664.63	\$ 37,445.10	\$ -	\$ 369,006.89	\$ 6,766,116.62
Payments To Suppliers	(3,102,097.20)	(83,383.76)	-	(371,723.80)	(3,557,204.76)
Payments To Employees	(1,202,869.01)	(70,544.56)	-	-	(1,273,413.57)
Other Receipts	134,105.20	296.00	-	-	134,401.20
Net Cash Provided (Used) By Operating Activities	\$ 2,188,803.62	\$ (116,187.22)	\$ -	\$ (2,716.91)	\$ 2,069,899.49
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	\$ -	\$ -	\$ -	\$ -	\$ -
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Transfers In (Out)	\$ -	\$ 100,000.00	\$ -	\$ 21,500.00	\$ 121,500.00
Purchases Of Capital Assets	(1,071,072.74)	-	-	-	(1,071,072.74)
Proceeds Of EZ Capital Improvement Fund Loan	154,210.68	-	-	-	154,210.68
Loans To Other Funds	(140,172.70)	-	-	-	(140,172.70)
Principal Paid On Capital Debt	(1,502,406.77)	-	-	-	(1,502,406.77)
Interest Paid On Capital Debt	(270,644.19)	-	-	-	(270,644.19)
Net Cash Provided (Used) By Capital And Related Financing Activities	\$ (2,830,085.72)	\$ 100,000.00	\$ -	\$ 21,500.00	\$ (2,708,585.72)
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment Income	\$ 730.95	\$ 3.46	\$ 10.62	\$ 1,985.86	\$ 2,730.89
Net Cash Provided By Investing Activities	\$ 730.95	\$ 3.46	\$ 10.62	\$ 1,985.86	\$ 2,730.89



City Of Ottawa, Illinois  
Combining Statement Of Cash Flows  
Proprietary Funds  
Year Ended April 30, 2015

	Enterprise Funds				
	Waterworks And Sewerage	Swimming Pool	Canal Rental And Purchase	Events	Total
Net Increase (Decrease) In Cash	\$ (640,551.15)	\$ (16,183.76)	\$ 10.62	\$ 20,768.95	\$ (635,955.34)
Balances - Beginning Of Year	3,021,413.82	39,238.69	46,500.01	38,521.35	3,145,673.87
Balances - End Of Year	\$ 2,380,862.67	\$ 23,054.93	\$ 46,510.63	\$ 59,290.30	\$ 2,509,718.53
Consisting Of:					
Cash	\$ 2,375,428.62	\$ 23,054.93	\$ 46,510.63	\$ 33,511.77	\$ 2,478,505.95
Cash - Restricted	-	-	-	-	-
Investments	5,434.05	-	-	25,778.53	31,212.58
	\$ 2,380,862.67	\$ 23,054.93	\$ 46,510.63	\$ 59,290.30	\$ 2,509,718.53
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ 749,280.72	\$ (116,310.66)	\$ -	\$ (4,245.03)	\$ 628,725.03
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided (Used) By Operating Activities					
Cash Flows Reported In Other Categories					
Depreciation	1,317,349.00	-	-	-	1,317,349.00
Change In Assets And Liabilities					
Increase In Prepaid Expense	-	-	-	-	-
Increase In Receivables	(36,083.57)	-	-	-	(36,083.57)
Increase In Accounts Payable	205,861.51	123.44	-	1,528.12	207,513.07
Decrease In Accrued Salaries	(47,604.04)	-	-	-	(47,604.04)
Net Cash Provided (Used) By Operating Activities	\$ 2,188,803.62	\$ (116,187.22)	\$ -	\$ (2,716.91)	\$ 2,069,899.49

City Of Ottawa, Illinois  
Schedule Of Revenues - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Taxes:		
Property Taxes	\$ 1,469,560.00	\$ 1,631,798.50
Sales Taxes	5,758,285.00	5,901,017.03
Utility Taxes	1,379,992.00	1,293,781.34
State Income Taxes	1,815,719.00	1,838,036.23
Personal Property Replacement Taxes	339,106.00	139,408.94
Gambling Taxes	3,500.00	3,978.92
Video Game Taxes	75,000.00	165,443.90
Total Taxes	<u>\$ 10,841,162.00</u>	<u>\$ 10,973,464.86</u>
Intergovernmental:		
Parking Meter Fees	\$ 191.00	\$ 50.25
Registrar Fees	13,247.00	13,764.00
Yard Waste Fees	180,000.00	171,924.00
Circuit Clerk Fines	136,530.00	106,862.13
Parking Fines	7,775.00	11,529.15
Liquor Fines	1,250.00	4,000.00
Highway Maintenance	31,406.00	44,849.27
Traffic Light Reimbursement	21,387.00	9,262.87
Police And Fire Training	715.00	7,335.35
Law Enforcement Grant	295,500.00	264,500.00
Other Grants	680,610.00	530,254.89
Total Intergovernmental	<u>\$ 1,368,611.00</u>	<u>\$ 1,164,331.91</u>
Licenses And Permits:		
Peddlers License	\$ 465.00	\$ 805.00
Liquor License	51,800.00	60,075.50
Sign Filing Fee	1,000.00	1,210.00
T.V. Franchise Fee	158,000.00	187,671.11
Sidewalk Café License Permit	85.00	25.00
Electrical License	47,000.00	50,300.00
Raffle License	300.00	395.00
Contractor License	16,000.00	17,900.00
Electrical Test Fee	3,000.00	4,100.00
Dog Release Fees	1,525.00	1,850.00
Plumbing Permit	300.00	-
Rezoning Filing Fee	3,500.00	2,175.00
Building Permit	50,000.00	47,761.40
Swimming Pool Permit	700.00	625.00
Subtotal	<u>\$ 333,675.00</u>	<u>\$ 374,893.01</u>

City Of Ottawa, Illinois  
Schedule Of Revenues - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Licenses And Permits (Continued):		
Subtotal Forward	\$ 333,675.00	\$ 374,893.01
Wrecking Permit	800.00	1,050.00
Electrical Permit	7,500.00	8,400.00
Home Occupation/Business Permit	-	-
Fence Permit	4,500.00	4,450.00
Other Licenses And Permits	5,018.00	2,825.00
Plat Design Review Fee Permit	8,400.00	3,346.27
Total Licenses And Permits	<u>\$ 359,893.00</u>	<u>\$ 394,964.28</u>
Investment Income	<u>\$ 394.00</u>	<u>\$ 596.51</u>
Miscellaneous:		
Police Other	\$ 2,694.00	\$ 2,437.00
Character Counts	1,091.00	925.00
Sex Offender Registration Fees	1,335.00	3,515.00
Police Vehicle Replacement Fees	10,200.00	7,448.35
Failure To Appear Warrant Fees	5,725.00	4,049.89
Group Insurance Payments	494,902.00	497,568.16
Group Insurance Payments -		
Water And Sewer Fund	270,000.00	194,544.80
Telephone Franchise	21,152.00	20,679.22
Special Duty Officers	150,000.00	139,840.61
Tree Removal	2,000.00	4,600.00
Recoup Liens	20,000.00	15,156.49
Tree Program Donations	4,109.00	1,821.34
Rents	770.00	1,955.00
Reddick Mansion Utilities	4,531.00	7,529.79
Museum Reimbursement	3,475.00	2,099.80
Ambulance Fees	625,531.00	779,512.24
Ambulance Transfer Revenue	237,276.00	428,613.19
Donations	-	500.00
Other	13,604.00	84,708.02
Total Miscellaneous	<u>\$ 1,868,395.00</u>	<u>\$ 2,197,503.90</u>
Total General Fund Revenues	<u><u>\$ 14,438,455.00</u></u>	<u><u>\$ 14,730,861.46</u></u>

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Department Of Mayor:		
Elected Official	\$ 65,500.00	\$ 65,698.60
Clerical	52,037.00	52,099.84
Part-Time	23,800.00	32,858.04
Clothing Allowance	900.00	450.00
Dues, Education, Seminars	1,800.00	1,873.56
Office Supplies	13,500.00	(417.54)
Operating Supplies	6,500.00	698.00
Telephone And Pager Expense	500.00	560.00
Gasoline And Diesel Fuel	1,000.00	802.48
Miscellaneous	5,000.00	2,471.92
America In Bloom	-	-
Professional/Contractual Services	-	-
Contractual Computer Services	3,000.00	647.50
	<hr/>	<hr/>
Total Department Of Mayor	\$ 173,537.00	\$ 157,742.40
	<hr/>	<hr/>
Department Of Liquor Commissioner:		
Elected Official	\$ 5,500.00	\$ 5,500.04
Clerical	400.00	399.40
	<hr/>	<hr/>
Total Department Of Liquor Commissioner	\$ 5,900.00	\$ 5,899.44
	<hr/>	<hr/>
Department Of Fire And Police Commission:		
Dues, Education, Seminars	\$ 1,000.00	\$ 750.00
Office Supplies	200.00	-
Publishing	2,000.00	3,083.14
Professional/Contractual Services	6,000.00	3,050.00
	<hr/>	<hr/>
Total Department Of Fire And Police Commission	\$ 9,200.00	\$ 6,883.14
	<hr/>	<hr/>
Department Of Civil Service Commission:		
Publishing	\$ 1,500.00	\$ 609.21
Professional/Contractual Services	2,100.00	1,961.15
	<hr/>	<hr/>
Total Department Of Civil Service Commission	\$ 3,600.00	\$ 2,570.36
	<hr/>	<hr/>

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Department Of General Administration:		
Administrative	\$ 62,351.00	\$ 62,927.85
Clerical	78,479.00	79,549.60
Clothing Reimbursement	1,350.00	1,486.50
Dues, Education, Seminars	3,500.00	3,247.99
Health Insurance And Claims	3,208,800.00	2,950,330.66
Office Supplies	9,000.00	13,011.49
Operating Supplies	2,000.00	2,929.03
Repairs And Maintenance	6,650.00	6,776.84
Recording and Fees	1,282.00	1,523.50
Telephone And Internet Expense	12,000.00	12,940.91
Postage	8,500.00	8,089.75
Publishing	10,000.00	10,973.04
Miscellaneous	10,000.00	18,089.15
Bank Fees	1,500.00	1,850.62
Professional/Contractual Services	37,000.00	29,679.39
Contractual Computer Services	5,000.00	10,793.50
Allocations/River Rescue Squad	2,000.00	2,000.00
Subsidy/Taxicab	28,000.00	33,231.50
Legal Fees	160,000.00	249,285.54
	<hr/>	<hr/>
Total Department Of General Administration	\$ 3,647,412.00	\$ 3,498,716.86
	<hr/>	<hr/>
Department Of Accounts And Finance Commissioner:		
Elected Official	\$ 15,000.00	\$ 15,041.13
Dues, Education, Seminars	1,500.00	1,360.53
Telephone And Pager Expense	480.00	480.00
	<hr/>	<hr/>
Total Department Of Accounts And Finance Commissioner	\$ 16,980.00	\$ 16,881.66
	<hr/>	<hr/>
Community Development Department:		
Clerical	\$ 51,961.00	\$ 39,494.40
Professional	241,739.00	270,517.31
Other Employees	116,522.00	124,424.25
Part-Time	55,000.00	53,255.88
Subtotal Forward	\$ 465,222.00	\$ 487,691.84
	<hr/>	<hr/>

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Community Development Department (Continued):		
Subtotal Forward	\$ 465,222.00	\$ 487,691.84
Meal Allowance	500.00	364.16
Clothing Reimbursement	700.00	460.95
Dues, Education, Seminars	5,500.00	4,090.89
Office Supplies	4,000.00	2,289.73
Operating Supplies	5,300.00	6,934.28
Repairs And Maintenance	2,000.00	390.45
Repairs And Maintenance/Sidewalk Program	50,000.00	46,314.01
Telephone And Internet Expense	2,900.00	1,920.00
Postage	200.00	152.66
Gasoline And Diesel Fuel	8,500.00	5,316.58
Publishing	1,500.00	1,241.24
Miscellaneous	500.00	773.60
Professional/Contractual Services	321,300.00	250,331.80
Contractual Computer Services	4,000.00	6,642.00
Contractual/Tree Removal Program	72,000.00	58,370.56
Equipment	-	799.00
Construction In Progress	50,000.00	200.00
Construction In Progress/IV Rail Study	395,000.00	314,501.45
Sales Tax - Economic Incentive	-	47,930.00
	<hr/>	<hr/>
Total Community Development Department	\$ 1,389,122.00	\$ 1,236,715.20
	<hr/>	<hr/>
Police Department:		
Administrative	\$ 300,000.00	\$ 299,499.72
Clerical	695,000.00	548,965.50
Other Employees	2,160,000.00	2,464,958.50
Overtime	135,000.00	110,396.32
Special Duty	134,000.00	130,696.43
Clothing Reimbursement	1,800.00	757.01
Dues, Education, Seminars	18,000.00	5,969.60
Office Supplies	10,000.00	8,055.24
Operating Supplies	50,000.00	48,414.86
Repairs And Maintenance	2,800.00	2,605.26
Repairs And Maintenance - Equipment	16,000.00	22,878.54
Subtotal Forward	<hr/> \$ 3,522,600.00	<hr/> \$ 3,643,196.98

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Police Department (Continued):		
Subtotal Forward	\$ 3,522,600.00	\$ 3,643,196.98
Telephone And Internet Expense	24,940.00	21,170.57
Postage	900.00	711.13
Gasoline And Diesel Fuel	85,000.00	69,628.03
Publishing	200.00	-
Miscellaneous	600.00	1,050.50
Professional/Contractual Services	30,000.00	33,480.13
Contractual/Animal Control	12,000.00	6,710.63
Grant Expense/Peer Jury	10,000.00	10,100.00
Grant Expense/Tobacco Grant	2,310.00	1,079.50
Character Counts	2,000.00	1,116.12
Sex Offender Fees Expense	200.00	1,403.50
D.A.R.E.	6,000.00	4,063.52
Equipment	100,000.00	69,937.30
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Total Police Department	\$ 3,796,750.00	\$ 3,863,647.91
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Fire Department:		
Administrative	\$ 155,998.00	\$ 154,375.79
Other Employees	1,769,130.00	1,812,394.97
Overtime	200,000.00	137,366.33
Special Duty	100,000.00	141,150.00
Clothing Reimbursement	1,950.00	545.05
Dues, Education, Seminars	54,000.00	38,097.23
Public Education/Prevention	8,000.00	5,902.00
Office Supplies	6,000.00	4,919.59
Operating Supplies	25,000.00	21,870.96
Repairs And Maintenance	5,000.00	2,593.41
Repairs And Maintenance - Equipment	20,000.00	13,144.93
Repairs And Maintenance - Vehicles	35,000.00	52,912.39
Telephone And Internet Expense	8,000.00	14,377.80
Postage	250.00	316.07
Gasoline And Diesel Fuel	35,000.00	38,336.40
Subtotal Forward	\$ 2,423,328.00	\$ 2,438,302.92

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Fire Department (Continued):		
Subtotal Forward	\$ 2,423,328.00	\$ 2,438,302.92
Miscellaneous	300.00	348.49
Ambulance Expenses	50,000.00	39,121.02
Ambulance Billing/Refund	85,000.00	136,784.60
Professional/Contractual Services	35,000.00	40,188.77
Equipment	170,000.00	490,124.05
Interest	11,000.00	3,292.43
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Total Fire Department	\$ 2,774,628.00	\$ 3,148,162.28
Department Of Public Health And Safety		
Commissioner:		
Elected Official	\$ 15,000.00	\$ 15,041.13
Clothing Reimbursement	-	25.00
Dues, Education, Seminars	1,500.00	1,075.49
Telephone And Pager Expense	480.00	480.00
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Total Department Of Public Health And Safety		
Commissioner	\$ 16,980.00	\$ 16,621.62
Department Of Streets:		
Administrative	\$ 73,863.00	\$ 73,949.98
Other Employees	254,114.00	275,704.89
Part-Time	35,000.00	32,994.08
Overtime	25,000.00	10,381.66
Clothing Reimbursement	450.00	900.00
Dues, Education, Seminars	300.00	334.00
Office Supplies	500.00	84.98
Operating Supplies	255,000.00	276,264.87
Repairs And Maintenance	24,000.00	55,753.93
Repairs And Maintenance/Streets	1,050,000.00	1,086,073.92
Repairs And Maintenance/Bridge	5,000.00	8,400.00
Traffic Signal Maint./Labor	30,000.00	55,411.38
Street Light Maint./Labor	20,000.00	4,650.97
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Subtotal Forward	\$ 1,773,227.00	\$ 1,880,904.66



City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Department Of Streets (Continued):		
Subtotal Forward	\$ 1,773,227.00	\$ 1,880,904.66
Telephone And Internet Expense	1,000.00	2,328.80
Gasoline And Diesel Fuel	40,000.00	31,756.74
Miscellaneous	600.00	2,737.28
Professional/Contractual Services	175,000.00	245,633.34
Operating Lease	3,000.00	4,957.21
Equipment	60,000.00	70,313.39
Construction In Progress	85,000.00	85,136.50
Interest - Debt Certificates	2,360.00	2,360.00
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Total Department Of Streets	\$ 2,140,187.00	\$ 2,326,127.92
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Department Of Vehicle Maintenance:		
Other Employees	\$ 55,203.00	\$ 56,517.68
Overtime	4,000.00	2,362.77
Dues, Education, Seminars	200.00	60.00
Office Supplies	200.00	-
Operating Supplies	20,000.00	19,844.99
Repairs And Maintenance	200.00	6.22
Repairs And Maintenance - Equipment	300.00	-
Repairs And Maint./Vehicles/Streets	110,000.00	113,402.56
Repairs And Maint./Vehicles/Parks	5,000.00	5,364.41
Repairs And Maint./Vehicles/Police	7,500.00	3,483.11
Repairs And Maint./Vehicles/Other	2,000.00	442.61
Gasoline And Diesel Fuel	900.00	625.88
Miscellaneous	100.00	-
Professional Services	-	-
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Total Department Of Vehicle Maintenance	\$ 205,603.00	\$ 202,110.23
	<hr/>	<hr/>
Department Of Commissioner Of Public Improvements:		
Elected Official	\$ 15,000.00	\$ 15,041.13
Dues, Education, Seminars	1,500.00	100.00
Subtotal Forward	\$ 16,500.00	\$ 15,141.13

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Department Of Commissioner Of Public Improvements (Continued):		
Subtotal Forward	\$ 16,500.00	\$ 15,141.13
Telephone And Pager Expense	<u>480.00</u>	<u>480.00</u>
Total Department Of Commissioner Of Public Improvements	<u>\$ 16,980.00</u>	<u>\$ 15,621.13</u>
Department Of Commissioner Of Public Property:		
Elected Official	\$ 15,000.00	\$ 15,041.13
Dues, Education, Seminars	1,500.00	169.00
Telephone And Pager Expense	<u>480.00</u>	<u>480.00</u>
Total Department Of Commissioner Of Public Property	<u>\$ 16,980.00</u>	<u>\$ 15,690.13</u>
Department Of Parks And Public Buildings:		
Other Employees	\$ 352,145.00	\$ 361,915.55
Part-Time	55,000.00	71,731.20
Overtime	10,000.00	9,483.80
Dues, Education, Seminars	4,500.00	4,036.94
Office Supplies	700.00	319.41
Operating Supplies	50,000.00	48,812.31
Parks Advisory/Flowers	15,000.00	16,995.14
Tree Board/Trees	10,000.00	9,295.11
Repairs And Maintenance	30,000.00	42,463.50
Repairs And Maintenance - Christmas Lights	4,000.00	9,763.07
Repairs And Maintenance - Equipment	20,000.00	30,726.39
Telephone And Internet Expense	1,000.00	1,426.66
Gasoline And Diesel Fuel	30,000.00	21,682.51
Utilities	145,000.00	120,275.79
Miscellaneous	1,000.00	1,887.95
Professional/Contractual Services	50,000.00	32,464.82
Contractual Repairs/Bldg./Streets	<u>160,000.00</u>	<u>163,310.06</u>
Subtotal Forward	<u>\$ 938,345.00</u>	<u>\$ 946,590.21</u>

City of Ottawa, Illinois  
Schedule Of Expenditures - Budget And Actual  
General Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Department Of Parks And Public		
Buildings (Continued):		
Subtotal Forward	\$ 938,345.00	\$ 946,590.21
Contractual Repairs/Bldg./Peck Park	-	5,188.00
Contractual Repairs/Bldg./Police	100,000.00	21,631.26
Contractual Repairs/Bldg./Fire	100,000.00	24,776.74
Contractual Repairs/Bldg./City Hall	25,000.00	35,881.99
Contractual Repairs/Bldg./Other	100,000.00	103,987.45
Contractual Repairs/Bldg./IVCC	3,000.00	8,857.74
Contractual Repairs/Bldg./Mansion	-	1,552.50
Equipment Leases	-	284.25
Equipment	97,000.00	112,603.27
Construction In Progress	20,000.00	19,603.81
Construction In Progress/Boat Docks	8,500.00	9,023.50
Construction In Progress/Walsh Park Improv.	-	505.93
Construction In Progress/Lincoln Douglas	-	92.58
	<hr/>	<hr/>
Total Department Of Parks And Public		
Buildings	\$ 1,391,845.00	\$ 1,290,579.23
	<hr/>	<hr/>
Total General Fund Expenditures	<u>\$ 15,605,704.00</u>	<u>\$ 15,803,969.51</u>

City Of Ottawa, Illinois  
Schedule Of Operating Revenues - Budget And Actual  
Waterworks And Sewerage Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Water And Sewer Departments:		
Charges For Services		
Water And Sewer Revenue	\$ 4,967,152.00	\$ 6,049,130.37
Penalty Revenue	44,660.00	43,645.00
Tapping Fees	30,000.00	34,500.00
Water Extension Fees	13,950.00	9,800.36
Sewer Extension Fees	341.00	409.68
Bulk Water Revenue	5,000.00	6,770.00
New Water Meter Revenue	10,000.00	6,158.90
Sewer Connection Fees	20,932.00	25,492.56
Leachate Treatment Fees	18,000.00	22,837.12
Septic Dumping Fees	38,000.00	36,400.00
Laboratory Service Fees	1,200.00	884.00
Account Activation Fees	10,000.00	11,275.00
Utility Tax - Pilkington	2,000.00	148,445.21
Grant - Pilkington	-	106,858.38
Miscellaneous Revenues	11,500.00	27,246.82
	<hr/>	<hr/>
Total Waterworks And Sewerage Fund	<u>\$ 5,172,735.00</u>	<u>\$ 6,529,853.40</u>

City Of Ottawa, Illinois  
Schedule Of Operating Expenses - Budget And Actual  
Waterworks And Sewerage Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Water Department:		
Payroll And Benefits		
Salaries - Administrative	\$ 32,000.00	\$ -
Salaries - Clerical	47,903.00	48,444.87
Salaries - Professional	47,677.00	-
Salaries - Other Employees	277,453.00	321,494.13
Salaries - Part Time	10,000.00	11,812.60
Salaries - Overtime	25,000.00	37,903.86
Clothing Reimbursement	550.00	-
Health And Life Insurance	150,000.00	104,590.02
Total Payroll And Benefits	<u>\$ 590,583.00</u>	<u>\$ 524,245.48</u>
Plant And Operations		
Operating Supplies	\$ 280,000.00	\$ 267,283.77
Repairs And Maintenance - Building And Other	1,267,626.00	1,365,908.53
Repairs And Maintenance - Vehicles	15,000.00	14,017.60
Gasoline And Diesel Fuel	25,000.00	22,462.31
Utilities	250,000.00	252,193.37
Professional/Contractual Services	297,000.00	367,313.05
Operating Lease	-	2,579.68
Equipment	15,000.00	10,016.11
Total Plant And Operations	<u>\$ 2,149,626.00</u>	<u>\$ 2,301,774.42</u>
Administration And Other		
Dues, Education, Seminars	\$ 5,000.00	\$ 3,971.74
Office Supplies	25,000.00	5,954.75
Telephone And Internet	3,000.00	5,427.58
Postage	35,000.00	24,823.17
Publishing	-	565.31
Miscellaneous	5,000.00	12,642.30
Total Administration And Other	<u>\$ 73,000.00</u>	<u>\$ 53,384.85</u>
Total Water Department	<u><u>\$ 2,813,209.00</u></u>	<u><u>\$ 2,879,404.75</u></u>

City Of Ottawa, Illinois  
Schedule Of Operating Expenses - Budget And Actual  
Waterworks And Sewerage Fund  
Year Ended April 30, 2015

	<u>Budget</u>	<u>Actual</u>
Sewer Department:		
Payroll And Benefits		
Salaries - Administrative	\$ 89,552.00	\$ 90,549.06
Salaries - Clerical	45,947.00	70,390.74
Salaries - Other Employees	366,993.00	365,252.09
Salaries - Part Time	12,000.00	10,881.75
Salaries - Overtime	5,000.00	3,991.07
Clothing Reimbursement	550.00	-
Health And Life Insurance	100,000.00	89,954.78
Total Payroll And Benefits	<u>\$ 620,042.00</u>	<u>\$ 631,019.49</u>
Plant And Operations		
Operating Supplies	\$ 92,000.00	\$ 108,628.29
Repairs And Maintenance - Buildings And Other	434,789.00	475,847.99
Repairs And Maintenance - Vehicles	12,000.00	22,896.34
Gasoline And Diesel Fuel	27,000.00	15,434.29
Utilities	188,000.00	176,124.73
Professional/Contractual Services	63,000.00	105,301.78
Operating Leases	6,000.00	5,882.40
Equipment	35,000.00	5,403.00
Total Plant And Operations	<u>\$ 857,789.00</u>	<u>\$ 915,518.82</u>
Administration And Other		
Dues, Education, Seminars	\$ 8,000.00	\$ 6,849.84
Office Supplies	2,000.00	1,246.85
Telephone And Internet	3,000.00	5,786.70
Postage	20,000.00	21,924.89
Publishing	200.00	300.07
Miscellaneous	2,000.00	1,172.24
Total Administration And Other	<u>\$ 35,200.00</u>	<u>\$ 37,280.59</u>
Total Sewer Department	<u>\$ 1,513,031.00</u>	<u>\$ 1,583,818.90</u>
Total Waterworks And Sewer Department		
Before Depreciation	\$ 4,326,240.00	\$ 4,463,223.65
Depreciation	<u>-</u>	<u>1,317,349.00</u>
Total Waterworks And Sewerage Fund	<u>\$ 4,326,240.00</u>	<u>\$ 5,780,572.65</u>

City Of Ottawa, Illinois  
Schedule Of Tax Extensions, Collections, Revenues And Taxes Receivable  
Year Ended April 30, 2015

Tax Levy Year	2014		2013		2012	
Assessed Valuations	<u>\$263,857,904</u>		<u>\$263,832,454</u>		<u>\$272,635,662</u>	
Tax Rates And Extensions:						
Corporate	Rate	Extension	Rate	Extension	Rate	Extension
	0.25000	\$ 659,644.78	0.25000	\$ 659,581.18	0.25000	\$ 681,641.08
Illinois Municipal Retirement	0.25099	662,256.98	0.22464	592,673.26	0.21599	588,910.62
Fire Protection	0.15000	395,786.87	0.15000	395,748.71	0.15000	408,984.64
Firemen Pension	0.33821	892,393.85	0.32213	849,883.54	0.29187	795,802.32
Police Protection	0.15000	395,786.87	0.15000	395,748.71	0.15000	408,984.64
Police Pension	0.24087	635,554.56	0.22942	605,284.45	0.24103	657,183.79
Audit	0.02981	78,656.04	0.02812	74,189.69	0.02566	69,963.64
Insurance	0.24562	648,087.81	0.24961	658,552.23	0.22783	621,193.14
Street Lighting	0.02894	76,360.48	0.02730	72,026.26	0.02631	71,735.91
Playground	0.09000	237,472.12	0.09000	237,449.22	0.09000	245,390.79
Social Security	0.10720	282,855.68	0.11121	293,408.09	0.09812	267,530.49
School Crossing Guard	0.01997	52,692.43	0.01884	49,706.04	0.01719	46,869.64
Totals	<u>1.90161</u>	<u>\$ 5,017,548.47</u>	<u>1.85127</u>	<u>\$ 4,884,251.38</u>	<u>1.78400</u>	<u>\$ 4,864,190.70</u>
Collections	<u>\$ -</u>		<u>\$ 4,871,718.82</u>		<u>\$ 4,783,360.26</u>	
Percent Collections	<u>0.00%</u>		<u>99.74%</u>		<u>98.34%</u>	

City Of Ottawa, Illinois  
Schedule Of Debt Service Requirements  
April 30, 2015

	Year Ending <u>April 30</u>	<u>Governmental Fund Types</u>		<u>Total</u>
		<u>Principal</u>	<u>Interest</u>	
General Obligation				
Corporate Purpose Debt	2016	\$ 410,000.00	\$ 55,965.00	\$ 465,965.00
Certificate (Limited Tax),	2017	410,000.00	37,515.00	447,515.00
Series 2007:	2018	410,000.00	18,860.00	428,860.00
Interest and principal pay- able on June 15 of each year at a rate varying from 4.15% to 4.60%		<u>\$ 1,230,000.00</u>	<u>\$ 112,340.00</u>	<u>\$ 1,342,340.00</u>
Taxable General Obligation	2016	\$ 120,000.00	\$ 149,227.00	\$ 269,227.00
Recovery Zone Economic Bonds,	2017	130,000.00	143,599.00	273,599.00
Series 2009 Dated	2018	135,000.00	136,865.00	271,865.00
January 15, 2010:	2019	140,000.00	129,656.00	269,656.00
Interest payable June 1	2020	150,000.00	121,970.00	271,970.00
and December 1 of each	2021	155,000.00	113,660.00	268,660.00
year at a rate varying	2022	165,000.00	104,887.00	269,887.00
from 4.69% to 6.75%	2023	175,000.00	95,235.00	270,235.00
	2024	185,000.00	84,857.00	269,857.00
	2025	200,000.00	73,683.00	273,683.00
	2026	210,000.00	61,383.00	271,383.00
	2027	225,000.00	48,027.00	273,027.00
	2028	240,000.00	33,245.00	273,245.00
	2029	255,000.00	17,213.00	272,213.00
		<u>\$ 2,485,000.00</u>	<u>\$ 1,313,507.00</u>	<u>\$ 3,798,507.00</u>



City Of Ottawa, Illinois  
Schedule Of Debt Service Requirements  
April 30, 2015

	Year Ending April 30	Governmental Fund Types		Total
		Principal	Interest	
General Obligation				
Corporate Purpose Debt	2016	\$ 642,000.00	\$ 71,904.00	\$ 713,904.00
Certificate (Limited Tax),	2017	642,000.00	54,891.00	696,891.00
Series 2012A Dated	2018	642,000.00	37,236.00	679,236.00
October 3, 2012:	2019	642,000.00	18,939.00	660,939.00
Interest payable on		<u>\$ 2,568,000.00</u>	<u>\$ 182,970.00</u>	<u>\$ 2,750,970.00</u>
June 1 and December 1 of				
each year at a rate varying				
from 1.71% to 2.95%.				
Principal payable on				
December 1 of each year.				
Installment Note -	2016	\$ 79,833.63	\$ 4,957.17	\$ 84,790.80
Dated October 9, 2014:	2017	81,438.32	3,352.48	84,790.80
48 Monthly Payments of	2018	83,063.12	1,727.68	84,790.80
\$7,065.90 with interest	2019	42,151.71	243.88	42,395.59
rate of 1.95%		<u>\$ 286,485.78</u>	<u>\$ 10,281.21</u>	<u>\$ 296,767.99</u>
Waterworks And Sewerage	2016	\$ 67,027.67	\$ 21,613.19	\$ 88,640.86
Construction Loan:	2017	68,713.83	19,927.03	88,640.86
Payments of \$65,704.30	2018	70,442.41	18,198.45	88,640.86
on October 30, 2007, then	2019	72,214.48	16,426.38	88,640.86
payments of \$44,320.43 due	2020	74,031.12	14,609.74	88,640.86
April 30 and October 30	2021	75,893.47	12,747.39	88,640.86
starting April 30, 2008	2022	77,802.67	10,838.19	88,640.86
through October 30, 2026,	2023	79,759.90	8,880.96	88,640.86
with interest rate of 2.50%	2024	81,766.35	6,874.51	88,640.86
	2025	83,823.28	4,817.58	88,640.86
	2026	85,931.96	2,708.90	88,640.86
	2027	43,773.30	547.13	44,320.43
		<u>\$ 881,180.44</u>	<u>\$ 138,189.45</u>	<u>\$ 1,019,369.89</u>

City Of Ottawa, Illinois  
Schedule Of Debt Service Requirements  
April 30, 2015

	Year Ending April 30	Waterworks And Sewerage Fund		Total
		<u>Principal</u>	<u>Interest</u>	
General Obligation				
Corporate Purpose Debt	2016	\$ 125,000.00	\$ 70,275.00	\$ 195,275.00
Certificate (Limited Tax),	2017	125,000.00	66,962.50	191,962.50
Series 2012B Dated	2018	125,000.00	63,525.00	188,525.00
October 3, 2012:	2019	125,000.00	59,962.50	184,962.50
Interest payable on June 1	2020	125,000.00	56,275.00	181,275.00
and December 1 of each	2021	125,000.00	52,462.50	177,462.50
year at a rate varying	2022	125,000.00	48,450.00	173,450.00
from 1.71% to 4.30%.	2023	125,000.00	44,175.00	169,175.00
Principal payable on	2024	125,000.00	39,762.50	164,762.50
December 1 of each year.	2025	125,000.00	35,212.50	160,212.50
	2026	125,000.00	30,537.50	155,537.50
	2027	125,000.00	25,700.00	150,700.00
	2028	125,000.00	20,725.00	145,725.00
	2029	125,000.00	15,700.00	140,700.00
	2030	125,000.00	10,587.50	135,587.50
	2031	125,000.00	5,375.00	130,375.00
		<u>\$ 2,000,000.00</u>	<u>\$ 645,687.50</u>	<u>\$ 2,645,687.50</u>
Waterworks And Sewerage	2016	\$ 294,820.04	\$ -	\$ 294,820.04
Construction Loan:	2017	294,820.04	-	294,820.04
Payments of \$140,318.74	2018	294,820.04	-	294,820.04
on July 24, 2012, January 24, 2013	2019	294,820.04	-	294,820.04
and July 24, 2013, then payments	2020	294,820.04	-	294,820.04
of \$147,410.02 due semiannually	2021	294,820.04	-	294,820.04
January 24, 2014, through	2022	294,820.04	-	294,820.04
July 24, 2031, at a rate of 0%	2023	294,820.04	-	294,820.04
	2024	294,820.04	-	294,820.04
	2025	294,820.04	-	294,820.04
	2026	294,820.04	-	294,820.04
	2027	294,820.04	-	294,820.04
	2028	294,820.04	-	294,820.04
	2029	294,820.04	-	294,820.04
	2030	294,820.04	-	294,820.04
	2031	294,820.04	-	294,820.04
	2032	147,410.08	-	147,410.08
		<u>\$ 4,864,530.72</u>	<u>\$ -</u>	<u>\$ 4,864,530.72</u>

City Of Ottawa, Illinois  
Schedule Of Debt Service Requirements  
April 30, 2015

	Year Ending <u>April 30</u>	<u>Waterworks And Sewerage Fund</u>		<u>Total</u>
		<u>Principal</u>	<u>Interest</u>	
Corporate Purpose Debt	2016	\$ 336,000.00	\$ 85,569.30	\$ 421,569.30
Certificate (Limited Tax),	2017	344,000.00	77,807.70	421,807.70
Series 2013 Dated	2018	353,000.00	68,691.70	421,691.70
March 26, 2013:	2019	362,000.00	58,984.20	420,984.20
Interest payable on	2020	371,000.00	48,667.20	419,667.20
June 1 and December 1 of	2021	380,000.00	37,722.70	417,722.70
each year at a rate varying	2022	389,000.00	26,132.70	415,132.70
from 1.71% to 3.42%.	2023	399,000.00	13,645.80	412,645.80
Principal payable on		<u>\$ 2,934,000.00</u>	<u>\$ 417,221.30</u>	<u>\$ 3,351,221.30</u>
December 1 of each year.				
Installment Note -	2016	\$ 35,046.03	\$ 2,717.25	\$ 37,763.28
Dated July 16, 2009:	2017	36,540.60	1,222.68	37,763.28
96 Monthly Payments of	2018	9,375.88	64.94	9,440.82
\$3,146.94 with interest		<u>\$ 80,962.51</u>	<u>\$ 4,004.87</u>	<u>\$ 84,967.38</u>
rate of 4.11%				

City Of Ottawa, Illinois  
Schedule Of Expenditures Of Federal Awards  
Year Ended April 30, 2015

<u>Federal Grantor/Pass-Through Grantor</u>	<u>CFDA Number</u>	<u>State/Agency Project Number</u>	<u>Revenues 5/1/14 - 4/30/15</u>	<u>Expenditures 5/1/14 - 4/30/15</u>	<u>Budget</u>
U.S. Department of Housing and Urban Development Passed Through Illinois Department Of Commerce & Economic Opportunity					
IKE Flood Recovery Assistance Grant	14.228	08-355034	\$ 25,000.00	\$ 25,000.00	\$ 100,000.00
CDAP Public Infrastructure Grant	14.228	08-358011	50,990.47	50,990.47	741,923.48
IKE Flood Recovery Assistance Grant	14.228	08-358013	142,958.74	158,721.28	1,150,149.00
U.S. Department Of Transportation Passed Through Illinois Department Of Transportation					
Downstate Public Transportation Operating Assistance Grant	20.509	OP-15-29-FED	303,374.05	307,579.00	307,579.00
Highway Planning And Construction Grants	20.205	P-93-018-13	12,000.00	12,000.00	12,000.00
	20.205	C-93-025-13	12,314.98	12,314.98	12,314.98
	20.205	P-93-036-13	64,492.28	64,492.28	111,152.00
Technical Planning Studies Grant	20.505	IL-80-0003	160,281.00	160,281.00	245,000.00
U.S. Department Of Commerce					
Public Works: Industrial Park Infrastructure Improvements Grant	11.300	0605695-00	1,615,172.41	1,590,675.44	1,980,462.00
U.S. Environmental Protection Agency					
Brownfields Assessment And Cleanup Cooperative Agreements	66.818	BF- 00E61101-0	175,517.58	175,517.58	175,517.58
U.S. Department Of Homeland Security Federal Emergency Management Agency Passed Through Illinois Emergency Management Agency					
2008 Hurricane Ike Storms & Flooding	97.036	1800-099- 56926-00	14,130.75	14,130.75	14,130.75
U.S. Department of Agriculture					
Rural Business Enterprise Grant	10.769	13-050- 366006037	99,000.00	99,000.00	99,000.00
Total Federal Financial Assistance			<u>\$2,675,232.26</u>	<u>\$2,670,702.78</u>	

City Of Ottawa, Illinois  
Notes To The Schedule Of Expenditures Of Federal Awards (SEFA)  
Year Ended April 30, 2015

**Note 1: Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Ottawa, Illinois, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 2: Subrecipients**

Of the federal disbursements presented in the schedule, the City of Ottawa, Illinois, provided no federal awards to subrecipients.

**Note 3: Other Information**

Insurance provided by Federal agencies in effect during the fiscal year:

Property	\$0.00
Auto	\$0.00
General Liability	\$0.00
Workers Compensation	\$0.00

Loans/Loan Guarantees Outstanding at April 30, 2015: \$5,745,711.16

City had Federal Grants requiring matching expenditures? YES  
YES/NO

City Of Ottawa, Illinois  
Schedule Of Findings And Questioned Costs  
Year Ended April 30, 2015

SECTION I - SUMMARY OF AUDITOR'S RESULTS

**FINANCIAL STATEMENTS**

Type of auditor's report issued: Qualified  
(Unqualified, Qualified, Adverse, Disclaimer)

**INTERNAL CONTROL OVER FINANCIAL REPORTING:**

Material weakness(es) identified?  X  YES   NO

Significant Deficiency(s) identified that are not considered to be material weakness(es)   YES  X  None Reported

Noncompliance material to financial statements noted?   YES  X  NO

**FEDERAL AWARDS**

**INTERNAL CONTROL OVER MAJOR PROGRAMS:**

Material weakness(es) identified?   YES  X  NO

Significant Deficiency(s) identified that are not considered to be material weakness(es)   YES  X  None Reported

Type of auditor's report issued on compliance for major programs:

Unqualified  
(Unqualified, Qualified, Adverse, Disclaimer)

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, § .510(a)?   YES  X  NO

**IDENTIFICATION OF MAJOR PROGRAMS:**

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM OR CLUSTER</u>
11.300	Public Works Infrastructure Improvements Grant
20.509	Downstate Public Transportation Operating Assistance Grant

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000.00

Auditee qualified as low-risk auditee?   YES  X  NO

City Of Ottawa, Illinois  
Schedule Of Findings And Questioned Costs  
Year Ended April 30, 2015

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER: 2015-001      2. THIS FINDING IS:             New        X   Repeat from Prior Year?  
Year originally reported:       2009      

3. Criteria or specific requirement

The City must have functioning internal controls over external financial reporting.

4. Condition

The City relies upon the auditor for this expertise.

5. Context

It was determined that management did not have the expertise necessary to develop materially correct external financial statements.

6. Effect

Management may not be able to detect material errors and omissions to its financial statements.

7. Cause

The City has no current employees familiar with all requirements of external financial reporting.

8. Recommendation

We recommend that management considers training in financial reporting to allow them to be able to file their own financial statements.

9. Management's response

The cost of training will be considered, if it is cost effective.

### SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

7. Federal Agency: \_\_\_\_\_

N/A



City Of Ottawa, Illinois  
Summary Schedule Of Prior Audit Findings  
Year Ended April 30, 2015

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
2014-001	No functioning internal controls over external financial reporting.	Ongoing

City Of Ottawa, Illinois  
Corrective Action Plan For Current Year Audit Findings  
Year Ended April 30, 2015

**Corrective Action Plan**

Finding No.: 2015-001

Condition:

The City does not have functioning internal controls over external financial reporting.

Plan:

Familiarize our staff with financial reporting requirements to the extent possible.

Anticipated Date of Completion:

Ongoing

Name of Contact Person:

Robert Eschbach

Management Response:

The cost of training personnel will be considered, if cost effective.