

City Of Ottawa
LaSalle County, Illinois
Annual Financial Report
Year Ended April 30, 2013

ANNUAL FINANCIAL REPORT
City Of Ottawa, Illinois
Year Ended April 30, 2013

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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

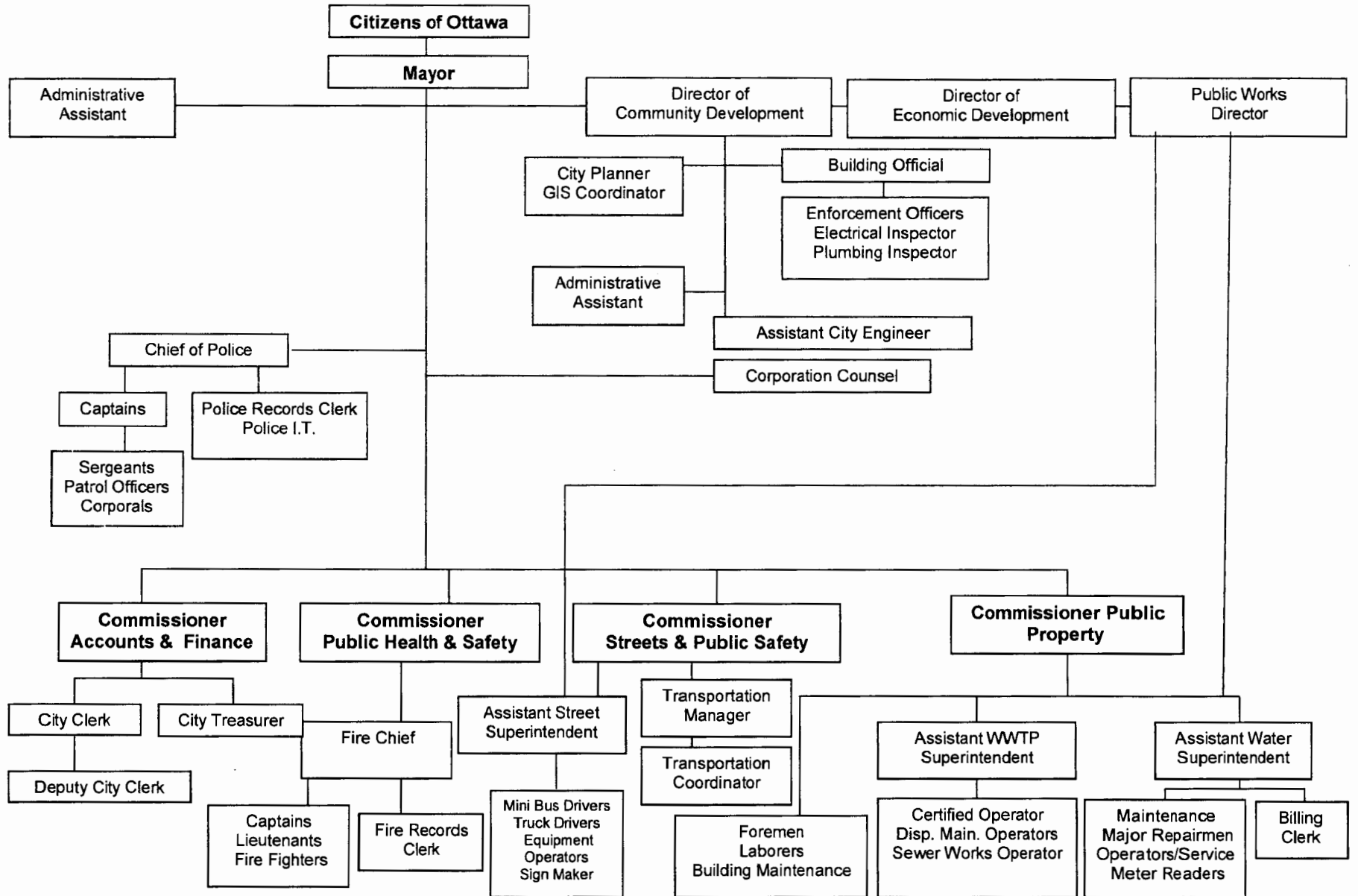
Dale F. Baxter
Streets & Public Improvements

Edward V. Whitney
Public Health & Safety

CITY CLERK
Shelly Munks

CITY OF OTTAWA

Organizational Chart - April 30, 2013



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CERTIFIED PUBLIC ACCOUNTANTS

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RICHARD L. ROENFELDT, C.P.A.

DUANE K. LOCKAS, C.P.A.

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, 2013, 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 45 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 matter 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, 2013, 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.

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 12-25 and 70-73 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required

The Honorable Mayor
and City Council

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 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 17, 2013, 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

The Honorable Mayor
and City Council

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.

Rosenfeldt & Hoelzer, P.C.
Ottawa, Illinois
December 17, 2013

ROENFELDT & LOCKAS, P.C.

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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, 2013, 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 17, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Ottawa, Illinois' internal control over financial reporting 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Ottawa, Illinois' internal control over financial reporting.

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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. However, we did identify a deficiency in internal control over financial reporting that we consider to be a material weakness, as defined above. This weakness is described below.

The Honorable Mayor
and City Council

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*.

This report is intended solely for the information and use of the City Council, management, the State of Illinois, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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.

Roenfeldt & Hoelzer, P.C.
Ottawa, Illinois
December 17, 2013

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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, 2013. 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 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 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 City of Ottawa, Illinois' compliance.

Opinion on Each Major Federal Program

In our opinion, 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, 2013.

The Honorable Mayor
and City Council

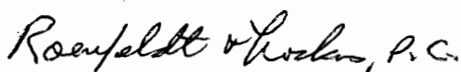
Report on Internal Control Over Compliance

Management of 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 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 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 17, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

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, 2013. The discussion should be read in conjunction with the City's financial statements which are presented herein, and begin on page 26.

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 26 – 29) 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 30. 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 14. 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, 2012 to the current fiscal year ended April 30, 2013. 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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

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 20. The fund financial statements begin on page 30 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

- Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's waterworks and sewer 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 39 and 40. 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

Net Position (\$000s)

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------|-------------------------|----------|--------------------------|----------|----------|----------|
| | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 |
| Current and other assets | \$19,359 | \$19,111 | \$4,286 | \$3,786 | \$23,645 | \$22,897 |
| Capital assets, net | 43,506 | 42,866 | 31,277 | 32,589 | 74,783 | 75,455 |
| Total assets | \$62,865 | \$61,977 | \$35,563 | \$36,375 | \$98,428 | \$98,352 |
| Long-term liabilities | \$5,048 | \$5,756 | \$14,183 | \$15,714 | \$19,231 | \$21,470 |
| Other liabilities | 1,174 | 2,651 | 2,538 | 2,340 | 3,712 | 4,991 |
| Total liabilities | \$6,222 | \$8,407 | \$16,721 | \$18,054 | \$22,943 | \$26,461 |
| Net position: | | | | | | |
| Invested in capital assets | | | | | | |
| net of related debt | \$37,750 | \$36,405 | \$15,864 | \$15,641 | \$53,614 | \$52,046 |
| Restricted | 77 | 77 | 0 | 0 | 77 | 77 |
| Unrestricted | 18,816 | 17,088 | 2,978 | 2,680 | 21,794 | 19,768 |
| Total net position | \$56,643 | \$53,570 | \$18,842 | \$18,321 | \$75,485 | \$71,891 |

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

| | | | | | | |
|--------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Beginning net position | \$53,654 | \$51,116 | \$18,321 | \$15,978 | \$71,975 | \$67,094 |
| Increase in net position | 2,989 | 2,454 | 521 | 2,343 | 3,510 | 4,797 |
| Ending net position | <u>\$56,643</u> | <u>\$53,570</u> | <u>\$18,842</u> | <u>\$18,321</u> | <u>\$75,485</u> | <u>\$71,891</u> |

The City's net assets increased by \$3.6 million for the fiscal year ended April 30, 2013 compared to April 30, 2012, with ending assets of \$75.5 million and \$71.9 million, respectively. Beginning Net Position for 2013 included the net position of the Ottawa Visitors Center which was not included in the 2012 ending total, because their statements were unavailable to the City. Total liabilities decreased by \$3.5 million as of April 30, 2013 when compared to April 30, 2012, with net total assets increasing by \$3.6 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 | |
| | <u>2013</u> | <u>2012</u> | <u>2013</u> | <u>2012</u> |
| General Government | \$4,872 | \$5,178 | (\$2,665) | (\$2,203) |
| Public Safety | 6,533 | 6,181 | (5,269) | (5,194) |
| Transportation | 2,452 | 2,686 | (2,169) | (2,581) |
| Cultural, Parks & Recreation | 1,959 | 1,812 | (1,657) | (1,542) |
| Community Development | 5,573 | 5,579 | (3,969) | (4,149) |
| Interest On Long-Term Debt | 295 | 268 | (295) | (246) |
| Capital Outlay | - | - | - | - |
| Totals | <u>\$21,684</u> | <u>\$21,704</u> | <u>(\$16,024)</u> | <u>(\$15,915)</u> |

Operationally, the cost of all *governmental* activities for fiscal year ended 2013 was nearly identical to 2012, at approximately \$21.7 million each year. The individual functions did experience some cost shift, notwithstanding the similarity in total cost. The largest categorical cost component is Public Safety, which increased in cost by \$352 thousand, 5.7%, over fiscal year ended April 30, 2012. Cultural, Parks & Recreation also incurred more cost, increasing by \$147 thousand, or 8.1% over the prior year period. General Government and Transportation experienced cost reductions for the year ending April 30, 2013 as compared to the year ending April 30, 2012 at \$306 thousand and \$234 thousand, or 5.9% and 8.7%, respectively. Community Development expenses were virtually identical to the prior year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

The primary factors for the increased cost for Public Safety were \$89 thousand of additional overtime cost in the fire department, as well as \$77 thousand in additional equipment expense, coupled with a \$61 thousand increase in police administration costs and \$41 thousand in police operating supplies. Construction in progress attributable to Cultural, Parks & Recreation increased by \$253 thousand contrasting year ended April 30, 2013 to year ended April 30, 2012. The primary factor accountable for the decrease in General Government expense was a \$292 thousand improvement in cost of claims under the City's self-insured health plan. Transportation costs declined primarily due to a reduction of \$489 thousand in repairs and maintenance costs, with this reduction in cost partially offset by a \$176 thousand increase in construction in progress.

The health plan direct and variable expenses, net of employee contributions and stop loss reimbursements, was \$1.9 million for the period ending April 30, 2013, as contrasted to \$2.2 million for the period ending April 30, 2012. 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 dependant coverage.

Direct expense for personnel salaries and overtime compensation for governmental activities, which excludes those activities and expenses attributable to business-type activities such as water and wastewater management, increased by \$83 thousand, or 1.3% as the result of cooperative collective bargaining efforts with the City's three collective bargaining units, turnover and replacement consequences, effective management of overtime expenses, and pay freezes for the appointed staff. The primary reason for the overall increase is embedded longevity stipends for the various collective bargaining units. Those who directly benefited from the various activities and services paid \$3.4 million of the expense for fiscal year ending April 30, 2013, 15.8%, and \$4.4 million of the expense, 20.2%, for fiscal year ending April 30, 2012. The City has continued its efforts to require users to pay a greater proportion of overall expenses, while being mindful

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

of the financial consequences to users and to be equitable across user types in the allocation of these expenses. Additionally, in the fiscal year ended April 30, 2013, the City secured \$2.2 million in grants and contributions to help to defray the cost for these necessary services, reducing the financial burden to users and other taxpayers. In the fiscal year ending April 30, 2012 the City similarly secured \$1.4 million in contributions and grants. The City proactively pursues grant monies in order to leverage its financial capabilities and to relieve taxpayer and user burdens.

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. Notwithstanding the history of employee funding at required amounts and the City as employer funding at actuarially recommended amounts, the three primary pension funds are underfunded, although the funding ratios have been generally improving. The Illinois Municipal Retirement Funds (IMRF) as of December 31, 2012, and the Firefighters' Pension and Police Pension as of April 30, 2012, attained funding levels of 68.4% (72.1% on a market value basis), 52.9%, and 72.5% respectively. As of December 31, 2011 the IMRF was 59.8% funded. As of April 30, 2011, the funding ratios for the Firefighter's Pension and Police Pension were not available from the Illinois Department of Insurance. IMRF reports plan assets on a cost, rather than market basis, whereas the Firefighters' and Police Pensions report plan assets on a market basis. As of December 31, 2010, the IMRF funding level was 58.0% (54.3% on a market value basis), and as of April 30, 2010 the Firefighters' Pension and Police Pension were 54.4% and 67.8% funded respectively. The actuarial value of the assets in the three pension funds as of the most current actuarial valuation (December 31, 2012 for IMRF and April 30, 2012 for Firefighter and Police) were \$5.5 million, \$12.7 million, and \$14.5 million respectively. The City made contributions to IMRF, the Firefighters' Pension, and the Police Pension during the fiscal year ending April 30, 2013 in the amounts of \$483 thousand, \$863 thousand, and \$716 thousand respectively, as contrasted to contributions of \$455 thousand, \$903 thousand, and \$685 thousand respectively during the year ended April 30, 2012.

General Revenues to support governmental activities, which includes taxes, intergovernmental transfers (excluding City inter-fund transfers), and investment income, increased by 2.2% for the fiscal period ending April 30, 2013 when compared to the fiscal period ending April 30, 2012, \$18.8 million and \$18.4 million respectively. Expenses net of program revenues increased by \$109 thousand to \$16.0 million for fiscal year ended April 30, 2013, compared to \$15.9 million a year earlier, a 0.7% increase. Overall, the revenues from governmental activities exceeded the expenses for the fiscal year ended April 30, 2013 by \$3.0 million, as contrasted to \$2.5 million for year ended April 30, 2012.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

Property taxes and Sales and Use taxes are the largest sources of general revenue for the City, in combination accounting for 76.5% of total general revenues from governmental activities (exclusive of City inter-fund transfers) for the fiscal year ended April 30, 2013, and 77.7% for the period ended April 30, 2012. Overall, property tax revenues increased by \$125 thousand, or 1.4%, which includes revenues both received and accrued, as contrasted to \$243 thousand, or 2.8% a year earlier. Notwithstanding a decline in the equalized assessed valuation (EAV) of the property subject to the City's annual tax levy, which is more fully discussed hereafter, the overall ratio of property tax revenue to total revenue decreased to 47.6% for the period ended April 30, 2013, from 48.1% for the period ended April 30, 2012. Sales and Use taxes decreased by \$8 thousand, 0.1%, when comparing April 30, 2013 to April 30, 2012, the overall ratio of Sales and Use taxes to total revenue was 28.8% for period ended April 30, 2013, and 29.6% for the period ended April 30, 2012. 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 decreased by 3.59% for levy year 2012 contrasted to levy year 2011, notwithstanding a 2.7 cent increase in the levy rate attributable per \$100 of assessed valuation, after increasing by 0.8% for levy year 2011 contrasted to levy year 2010. The EAV, which is the basis upon which property taxes are levied, has declined for three consecutive levy years, \$272 million for 2012, \$287 million for 2011, and \$302 million for 2010, contrasted to \$313 million for 2009.

The actual levy rate established by levy ordinance and applicable to the equalized assessed property value for property owners as determined by the County of LaSalle, increased by only 1.6% or 2.7 cents for each \$100 of assessed valuation as contrasted to 6.0% or 9.9 cents in the prior levy cycle. The 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, for fiscal year 2013, as compared to the rate of change for the levy rate. Notwithstanding the overall decrease 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 employee pensions, IMRF, Social Security, Police, and Firefighter increased as a percentage of the total levy, representing 47.5%, as contrasted to 46.9% of the total taxes levied in the prior year, however, the aggregate dollar amount actually declined to \$2.3 million, from the \$2.4 of a year earlier, representing a 2.4% decline in dollars received through the levy. All other levied funds, in aggregate, also declined, but at a higher rate, 4.6%. These declines are the result of the downward trend in the equalized assessed valuation (EAV), notwithstanding the fact that the levy rate increased by 1.6% as noted above. The City responsibly fulfills its obligations pursuant

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

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.

Sales and Use taxes, which are a general indication of the overall vitality of retail operations within the taxing limits of the City, were relatively static, though declining by \$8 thousand, for the period ending April 30, 2013. Sales and Use taxes had previously increased by \$126 thousand for the period ended April 30, 2012. Although representing a much smaller portion of tax revenue, Hotel/Motel taxes declined by almost \$19 thousand, a 5.8% decrease after increasing by 8.4%, or \$25 thousand over the period ended April 30, 2012. In contrast, utility taxes increased by \$44 thousand or 3.7% over the period ending April 30, 2012 after decreasing by \$72 thousand, or 5.7% from the prior period. Intergovernmental revenues, which include State of Illinois income tax receipts, increased more significantly, by \$219 thousand, or 9.1%, following a \$61 thousand increase during the period ending April 30, 2012, 2.6%. Investment income attributable to an extremely low rate environment, and the level of fund balances, further declined to only \$5 thousand for the year ending April 30, 2013, contrasting to the \$6 thousand for fiscal year ended April 30, 2012, and \$14 thousand for the fiscal year ending April 30, 2011.

Business-Type Activities (Primarily Water and Wastewater Treatment)

| | <i>(\$000s)</i> | | | |
|--------------------------------|---------------------------|----------------|---------------------------|--------------|
| | Total Cost of Services | | Net (Cost) of Services | |
| | <u>2013</u> | <u>2012</u> | <u>2013</u> | <u>2012</u> |
| Water and Wastewater Treatment | \$5,135 | \$4,833 | \$795 | \$498 |
| Swimming Pool | 151 | 191 | (90) | (130) |
| Canal Rental and Purchase | 0 | 0 | 0 | 0 |
| Friendly City Riverfest | 131 | 105 | 12 | 11 |
| Totals | <u>\$5,417</u> | <u>\$5,129</u> | <u>\$717</u> | <u>\$379</u> |

Program revenues from business-type activities increased by \$627 thousand to a total of \$6.1 million for the year ended April 30, 2013, compared to a \$1.1 million increase and total of \$5.5 million for the year ended April 30, 2012. This increase is attributable to the water and wastewater functions. The program revenues include certain grants and ancillary revenue. For fiscal year ending April 30, 2013 the City received \$26 thousand, as contrasted to the fiscal year ending April 30, 2012 in which the City secured \$603 thousand in grants and other revenues. Direct charges for services, therefore, increased by \$1.2 million, or 24.7% for the fiscal year ended April 30, 2013. This is primarily attributable to scheduled increases in charges for water

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

and wastewater services, to assist in debt management for facilities and, separately, a special assessment for the separation of storm and sanitary wastewater systems. The separation of the storm and sanitary wastewater systems is required for environmental compliance.

For fiscal year ended April 30, 2013, the business-type activities overall operated at a profit of \$717 thousand, compared to year ending April 30, 2012 in which these activities also operated at a profit, but less so, totaling \$379 thousand during that year. The City's municipal swimming pool continued to operate at a deficit, however, improving from the prior year, with \$90 thousand of net expense for year ending April 30, 2013, and \$130 in net expense as of April 30, 2012. The City's Riverfest community festival generated \$12 thousand of net revenue in the year ending April 30, 2013, as compared to April 30, 2012 at \$11 thousand. Most significantly, the water and wastewater management functions generated net revenue of \$795 thousand in the year ending April 30, 2013, and \$498 thousand in the year ending April 30, 2012. This improvement is contrasted to a deficit of \$660 thousand in the year ending April 30, 2011. The overall net assets attributable to business-type activities increased by \$521 thousand, comparing the fiscal year-end April 30, 2013 net position of \$18.8 million to the April 30, 2012 total of \$18.3 million.

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, 2013 as compared with the fiscal year ending April 30, 2012.

| Revenues: | (\$000s) | | | |
|-----------------------|------------------------|-----------------------|------------------------|-----------------------|
| | 2013 | | 2012 | |
| | Amount | % of Total | Amount | % of Total |
| Taxes | \$18,326 | 75.88% | \$17,840 | 74.56% |
| Intergovernmental | 2,134 | 8.84% | 1,434 | 5.99% |
| Charges for Services | 373 | 1.54% | 1,396 | 5.83% |
| Fines & Forfeitures | 573 | 2.37% | 530 | 2.22% |
| Licenses & Permits | 789 | 3.27% | 911 | 3.81% |
| Investment Income | 5 | 0.02% | 6 | 0.03% |
| Miscellaneous | 1,950 | 8.08% | 1,810 | 7.56% |
| Total Revenues | <u>\$24,150</u> | <u>100.00%</u> | <u>\$23,927</u> | <u>100.00%</u> |

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

| Expenditures: | (\$000s) | | | |
|------------------------------|-----------------|----------------|-----------------|----------------|
| | 2013 | | 2012 | |
| | Amount | % of Total | Amount | % of Total |
| General Government | \$4,809 | 20.86% | \$5,127 | 21.31% |
| Public Safety | 6,123 | 26.55% | 5,883 | 24.45% |
| Transportation | 2,156 | 9.35% | 2,358 | 9.80% |
| Cultural, Parks & Recreation | 1,629 | 7.06% | 1,565 | 6.50% |
| Community/Economic Develop. | 5,153 | 22.35% | 5,020 | 20.86% |
| Debt Service | 1,031 | 4.47% | 1,062 | 4.41% |
| Capital Outlay | 2,159 | 9.36% | 3,049 | 12.67% |
| Total Expenditures | <u>\$23,060</u> | <u>100.00%</u> | <u>\$24,064</u> | <u>100.00%</u> |

Revenues from taxes increased by \$486 thousand for the period ended April 30, 2013 and represented 75.9% of total revenues for governmental funds. Revenue exclusive of taxes and intergovernmental receipts declined to \$3.7 million for the period ended April 30, 2013 from \$4.7 million for the period ended April 30, 2012. The primary reason for the decline was a reduction in charges for services, which totaled \$373 thousand for the year ending April 30, 2013, and was \$1.4 million as of April 30, 2012. This is the result of a reduction in Growth Impact Fees to \$57 thousand for the period ended April 30, 2013, from \$1.1 million the year earlier. Intergovernmental receipts also increased to \$2.1 million as contrasted to \$1.4 million a year earlier. Fines and forfeitures increased to \$573 thousand for the year ended April 30, 2013, after totaling \$530 thousand for year ended April 30, 2012.

Expenditures for governmental funds in total declined again for fiscal year ended April 30, 2013, to \$23.1 million, after totaling \$24.1 million in fiscal year ended April 30, 2012 and \$25.5 million in the fiscal year ended April 30, 2011. The most significant change in expenditures was an \$890 thousand decline in capital outlay, totaling \$2.2 million, after expenditures in fiscal year ended April 30, 2012 of \$2.4, and \$5.5 million for the period ended April 30, 2011. General government expenditures also decreased by \$318 thousand, primarily as a consequence of the decreasing expense in general administration of \$324 thousand, comparing total general government expenditures of \$4.8 million, to \$5.1 million, and general administration expenditures of \$4.6 million, to \$4.9 million, for April 30, 2013 and April 30, 2012 respectively. Transportation expense also declined, notwithstanding a \$194 thousand increase for additional mini bus services, by \$202 thousand to \$2.2 million from

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

\$2.4 million in the previous year. Expenditures for streets declined by \$384 thousand, totaling \$1.7 million in the year ending April 30, 2013, and \$2.1 million in the year ending April 30, 2012. Debt service declined by \$31 thousand for the year ending April 30, 2013.

Primary areas of increased expenditures, offsetting the aforementioned decreases somewhat, were public safety increasing by \$240 thousand to \$6.1 million as of April 30, 2013, compared to \$5.9 million as of April 30, 2012, community and economic development, increasing by \$132 thousand in the year April 30, 2013, and cultural, parks, and recreation, increasing by \$65 thousand.

Total governmental fund balances, in aggregate, increased by \$1.4 million, with \$83 thousand of that increase attributable to the inclusion in the year ended April 30, 2013, of the Ottawa Visitors Center. However, the general fund increased by only \$479 thousand with aggregate balances of \$9.2 million for total government funds and \$1.9 million for the general fund as of April 30, 2013.

The City's main operating account, the general fund balance, as noted above increased to \$1.9 million as of April 30, 2013, representing approximately 55 days of average general fund expenditures, as contrasted to a \$1.5 million balance as of April 30, 2012, representing 42 days of average general fund expense. Consequently, the increased fund balance represents 13 days of additional expenditures in reserve.

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 \$29 thousand more than was budgeted; with actual revenues collected of 100.2% of the amount budgeted. Intergovernmental revenue was \$257 thousand less than budgeted, 70.3% of the amount budgeted, resulting from grants budgeted but not received. Taxes received were 101.7% of the amount anticipated in the budget, \$175 thousand more than budgeted. Additional areas where more revenue was received than expected was in the miscellaneous category with an additional \$253 thousand more received than budgeted, with the majority of that additional amount being for ambulance fees which were \$172 thousand more than budgeted. The City expanded its ambulance services, adding non-emergency transfer services. Licenses and permits also generated an additional \$53 thousand more received than budgeted.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

When, and to the extent possible, funds anticipated to be received are not in fact received, modifications to the related expenditures are implemented. The actual charges to appropriations (expenditures) were \$600 thousand less than was budgeted. The most significant reductions in expenditures, from those which were budgeted were in the departments of Community Development, General Administration, and the Police Department expending \$457 thousand less, \$253 thousand less, and \$176 thousand less, respectively. Overall, General Fund revenues exceeded expenditures \$479 thousand in the fiscal year ended April 30, 2013.

A total of \$100 thousand was transferred from the General Fund to other City funds, and \$340 thousand from other funds was transferred into the General Fund. The fund balance in the General Fund, as noted earlier herein, increased, as of April 30, 2013 to \$1.949 million. The fund balance in the General Fund was \$1.470 million at April 30, 2012. 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, were in the aggregate approximately \$7.3 million as of April 30, 2013, and aggregated \$6.4 million as of April 30, 2012. 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, 2013 the City has \$74.8 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, 2012, the City had \$75.5 million invested in capital assets, net of depreciation.

This year's major additions included:

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

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

DEBT

At April 30, 2012, the City has \$21.5 million in bonds and notes outstanding versus \$23.7 million as of April 30, 2012, and \$25.9 million as of April 30, 2011. Principal payments were paid as scheduled. The City refinanced a portion of its outstanding debt to take advantage of a lower interest rate environment, thereby reducing its servicing costs. A \$4.5 million general obligation refunding debt certificate was issued with rates ranging from 1.71% to 2.95% depending upon certificate maturity, to replace debt with interest rates that had ranged from 3.63% to 5.43%, and an additional \$2.4 million was issued with rates ranging from 1.71% to 4.30% replacing rates of 3.75% to 5.33%. Also, as part of the overall debt restructure, an outstanding loan from the Illinois EPA at 2.91% was refinanced with a general obligation debt certificate with rates ranging from 1.71% to 3.42%. The debt restructure provides significant servicing cost reductions over prior servicing costs. Maturity terms were not extended. Each of the new debt instruments is subject, at the City's option, to redemption prior to maturity without penalty. 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 2013-2014 budget, tax rates and fees that will be charged for the business-type activities. The City has experienced three consecutive years of decline in the assessed valuation of properties subject to taxation. Notwithstanding those declines, 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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ending April 30, 2013

some circumstances priorities are affected by grant opportunities that are available from which the City can benefit. Financing rates are reviewed to take advantage of opportunities when present to better leverage the City's resources and limit servicing costs, while contractually ensuring that flexibility remains at the City's option for future opportunities to be realized. The City Council has attempted to responsibly manage the City's affairs, while providing a consistent, professional level of service, recognizing that the City's infrastructure is continually needful of repair and maintenance to ensure that it is effective and of benefit both to current residents and businesses. Further the City has committed to a proactive effort to encourage economic development and attract business enterprises to the community as evidenced by its development and expansion of the Ottawa Industrial Park, its extensive use of Tax Increment Financing Districts (TIFs), and utilization of enterprise zone incentives. These efforts benefit and provide opportunities for existing taxpayers, while providing and developing a vibrant and attractive community for new, prospective, taxpayers.

These indications were taken into account when adopting the General Fund budget for 2014. Amounts available for appropriation in the General Fund budget, including fund reserves, are \$16.6 million as contrasted to the fiscal year 2013 total of \$14.9 million. General budgeted expenses were similar to fiscal year 2013, 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, 2013

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Total</u> |
|-----------------------------------|------------------------------------|-------------------------------------|-------------------------|
| <u>ASSETS</u> | | | |
| Current Assets: | | | |
| Cash | \$ 7,961,368.43 | \$ 2,614,351.37 | \$ 10,575,719.80 |
| Investments | 455,199.68 | 25,239.81 | 480,439.49 |
| Accounts Receivable (Net) | --- | 923,798.19 | 923,798.19 |
| Property Taxes Receivable | 8,785,590.76 | --- | 8,785,590.76 |
| Receivable From Other Governments | 32,275.96 | --- | 32,275.96 |
| Notes Receivable | 13,759.95 | --- | 13,759.95 |
| Other Taxes And Fees Receivable | 2,363,163.71 | --- | 2,363,163.71 |
| Due From Other Funds | (409,849.92) | 409,849.92 | --- |
| Total Current Assets | <u>\$ 19,201,508.57</u> | <u>\$ 3,973,239.29</u> | <u>\$ 23,174,747.86</u> |
| Noncurrent Assets: | | | |
| Special Assessments Receivable | \$ 7,254.92 | \$ --- | \$ 7,254.92 |
| Notes Receivable | 72,809.37 | --- | 72,809.37 |
| Restricted Assets: | | | |
| Cash | --- | 312,931.20 | 312,931.20 |
| Investments | 77,452.97 | --- | 77,452.97 |
| Capital Assets (Net) | 43,506,046.38 | 31,276,375.76 | 74,782,422.14 |
| Total Noncurrent Assets | <u>\$ 43,663,563.64</u> | <u>\$ 31,589,306.96</u> | <u>\$ 75,252,870.60</u> |
| Total Assets | <u>\$ 62,865,072.21</u> | <u>\$ 35,562,546.25</u> | <u>\$ 98,427,618.46</u> |
| <u>LIABILITIES</u> | | | |
| Current Liabilities: | | | |
| Cash Overdraft | \$ 507,728.92 | \$ --- | \$ 507,728.92 |
| Accounts Payable | 475,796.59 | 174,078.26 | 649,874.85 |
| Wages Payable | 79,198.64 | 10,153.40 | 89,352.04 |
| Accrued Interest Payable | 149,546.82 | 65,259.87 | 214,806.69 |
| Loans Payable | 85,015.03 | 383,761.00 | 468,776.03 |
| Debt Certificates Payable | 622,924.10 | 1,158,884.37 | 1,781,808.47 |
| Due To Other Funds | (746,081.10) | 746,081.10 | --- |
| Total Current Liabilities | <u>\$ 1,174,129.00</u> | <u>\$ 2,538,218.00</u> | <u>\$ 3,712,347.00</u> |
| Noncurrent Liabilities: | | | |
| Loans Payable | \$ 21,778.14 | \$ 6,220,499.37 | \$ 6,242,277.51 |
| Debt Certificates Payable | 2,541,577.84 | 7,961,773.75 | 10,503,351.59 |
| Bonds Payable | 2,485,000.00 | --- | 2,485,000.00 |
| Total Noncurrent Liabilities | <u>\$ 5,048,355.98</u> | <u>\$ 14,182,273.12</u> | <u>\$ 19,230,629.10</u> |
| Total Liabilities | <u>\$ 6,222,484.98</u> | <u>\$ 16,720,491.12</u> | <u>\$ 22,942,976.10</u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Position
April 30, 2013

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Total</u> |
|---|------------------------------------|-------------------------------------|------------------|
| <u>NET POSITION</u> | | | |
| Invested In Capital Assets, Net Of Related Debt | \$ 37,749,751.27 | \$ 15,864,388.47 | \$ 53,614,139.74 |
| Restricted For: | | | |
| Riverwalk | 77,452.97 | --- | 77,452.97 |
| Unrestricted | 18,815,382.99 | 2,977,666.66 | 21,793,049.65 |
| Total Net Position | \$ 56,642,587.23 | \$ 18,842,055.13 | \$ 75,484,642.36 |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Activities
Year Ended April 30, 2013

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense)/ Revenue |
|---------------------------------------|------------------------|-------------------------|--|--|------------------------------|
| | | Charges For Services | Operating Grants And Contributions | Capital Grants And Contributions | |
| Governmental Activities: | | | | | |
| General Government: | | | | | |
| Mayor | \$ 174,462.27 | \$ --- | \$ --- | \$ --- | \$ (174,462.27) |
| General Government | 4,697,818.05 | 1,781,853.06 | 425,463.45 | --- | (2,490,501.54) |
| Total General Government | <u>\$ 4,872,280.32</u> | <u>\$ 1,781,853.06</u> | <u>\$ 425,463.45</u> | <u>\$ ---</u> | <u>\$ (2,664,963.81)</u> |
| Public Safety: | | | | | |
| Police | \$ 3,601,204.34 | \$ 325,475.95 | \$ --- | \$ --- | \$ (3,275,728.39) |
| Fire | 2,444,161.98 | 827,566.32 | 89,742.00 | --- | (1,526,853.66) |
| Public Health And Safety | 487,905.47 | 2,922.00 | 19,166.72 | --- | (465,816.75) |
| Total Public Safety | <u>\$ 6,533,271.79</u> | <u>\$ 1,155,964.27</u> | <u>\$ 108,908.72</u> | <u>\$ ---</u> | <u>\$ (5,268,398.80)</u> |
| Transportation: | | | | | |
| Streets | \$ 2,141,762.00 | \$ --- | \$ 82,448.57 | \$ 81,312.00 | \$ (1,978,001.43) |
| Mini Bus, Taxicab, NCAT | 310,492.98 | --- | 119,266.73 | --- | (191,226.25) |
| Total Transportation | <u>\$ 2,452,254.98</u> | <u>\$ ---</u> | <u>\$ 201,715.30</u> | <u>\$ 81,312.00</u> | <u>\$ (2,169,227.68)</u> |
| Cultural, Parks And Recreation: | | | | | |
| Parks And Public Buildings | \$ 1,133,741.74 | \$ --- | \$ 12,480.00 | \$ 20,000.00 | \$ (1,101,261.74) |
| Tourism | 524,949.80 | 151,161.09 | 21,000.00 | --- | (352,788.71) |
| Recreation | 300,211.45 | 85,877.25 | 11,300.00 | --- | (203,034.20) |
| Total Cultural, Parks And Recreation | <u>\$ 1,958,902.99</u> | <u>\$ 237,038.34</u> | <u>\$ 44,780.00</u> | <u>\$ 20,000.00</u> | <u>\$ (1,657,084.65)</u> |
| Community/Economic Development: | | | | | |
| Community Development | \$ 5,572,387.66 | \$ 243,208.82 | \$ --- | \$ 1,360,542.99 | \$ (3,968,635.85) |
| Interest On Long-Term Debt | | | | | |
| Interest On Long-Term Debt | \$ 295,338.52 | \$ --- | \$ --- | \$ --- | \$ (295,338.52) |
| Total Governmental Activities | <u>\$21,684,436.26</u> | <u>\$ 3,418,064.49</u> | <u>\$ 780,867.47</u> | <u>\$ 1,461,854.99</u> | <u>\$(16,023,649.31)</u> |
| Business-Type Activities: | | | | | |
| Water And Sewer | \$ 5,134,307.70 | \$ 5,929,111.36 | \$ --- | \$ --- | \$ 794,803.66 |
| Swimming Pool | 151,281.96 | 61,487.21 | --- | --- | (89,794.75) |
| Canal Rental And Purchase | --- | --- | --- | --- | --- |
| Friendly City Riverfest | 131,147.40 | 143,486.52 | --- | --- | 12,339.12 |
| Total Business-Type Activities | <u>\$ 5,416,737.06</u> | <u>\$ 6,134,085.09</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ 717,348.03</u> |
| Total | <u>\$27,101,173.32</u> | <u>\$ 9,552,149.58</u> | <u>\$ 780,867.47</u> | <u>\$ 1,461,854.99</u> | <u>\$(15,306,301.28)</u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Activities
Year Ended April 30, 2013

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Total</u> |
|---|------------------------------------|-------------------------------------|-------------------------|
| Net Expense/Revenue | \$(16,023,649.31) | \$ 717,348.03 | \$(15,306,301.28) |
| General Revenues: | | | |
| Taxes: | | | |
| Property Taxes | \$ 8,963,093.31 | \$ --- | \$ 8,963,093.31 |
| Sales And Use Taxes | 5,423,767.97 | --- | 5,423,767.97 |
| Utility Taxes | 1,248,533.59 | --- | 1,248,533.59 |
| Hotel/Motel Taxes | 301,590.71 | --- | 301,590.71 |
| Intergovernmental | 2,632,591.07 | --- | 2,632,591.07 |
| Investment Income | 4,985.69 | 3,608.35 | 8,594.04 |
| Miscellaneous | 225,726.02 | --- | 225,726.02 |
| Sale Of Land | 12,617.88 | --- | 12,617.88 |
| Transfers | 200,000.00 | (200,000.00) | --- |
| Total General Revenues And Transfers | <u>\$ 19,012,906.24</u> | <u>\$(196,391.65)</u> | <u>\$ 18,816,514.59</u> |
| Change In Net Position | \$ 2,989,256.93 | \$ 520,956.38 | \$ 3,510,213.31 |
| Net Position - Beginning | <u>53,653,330.30</u> | <u>18,321,098.75</u> | <u>71,974,429.05</u> |
| Net Position - Ending | <u>\$ 56,642,587.23</u> | <u>\$ 18,842,055.13</u> | <u>\$ 75,484,642.36</u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Balance Sheet
Governmental Funds
April 30, 2013

| | General Fund | North TIF Fund | Other Governmental Funds | Total Governmental Funds |
|--|------------------------|------------------------|--------------------------------|--------------------------------|
| ASSETS | | | | |
| Cash | \$ 1,294,467.32 | \$ 2,235,351.70 | \$ 4,431,549.41 | \$ 7,961,368.43 |
| Investments | 77,452.97 | --- | 455,199.68 | 532,652.65 |
| Property Taxes Receivable | 1,692,587.75 | 2,607,891.92 | 4,485,111.09 | 8,785,590.76 |
| Receivable From Other Governments | --- | --- | 32,275.96 | 32,275.96 |
| Notes Receivable | --- | --- | 86,569.32 | 86,569.32 |
| Special Assessments Receivable | --- | --- | 7,254.92 | 7,254.92 |
| Other Taxes And Fees Receivable And Other Due From Other Funds | 1,318,071.47 | --- | 76,004.06 | 1,394,075.53 |
| | --- | --- | 1,141,081.10 | 1,141,081.10 |
| TOTAL ASSETS | \$ 4,382,579.51 | \$ 4,843,243.62 | \$ 10,715,045.54 | \$ 19,940,868.67 |
| LIABILITIES | | | | |
| Cash Overdraft | \$ --- | \$ --- | \$ 507,728.92 | \$ 507,728.92 |
| Accounts Payable | 283,121.34 | 15.00 | 192,660.25 | 475,796.59 |
| Wages Payable | 72,755.46 | --- | 6,443.18 | 79,198.64 |
| Due To Other Funds | 321,733.88 | --- | 483,116.04 | 804,849.92 |
| Total Liabilities | \$ 677,610.68 | \$ 15.00 | \$ 1,189,948.39 | \$ 1,867,574.07 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable Revenue | \$ 1,755,867.92 | \$ 2,607,891.92 | \$ 4,492,366.01 | \$ 8,856,125.85 |
| Total Deferred Inflows Of Resources | \$ 1,755,867.92 | \$ 2,607,891.92 | \$ 4,492,366.01 | \$ 8,856,125.85 |
| FUND BALANCES | | | | |
| Nonspendable: | | | | |
| Riverwalk Endowment | \$ 77,452.97 | \$ --- | \$ --- | \$ 77,452.97 |
| Noncurrent Receivables - Special Revenue | --- | --- | 55,471.75 | 55,471.75 |
| Noncurrent Receivables - Capital Projects | --- | --- | 7,097.12 | 7,097.12 |
| Assigned: | | | | |
| Special Revenue | --- | --- | 2,962,218.18 | 2,962,218.18 |
| Debt Service | --- | --- | 71,790.34 | 71,790.34 |
| Capital Projects | --- | 2,235,336.70 | 2,934,685.67 | 5,170,022.37 |
| Unassigned: | 1,871,647.94 | --- | (998,531.92) | 873,116.02 |
| Total Fund Balances | \$ 1,949,100.91 | \$ 2,235,336.70 | \$ 5,032,731.14 | \$ 9,217,168.75 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 4,382,579.51 | \$ 4,843,243.62 | \$ 10,715,045.54 | |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
 Balance Sheet
 Governmental Funds
 April 30, 2013

| | | 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 | | 969,088.18 |
| Capital Assets Used In Governmental Activities Are Not Financial Resources And, Therefore, Are Not Reported In The Funds, Net Of Accumulated Depreciation Of \$15,792,413.00 | | 43,506,046.38 |
| 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 | | 8,856,125.85 |
| Long-Term Liabilities Are Not Due And Payable In The Current Period And, Therefore, Are Not Reported In The Funds: | | |
| Interest Payable | \$ (149,546.82) | |
| Bonds, Debt Certificates, And Note Payable | <u>(5,756,295.11)</u> | |
| | | <u>(5,905,841.93)</u> |
| Net Position Of Governmental Activities | | <u><u>\$ 56,642,587.23</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, 2013

| | General Fund | North TIF Fund | Other Governmental Funds | Total Governmental Funds |
|---|-------------------------|------------------------|--------------------------------|--------------------------------|
| REVENUES | | | | |
| Taxes | \$ 10,425,567.97 | \$ 2,537,074.31 | \$ 5,363,034.74 | \$ 18,325,677.02 |
| Intergovernmental | 418,265.83 | --- | 1,715,994.12 | 2,134,259.95 |
| Charges For Services | 16,147.47 | --- | 357,359.73 | 373,507.20 |
| Fines, Fees, and Expense Reimbursements | 174,331.60 | --- | 398,365.60 | 572,697.20 |
| Licenses And Permits | 357,360.73 | --- | 431,557.53 | 788,918.26 |
| Investment Income | 260.66 | 664.36 | 4,060.67 | 4,985.69 |
| Miscellaneous | 1,738,687.77 | --- | 211,486.90 | 1,950,174.67 |
| Total Revenues | \$ 13,130,622.03 | \$ 2,537,738.67 | \$ 8,481,859.29 | \$ 24,150,219.99 |
| EXPENDITURES | | | | |
| Current: | | | | |
| General Government | | | | |
| Mayor | \$ 174,462.27 | \$ --- | \$ --- | \$ 174,462.27 |
| Liquor Commissioner | 5,900.18 | --- | --- | 5,900.18 |
| Fire And Police Commission | 7,612.26 | --- | --- | 7,612.26 |
| Civil Service Commission | 2,954.69 | --- | --- | 2,954.69 |
| General Administration | 3,118,915.08 | --- | 1,481,972.58 | 4,600,887.66 |
| Accounts And Finance Commissioner | 16,841.26 | --- | --- | 16,841.26 |
| Total General Government | \$ 3,326,685.74 | \$ --- | \$ 1,481,972.58 | \$ 4,808,658.32 |
| Public Safety | | | | |
| Police | \$ 3,515,768.34 | \$ --- | \$ --- | \$ 3,515,768.34 |
| Fire | 2,303,534.98 | --- | --- | 2,303,534.98 |
| Public Health And Safety | 16,866.02 | --- | 286,639.97 | 303,505.99 |
| Total Public Safety | \$ 5,836,169.34 | \$ --- | \$ 286,639.97 | \$ 6,122,809.31 |
| Transportation | | | | |
| Streets | \$ 1,168,878.61 | \$ --- | \$ 548,343.05 | \$ 1,717,221.66 |
| Vehicle Maintenance | 116,848.45 | --- | --- | 116,848.45 |
| Public Improvements | 16,553.25 | --- | --- | 16,553.25 |
| Mini Bus And Taxicab | 152,861.68 | --- | 153,066.30 | 305,927.98 |
| Total Transportation | \$ 1,455,141.99 | \$ --- | \$ 701,409.35 | \$ 2,156,551.34 |
| Cultural, Parks And Recreation | | | | |
| Public Property | \$ 15,558.71 | \$ --- | \$ --- | \$ 15,558.71 |
| Parks And Public Buildings | 844,660.33 | --- | 251,078.96 | 1,095,739.29 |
| Tourism | --- | --- | 518,159.80 | 518,159.80 |
| Total Cultural, Parks And Recreation | \$ 860,219.04 | \$ --- | \$ 769,238.76 | \$ 1,629,457.80 |
| Community/Economic Development | | | | |
| Community Development | \$ 613,487.95 | \$ 2,095,810.71 | \$ 2,443,513.14 | \$ 5,152,811.80 |
| Economic Development | --- | --- | --- | --- |
| Total Community/Economic Development | \$ 613,487.95 | \$ 2,095,810.71 | \$ 2,443,513.14 | \$ 5,152,811.80 |
| Debt Service | | | | |
| Principal | \$ 131,765.62 | \$ --- | \$ 572,923.10 | \$ 704,688.72 |
| Interest And Other Charges | 12,992.02 | --- | 313,181.98 | 326,174.00 |
| Total Debt Service | \$ 144,757.64 | \$ --- | \$ 886,105.08 | \$ 1,030,862.72 |
| Capital Outlay | \$ 668,074.89 | \$ 333,930.90 | \$ 1,156,900.33 | \$ 2,158,906.12 |
| Total Expenditures | \$ 12,904,536.59 | \$ 2,429,741.61 | \$ 7,725,779.21 | \$ 23,060,057.41 |

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, 2013

| | <u>General</u> <u>Fund</u> | <u>North TIF</u> <u>Fund</u> | <u>Other</u> <u>Governmental</u> <u>Funds</u> | <u>Total</u> <u>Governmental</u> <u>Funds</u> |
|--|-------------------------------|---------------------------------|---|---|
| Excess (Deficiency) Of Revenues Over Expenditures | \$ 226,085.44 | \$ 107,997.06 | \$ 756,080.08 | \$ 1,090,162.58 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | \$ 340,000.00 | \$ --- | \$ 2,081,105.08 | \$ 2,421,105.08 |
| Transfers Out | (100,000.00) | (440,275.00) | (1,680,830.08) | (2,221,105.08) |
| Sale Of Property | 12,617.88 | --- | --- | 12,617.88 |
| Total Other Financing Sources (Uses) | <u>\$ 252,617.88</u> | <u>\$ (440,275.00)</u> | <u>\$ 400,275.00</u> | <u>\$ 212,617.88</u> |
| Net Change In Fund Balances | \$ 478,703.32 | \$ (332,277.94) | \$ 1,156,355.08 | \$ 1,302,780.46 |
| Fund Balances - Beginning | 1,470,397.59 | 2,567,614.64 | 3,876,376.06 | 7,914,388.29 |
| Fund Balances - Ending | <u>\$ 1,949,100.91</u> | <u>\$ 2,235,336.70</u> | <u>\$ 5,032,731.14</u> | <u>\$ 9,217,168.75</u> |

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: | <u>\$ 1,302,780.46</u> |
|--|------------------------|

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 | \$ 1,929,771.95 |
| Depreciation Expense | <u>(1,289,675.00)</u> |
| | <u>\$ 640,096.95</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 Increased Revenue) | \$ 141,970.66 |
| Long-Term Receivables (Increased Revenue) | <u>168,884.66</u> |
| | <u>\$ 310,855.32</u> |

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>\$ 704,688.72</u> |
|--|----------------------|

Some Expenditures Reported In The Governmental Funds Do Not Include Amounts
Reported Currently In The Statement Of Activities:

| | |
|-------------------------------|---------------------|
| Reduction In Interest Payable | <u>\$ 30,835.48</u> |
|-------------------------------|---------------------|

| | |
|---|-------------------------------|
| Change In Net Position Of Governmental Activities | <u><u>\$ 2,989,256.93</u></u> |
|---|-------------------------------|

City Of Ottawa, Illinois
Statement Of Net Position
Proprietary Funds
April 30, 2013

| | Enterprise Funds | | |
|-------------------------------------|-------------------------------|----------------------------|------------------|
| | Waterworks And Sewerage | Other Nonmajor Funds | Total |
| ASSETS | | | |
| Current Assets: | | | |
| Cash | \$ 2,528,474.14 | \$ 85,877.23 | \$ 2,614,351.37 |
| Investments | 5,431.29 | 19,808.52 | 25,239.81 |
| Water And Sewer Receivable | 923,798.19 | --- | 923,798.19 |
| Due From General Corporate Fund | 321,733.88 | --- | 321,733.88 |
| Due From Growth Impact Fee Fund | 88,116.04 | --- | 88,116.04 |
| Total Current Assets | \$ 3,867,553.54 | \$ 105,685.75 | \$ 3,973,239.29 |
| Noncurrent Assets: | | | |
| Restricted Assets: | | | |
| Cash - Unspent Debt Proceeds | \$ 312,931.20 | \$ --- | \$ 312,931.20 |
| Total Restricted Assets | \$ 312,931.20 | \$ --- | \$ 312,931.20 |
| Capital Assets: | | | |
| Property And Equipment, Net | \$ 30,940,255.79 | \$ 336,119.97 | \$ 31,276,375.76 |
| Construction In Progress | --- | --- | --- |
| Total Capital Assets | \$ 30,940,255.79 | \$ 336,119.97 | \$ 31,276,375.76 |
| Total Noncurrent Assets | \$ 31,253,186.99 | \$ 336,119.97 | \$ 31,589,306.96 |
| TOTAL ASSETS | \$ 35,120,740.53 | \$ 441,805.72 | \$ 35,562,546.25 |
| LIABILITIES | | | |
| Current Liabilities: | | | |
| Accounts Payable | \$ 171,970.01 | \$ 2,108.25 | \$ 174,078.26 |
| Accrued Salaries | 10,153.40 | --- | 10,153.40 |
| Interest Payable | 65,259.87 | --- | 65,259.87 |
| Current Portion - EPA Loans Payable | 351,507.22 | --- | 351,507.22 |
| Current Portion - Debt Certificates | 1,158,884.37 | --- | 1,158,884.37 |
| Current Portion - Vactor Truck Loan | 32,253.78 | --- | 32,253.78 |
| Due To EZ Capital Improvement Fund | 746,081.10 | --- | 746,081.10 |
| Total Current Liabilities | \$ 2,536,109.75 | \$ 2,108.25 | \$ 2,538,218.00 |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Position
Proprietary Funds
April 30, 2013

| | Enterprise Funds | | |
|--|-------------------------------|----------------------------|-----------------------------|
| | Waterworks And Sewerage | Other Nonmajor Funds | Total |
| Noncurrent Liabilities: | | | |
| EPA Loans Payable | \$ 6,105,913.08 | \$ --- | \$ 6,105,913.08 |
| Debt Certificates | 7,961,773.75 | --- | 7,961,773.75 |
| Vactor Truck Loan | 114,586.29 | --- | 114,586.29 |
| Total Noncurrent Liabilities | <u>\$ 14,182,273.12</u> | <u>\$ ---</u> | <u>\$ 14,182,273.12</u> |
| TOTAL LIABILITIES | <u>\$ 16,718,382.87</u> | <u>\$ 2,108.25</u> | <u>\$ 16,720,491.12</u> |
| <u>NET POSITION</u> | | | |
| Invested In Capital Assets, Net Of Related Debt | \$ 15,528,268.50 | \$ 336,119.97 | \$ 15,864,388.47 |
| Restricted | --- | --- | --- |
| Unrestricted | 2,874,089.16 | 103,577.50 | 2,977,666.66 |
| TOTAL NET POSITION | <u>\$ 18,402,357.66</u> | <u>\$ 439,697.47</u> | <u>\$ 18,842,055.13</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, 2013

| | Enterprise Funds | | |
|--------------------------------------|--------------------------------------|-----------------------------------|-------------------------|
| | Waterworks And <u>Sewerage</u> | Other Nonmajor <u>Funds</u> | <u>Total</u> |
| Operating Revenues: | | | |
| Charges For Services | \$ 5,902,282.22 | \$ --- | \$ 5,902,282.22 |
| Gate Receipts And Concessions | --- | 61,487.21 | 61,487.21 |
| Rents | --- | --- | --- |
| Events Revenues | --- | 143,486.52 | 143,486.52 |
| Grants And Other | 26,829.14 | --- | 26,829.14 |
| Total Operating Revenues | <u>\$ 5,929,111.36</u> | <u>\$ 204,973.73</u> | <u>\$ 6,134,085.09</u> |
| Operating Expenses: | | | |
| Payroll And Benefits | \$ 1,159,638.27 | \$ 90,706.51 | \$ 1,250,344.78 |
| Plant And Operations | 2,160,435.61 | 190,510.32 | 2,350,945.93 |
| Administration And Other | 113,526.51 | 1,212.53 | 114,739.04 |
| Depreciation | 1,302,749.00 | --- | 1,302,749.00 |
| Total Operating Expenses | <u>\$ 4,736,349.39</u> | <u>\$ 282,429.36</u> | <u>\$ 5,018,778.75</u> |
| Net Operating Income (Loss) | <u>\$ 1,192,761.97</u> | <u>\$ (77,455.63)</u> | <u>\$ 1,115,306.34</u> |
| Non-Operating Income (Expense): | | | |
| Investment Income | \$ 671.72 | \$ 2,936.63 | \$ 3,608.35 |
| Interest Expense | (354,010.91) | --- | (354,010.91) |
| Flood Expense | (43,947.40) | --- | (43,947.40) |
| Total Non-Operating Income (Expense) | <u>\$ (397,286.59)</u> | <u>\$ 2,936.63</u> | <u>\$ (394,349.96)</u> |
| Transfers In (Out) | <u>\$ (300,000.00)</u> | <u>\$ 100,000.00</u> | <u>\$ (200,000.00)</u> |
| Change In Net Position | \$ 495,475.38 | \$ 25,481.00 | \$ 520,956.38 |
| Net Position - Beginning Of Year | <u>17,906,882.28</u> | <u>414,216.47</u> | <u>18,321,098.75</u> |
| Net Position - End Of Year | <u>\$ 18,402,357.66</u> | <u>\$ 439,697.47</u> | <u>\$ 18,842,055.13</u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2013

| | Enterprise Funds | | |
|---|-------------------------------|----------------------------|--------------------------|
| | Waterworks And Sewerage | Other Nonmajor Funds | Total |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts From Customers | \$ 5,685,291.95 | \$ 204,973.73 | \$ 5,890,265.68 |
| Payments To Suppliers | (2,128,332.15) | (189,614.60) | (2,317,946.75) |
| Payments To Employees | (1,162,085.17) | (90,706.51) | (1,252,791.68) |
| Other Receipts | 26,829.14 | --- | 26,829.14 |
| Flood Expense | (43,947.40) | --- | (43,947.40) |
| Net Cash Provided (Used) By Operating Activities | <u>\$ 2,377,756.37</u> | <u>\$ (75,347.38)</u> | <u>\$ 2,302,408.99</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Transfers In (Out) | \$ (300,000.00) | \$ 100,000.00 | \$ (200,000.00) |
| Purchases Of Capital Assets | (31,607.25) | --- | (31,607.25) |
| Proceeds Of EZ Capital Improvement Fund Loan | 176,915.10 | --- | 176,915.10 |
| Loans To Other Funds | (151,284.14) | --- | (151,284.14) |
| Proceeds Of Debt Certificate | 9,048,879.00 | --- | 9,048,879.00 |
| Principal Paid On Capital Debt | (10,584,895.51) | --- | (10,584,895.51) |
| Interest Paid On Capital Debt | (429,535.45) | --- | (429,535.45) |
| Net Cash Provided (Used) By Capital And Related Financing Activities | <u>\$ (2,271,528.25)</u> | <u>\$ 100,000.00</u> | <u>\$ (2,171,528.25)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Investment Income | \$ 671.72 | \$ 2,936.63 | \$ 3,608.35 |
| Net Cash Provided By Investing Activities | <u>\$ 671.72</u> | <u>\$ 2,936.63</u> | <u>\$ 3,608.35</u> |
| Net Increase In Cash | \$ 106,899.84 | \$ 27,589.25 | \$ 134,489.09 |
| Balance - Beginning Of Year | <u>2,739,936.79</u> | <u>78,096.50</u> | <u>2,818,033.29</u> |
| Balance - End Of Year | <u>\$ 2,846,836.63</u> | <u>\$ 105,685.75</u> | <u>\$ 2,952,522.38</u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2013

| | Enterprise Funds | | |
|--|-------------------------------|----------------------------|------------------------|
| | Waterworks And Sewerage | Other Nonmajor Funds | Total |
| Consisting Of: | | | |
| Cash | \$ 2,528,474.14 | \$ 85,877.23 | \$ 2,614,351.37 |
| Cash - Restricted | 312,931.20 | --- | 312,931.20 |
| Investments | 5,431.29 | 19,808.52 | 25,239.81 |
| | <u>\$ 2,846,836.63</u> | <u>\$ 105,685.75</u> | <u>\$ 2,952,522.38</u> |
| | | | |
| RECONCILIATION OF OPERATING | | | |
| INCOME (LOSS) TO NET CASH PROVIDED | | | |
| (USED) BY OPERATING ACTIVITIES | | | |
| Operating Income (Loss) | \$ 1,192,761.97 | \$ (77,455.63) | \$ 1,115,306.34 |
| Adjustments To Reconcile Operating | | | |
| Income To Net Cash Provided (Used) | | | |
| By Operating Activities | | | |
| Cash Flows Reported In Other Categories | | | |
| Depreciation | 1,302,749.00 | --- | 1,302,749.00 |
| Capital Asset Reclass | 41,720.25 | --- | 41,720.25 |
| Flood Expense | (43,947.40) | --- | (43,947.40) |
| Change In Assets And Liabilities | | | |
| Increase In Receivables | (216,990.27) | --- | (216,990.27) |
| Increase In Accounts Payable | 103,909.72 | 2,108.25 | 106,017.97 |
| Decrease In Accrued Salaries | (2,446.90) | --- | (2,446.90) |
| Net Cash Provided (Used) By Operating Activities | <u>\$ 2,377,756.37</u> | <u>\$ (75,347.38)</u> | <u>\$ 2,302,408.99</u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
Statement Of Net Position
Fiduciary Funds
April 30, 2013

| | Pension Trust <u>Funds</u> |
|--|----------------------------------|
| ASSETS | |
| Cash | \$ 1,284,031.14 |
| Investments, At Fair Value | 25,441,990.78 |
| Taxes Receivable | 1,448,517.79 |
| Accrued Interest Receivable | <u>24,536.92</u> |
| TOTAL ASSETS | <u>\$ 28,199,076.63</u> |
| LIABILITIES | |
| Accounts Payable | \$ 8,108.00 |
| Benefits Payable | <u>93,789.00</u> |
| TOTAL LIABILITIES | <u>\$ 101,897.00</u> |
| NET POSITION | |
| Held In Trust For Pension Benefits And Other Purposes | <u><u>\$ 28,097,179.63</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, 2013

| | Pension Trust <u>Funds</u> |
|--|----------------------------------|
| ADDITIONS | |
| Contributions | |
| Employer | \$ 1,579,707.73 |
| Employee | <u>375,513.79</u> |
| Total Contributions | <u>\$ 1,955,221.52</u> |
| | |
| Investment Income | |
| Net Increase In Fair Value Of Investments | \$ 1,539,295.24 |
| Interest And Dividends | 710,048.36 |
| Realized Gain (Loss) On Sale Of Investments | <u>(45,264.00)</u> |
| Total Investment Income | <u>\$ 2,204,079.60</u> |
| | |
| Other Income | <u>\$ 81.00</u> |
| Total Additions | <u>\$ 4,159,382.12</u> |
| | |
| DEDUCTIONS | |
| Pension Benefits | \$ 2,118,818.62 |
| Administrative Expenses | <u>67,453.78</u> |
| Total Deductions | <u>\$ 2,186,272.40</u> |
| | |
| Change In Net Position | \$ 1,973,109.72 |
| | |
| Net Position Held In Trust - Beginning Of Year | <u>26,124,069.91</u> |
| | |
| Net Position Held In Trust - End Of Year | <u><u>\$ 28,097,179.63</u></u> |

See Accompanying Notes To Basic Financial Statements

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

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, 2013

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:

| Component Unit | Brief Description/Inclusion Criteria | Reporting |
|------------------------|---|------------------|
| 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, 2013, 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, 2013

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, 2013

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:

| Fund | Brief Description |
|--|---|
| <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>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, 2013

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, 2013

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, 2013

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, 2013

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, 2013

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 Fund | North TIF Fund | Nonmajor Governmental Funds | Total |
|---------------------|-----------------------|-----------------------|-----------------------------------|-----------------------|
| Property Taxes | \$1,692,587.75 | \$2,607,891.92 | \$4,485,111.09 | \$8,785,590.76 |
| Special Assessments | --- | --- | 7,254.92 | 7,254.92 |
| Liquor Licenses | 47,275.00 | --- | --- | 47,275.00 |
| Tax Savers | 16,005.17 | --- | --- | 16,005.17 |
| Total | <u>\$1,755,867.92</u> | <u>\$2,607,891.92</u> | <u>\$4,492,366.01</u> | <u>\$8,856,125.85</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, 2013

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, 2013

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 27, 2012, 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, 2013

Note 2 - Budgets (Continued)

Expenditures exceeded budget in the following individual funds for the year ended April 30, 2013.

| | <u>Budget</u> | <u>Actual</u> |
|----------------------------|---------------|---------------|
| Crossing Guard | \$ 44,180.00 | \$ 46,440.80 |
| Motor Fuel Tax | 508,450.00 | 548,343.05 |
| Playground And Recreation | 358,500.00 | 369,498.47 |
| 911 Emergency Phone System | 291,500.00 | 429,573.66 |
| Lease | 100.00 | 56,801.28 |
| East TIF | 941,000.00 | 1,014,067.25 |
| Canal TIF | 717,943.00 | 1,085,087.81 |

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 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 the investment could be sold for.

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

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> |
|-------------------------------|------------------------|---|
| Illinois Municipal Retirement | \$(45,555.58) | \$(45,555.58) |
| Public Liability Insurance | (111,220.75) | (111,220.75) |
| Ottawa Police Dept. DUI | (1,108.45) | (1,108.45) |
| Canal TIF | (318,966.68) | (693,981.68) |
| Dayton TIF | (14,010.92) | (14,078.42) |
| I-80 Commercial TIF | (2,685.96) | (2,700.96) |
| Flood Buyout | (14,180.58) | (129,886.08) |
| Total | <u>\$(507,728.92)</u> | |

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

| | |
|-------------------|------------------------|
| Cash – Current | \$10,575,719.80 |
| Cash – Restricted | 312,931.20 |
| Cash Overdraft | <u>(507,728.92)</u> |
| Total | <u>\$10,380,922.08</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 \$10,333,272.08, excluding cash on hand, and the respective bank balances totaled \$10,911,571.70. These amounts are exclusive of the pension funds.

City Of Ottawa, Illinois
 NOTES TO BASIC FINANCIAL STATEMENTS
 Year Ended April 30, 2013

Note 4 - Deposits And Investments (Continued)

Deposits (Continued)

At April 30, 2013, 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.

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, 2013, 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 | \$364,329.59 | \$364,329.59 | N/A | N/A |
| <u>NON-POOLED INVESTMENTS</u> | | | | |
| Money Market Accounts | 14,968.07 | 14,968.07 | N/A | N/A |
| Savings Accounts | 83,144.85 | 83,144.85 | N/A | N/A |
| Certificates Of Deposit | 75,641.43 | 75,641.43 | N/A | 111.25 |
| Mutual Fund | 19,808.52 | 19,808.52 | 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, 2013

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, 2013, are as follows:

| <u>Accounts Receivable</u> | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>Total</u> |
|---------------------------------|------------------------------------|-------------------------------------|-----------------------|
| Sales Tax | \$1,275,894.84 | \$ --- | \$1,275,894.84 |
| TV Franchise Fee | 39,520.59 | --- | 39,520.59 |
| State Income Tax | 593,426.79 | --- | 593,426.79 |
| Utility Tax | 120,944.57 | --- | 120,944.57 |
| Magistrate Fines | 10,272.08 | --- | 10,272.08 |
| Telephone Franchise Tax | 2,255.30 | --- | 2,255.30 |
| Grants | 242,477.78 | --- | 242,477.78 |
| Special Duty Officers | 11,150.83 | --- | 11,150.83 |
| Police Vehicle Replacement | 1,050.77 | --- | 1,050.77 |
| State Of IL Highway Maintenance | 10,166.10 | --- | 10,166.10 |
| Hotel/Motel Taxes | 23,879.48 | --- | 23,879.48 |
| Emergency 911 Surcharges | 25,427.58 | --- | 25,427.58 |
| Other | 6,697.00 | --- | 6,697.00 |
| Water And Sewer | --- | 981,098.19 | 981,098.19 |
| Allowance For Doubtful Accounts | --- | (57,300.00) | (57,300.00) |
| | | | |
| Net Accounts Receivable | <u>\$2,363,163.71</u> | <u>\$923,798.19</u> | <u>\$3,286,961.90</u> |

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

Note 6 - Capital Assets

Capital asset activity for the year ended April 30, 2013, was as follows:

| | Balance At April 30, 2012 | Additions | Disposals | Balance At April 30, 2013 |
|--|------------------------------|--------------------------|---------------------|------------------------------|
| Governmental Activities: | | | | |
| Land | \$12,715,611.37 | \$ 470,430.02 | \$ --- | \$13,186,041.39 |
| Buildings | 6,651,651.45 | --- | --- | 6,651,651.45 |
| Improvements | 3,110,951.64 | 231,929.21 | --- | 3,342,880.85 |
| Machinery And Equipment | 7,012,468.76 | 551,790.94 | 74,713.00 | 7,489,546.70 |
| Infrastructure | 27,952,717.21 | 675,621.78 | --- | 28,628,338.99 |
| Construction-In-Progress | --- | --- | --- | --- |
| Totals At Estimated And Historical Cost | <u>\$57,443,400.43</u> | <u>\$ 1,929,771.95</u> | <u>\$ 74,713.00</u> | <u>\$59,298,459.38</u> |
| Less Accumulated | | | | |
| Depreciation | | | | |
| Buildings | \$ 2,522,402.00 | \$ 132,333.00 | \$ --- | \$ 2,654,735.00 |
| Improvements | 1,399,179.00 | 142,089.00 | --- | 1,541,268.00 |
| Machinery And Equipment | 4,823,993.00 | 462,852.00 | 74,713.00 | 5,212,132.00 |
| Infrastructure | 5,831,877.00 | 552,401.00 | --- | 6,384,278.00 |
| Total Accumulated Depreciation | <u>\$14,577,451.00</u> | <u>* \$ 1,289,675.00</u> | <u>\$ 74,713.00</u> | <u>\$15,792,413.00</u> |
| Governmental Activities | | | | |
| Capital Assets, Net | <u>\$42,865,949.43</u> | <u>\$ 640,096.95</u> | <u>\$ ---</u> | <u>\$43,506,046.38</u> |
| Business-Type Activities: | | | | |
| Land | \$ 407,740.32 | \$ --- | \$ --- | \$ 407,740.32 |
| Property And Equipment | 52,215,629.29 | 31,607.25 | --- | 52,247,236.54 |
| Construction-In-Progress | 41,720.25 | --- | 41,720.25 | --- |
| Totals At Historical Cost | <u>\$52,665,089.86</u> | <u>\$ 31,607.25</u> | <u>\$ 41,720.25</u> | <u>\$52,654,976.86</u> |
| Less Accumulated | | | | |
| Depreciation | | | | |
| Property And Equipment | <u>20,075,852.10</u> | <u>1,302,749.00</u> | <u>---</u> | <u>21,378,601.10</u> |
| Business-Type Activities | | | | |
| Capital Assets, Net | <u>\$32,589,237.76</u> | <u>\$(1,271,141.75)</u> | <u>\$ 41,720.25</u> | <u>\$31,276,375.76</u> |

* Depreciation expense was charged to governmental activities as follows:

| | |
|--|-----------------------|
| General Government: | |
| General Government | <u>\$ 63,622.00</u> |
| Public Safety: | |
| Police | \$ 85,436.00 |
| Fire | 140,627.00 |
| Public Health And Safety | 172,025.00 |
| Total Public Safety | <u>\$ 398,088.00</u> |
| Transportation: | |
| Streets | \$ 280,938.00 |
| Mini Bus And Taxicab | 4,565.00 |
| Total Transportation | <u>\$ 285,503.00</u> |
| Cultural, Parks And Recreation: | |
| Parks And Public Buildings | \$ 188,635.00 |
| Tourism | 6,790.00 |
| Recreation | 14,893.00 |
| Total Cultural, Parks And Recreation | <u>\$ 210,318.00</u> |
| Community Development | |
| | <u>\$ 332,144.00</u> |
| Total Depreciation Expense | <u>\$1,289,675.00</u> |

City Of Ottawa, Illinois
 NOTES TO BASIC FINANCIAL STATEMENTS
 Year Ended April 30, 2013

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, 2013, the governmental long-term debt of the financial reporting entity consisted of the following:

\$400,000.00 general obligation corporate purpose debt certificate Series 2006 provides for retirement of certificates on November 10 of each year in installments of \$50,000.00 through November 10, 2014. Interest is due annually on November 10 of each year at a rate of 4.72%. \$ 100,000.00

\$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 \$184,749.50 is included and debt is serviced by Waterworks and Sewerage Fund. 1,865,250.50

\$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 \$2,652,756.00 is included and debt is serviced by Waterworks and Sewerage Fund. 1,199,244.00

Installment note for purchase of fire truck. 106,793.17

City Of Ottawa, Illinois
 NOTES TO BASIC FINANCIAL STATEMENTS
 Year Ended April 30, 2013

Note 7 - Long-Term Debt (Continued)

Governmental Activities: (Continued)

| | |
|--------------------------------------|----------------------------|
| Total Governmental Activity Debt | <u>\$ 5,756,287.67</u> |
| Current Portion | \$ 707,939.13 |
| Noncurrent Portion | <u>5,048,348.54</u> |
| Total Governmental Activity Debt | <u>\$ 5,756,287.67</u> |

Business-type Activities:

As of April 30, 2013, the long-term debt payable from proprietary fund resources consisted of the following:

\$1,800,000.00 plus \$42,941.10 construction period interest general obligation debt certificate Series 2005 dated July 1, 2005, issued for a sanitary sewer extension to Pilkington. Monthly payments begin March 1, 2006, for two months of \$7,500.00 and then \$17,500.00 thereafter, through March 1, 2015, except May of each year starting in 2007 when payment is \$57,500.00 at a 4.05% fixed rate.

\$ 454,174.64

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%.

1,010,341.78

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.

5,447,079.52

City Of Ottawa, Illinois
 NOTES TO BASIC FINANCIAL STATEMENTS
 Year Ended April 30, 2013

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. \$ 2,250,000.00

\$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. 3,579,000.00

Waterworks and Sewerage share of 2007 debt certificates described in Governmental Activities section of Note 7. 184,749.50

Waterworks and Sewerage share of 2012A debt certificates described in Governmental Activities section of Note 7. 2,652,756.00

Installment note for purchase of Vactor truck. 146,840.07

Total Business-type Activity Debt \$ 15,724,941.51

Current Portion \$ 1,542,645.37

Noncurrent Portion 14,182,296.14

Total Business-type Activity Debt \$ 15,724,941.51

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

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, 2013:

| | Balance May 1, 2012 | Additions | Reductions | Balance April 30, 2013 | Amounts Due Within One Year |
|---|------------------------|------------------------|------------------------|---------------------------|-----------------------------------|
| Governmental Activities: | | | | | |
| General Obligation Bonds And Debt Certificates | \$ 6,272,425.04 | \$ 1,399,121.00 | \$ 2,022,044.10 | \$ 5,649,501.94 | \$ 622,924.10 |
| Equipment Note | 188,558.79 | --- | 81,765.62 | 106,793.17 | 85,015.03 |
| Total | <u>\$ 6,460,983.83</u> | <u>\$ 1,399,121.00</u> | <u>\$ 2,103,809.72</u> | <u>\$ 5,756,295.11</u> | <u>\$ 707,939.13</u> |
| Business-type Activities: | | | | | |
| General Obligation Debt Certificates And Loans | \$17,083,155.34 | \$9,048,879.00 | \$10,553,955.92 | \$15,578,078.42 | \$1,510,391.59 |
| Equipment Note | 177,779.66 | --- | 30,939.59 | 146,840.07 | 32,253.78 |
| Total | <u>\$17,260,935.00</u> | <u>\$9,048,879.00</u> | <u>\$10,584,895.51</u> | <u>\$15,724,918.49</u> | <u>\$1,542,645.37</u> |

Annual Debt Service Requirements:

The annual debt service requirements to maturity, including principal and interest, for long-term debt as of April 30, 2013, are as follows:

| Year Ending April 30, | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | |
|--------------------------|--------------------------------|-----------------------|---------------------------------|-----------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> |
| 2014 | \$ 707,939.13 | \$ 266,860.72 | \$ 1,542,645.37 | \$ 265,819.53 |
| 2015 | 644,709.68 | 242,395.75 | 1,542,245.75 | 266,037.80 |
| 2016 | 692,924.10 | 219,336.24 | 1,336,969.64 | 237,934.50 |
| 2017 | 702,924.10 | 192,380.99 | 1,348,150.37 | 209,543.92 |
| 2018 | 707,924.10 | 163,961.89 | 1,331,714.23 | 179,479.20 |
| 2019-2023 | 984,874.00 | 570,461.96 | 4,821,927.84 | 523,865.30 |
| 2024-2028 | 1,060,000.00 | 301,195.00 | 2,394,395.09 | 166,885.62 |
| 2029-2032 | 255,000.00 | 17,213.00 | 1,406,870.20 | 31,662.50 |
| | <u>\$5,756,295.11</u> | <u>\$1,973,805.55</u> | <u>\$15,724,918.49</u> | <u>\$1,881,228.37</u> |

City Of Ottawa, Illinois
 NOTES TO BASIC FINANCIAL STATEMENTS
 Year Ended April 30, 2013

Note 8 - Interfund Transactions And Balances

| Operating Transfers | Transfers In | Transfers Out |
|-----------------------|-----------------------|-----------------------|
| Major Governmental | \$ 340,000.00 | \$ 540,275.00 |
| Nonmajor Governmental | 2,081,105.08 | 1,680,830.08 |
| Enterprise Funds | 100,000.00 | 300,000.00 |
| Fiduciary Funds | --- | --- |
| Totals | <u>\$2,521,105.08</u> | <u>\$2,521,105.08</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, 2013 are as follows:

| General Fund: | <u>Due From</u> | <u>Due To</u> |
|-------------------------------|-----------------------|-----------------------|
| Waterworks And Sewerage | \$ --- | \$ 321,733.88 |
| Waterworks And Sewerage: | | |
| General | \$ 321,733.88 | \$ --- |
| Nonmajor Governmental | 88,116.04 | 746,081.10 |
| Total Waterworks And Sewerage | <u>\$ 409,849.92</u> | <u>\$ 746,081.10</u> |
| Nonmajor Governmental: | | |
| Waterworks And Sewerage | \$ 746,081.10 | \$ 88,116.04 |
| Nonmajor | 395,000.00 | 395,000.00 |
| Total Nonmajor Funds | <u>\$1,141,081.10</u> | <u>\$ 483,116.04</u> |
| Totals | <u>\$1,550,931.02</u> | <u>\$1,550,931.02</u> |

Individual fund interfund receivable and payable balances as of April 30, 2013 are as follows:

| | | |
|---|-----------------------|----------------------|
| General Fund: | | |
| Waterworks And Sewerage | \$ --- | \$ 321,733.88 |
| Waterworks And Sewerage: | | |
| General | \$ 321,733.88 | \$ --- |
| Growth Impact Fee Fund | 88,116.04 | --- |
| Enterprise Zone Capital Improvement | --- | 746,081.10 |
| | <u>\$ 409,849.92</u> | <u>\$ 746,081.10</u> |
| Enterprise Zone Capital Improvement Fund: | | |
| Waterworks And Sewerage | \$ 746,081.10 | \$ --- |
| Canal Tax Increment Financing District | 375,000.00 | --- |
| | <u>\$1,121,081.10</u> | <u>\$ ---</u> |
| Canal Tax Increment Financing District: | | |
| Enterprise Zone Capital Improvement | \$ --- | \$ 375,000.00 |
| Growth Impact Fee Fund: | | |
| Waterworks And Sewerage | \$ --- | \$ 88,116.04 |
| Hotel/Motel Tax Fund: | | |
| Ottawa Visitors Center | \$ 20,000.00 | \$ --- |

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

Note 8 - Interfund Transactions And Balances (Continued)

| | <u>Due From</u> | <u>Due To</u> |
|---|-----------------------|-----------------------|
| Ottawa Visitors Center: Hotel/Motel Tax Fund | \$ --- | \$ 20,000.00 |
| Totals | <u>\$1,550,931.02</u> | <u>\$1,550,931.02</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>Friendly City Riverfest</u> | <u>Total</u> |
|-------------------------|--|--------------------------|--------------------------------------|--|-----------------|
| Operating Revenue | \$ 5,929,111.36 | \$ 61,487.21 | \$ --- | \$143,486.52 | \$ 6,134,085.09 |
| Depreciation Expense | 1,302,749.00 | --- | --- | --- | 1,302,749.00 |
| Operating Income (Loss) | 1,192,761.97 | (89,794.75) | --- | 12,339.12 | 1,115,306.34 |
| Net Income | 495,475.38 | 10,207.64 | 10.40 | 15,262.96 | 520,956.38 |
| Total Assets | 35,120,740.53 | 13,666.33 | 382,609.24 | 45,530.15 | 35,562,546.25 |
| Net Working Capital | 1,331,443.85 | 11,558.08 | 46,489.27 | 45,530.15 | 1,435,021.35 |
| Debt Certificates | 9,120,658.12 | --- | --- | --- | 9,120,658.12 |
| EPA Loans Payable | 6,457,420.30 | --- | --- | --- | 6,457,420.30 |
| Vactor Truck Loan | 146,840.07 | --- | --- | --- | 146,840.07 |
| Total Equity | 18,402,357.66 | 11,558.08 | 382,609.24 | 45,530.15 | 18,842,055.13 |

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.

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 contribution rate for calendar year 2012 used by the employer was 15.74 percent of annual covered payroll. The City annual required contribution rate for calendar year 2012 was 16.90 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, 2013

Note 10 - Pension And Retirement Plan Commitments (Continued)

Illinois Municipal Retirement Fund (Continued)

Annual Pension Cost. For the calendar year ending December 31, 2012, the City's actual contributions for the Regular plan were \$483,327. Its required contribution for calendar year 2012 was \$518,947.

Three-Year Trend Information for the Regular Plan

| Fiscal Year <u>Ending</u> | Annual Pension <u>Cost (APC)</u> | Percent of APC <u>Contributed</u> | Net Pension <u>Obligation</u> |
|------------------------------|-------------------------------------|--------------------------------------|----------------------------------|
| 12/31/12 | \$518,947 | 93% | \$ 35,620 |
| 12/31/11 | 520,495 | 87 | 65,827 |
| 12/31/10 | 510,695 | 78 | 144,042 |

The required contribution for 2012 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, 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, 2010, is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 68.38 percent funded. The actuarial accrued liability for benefits was \$8,020,162 and the actuarial value of assets was \$5,484,019, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,536,143. The covered payroll for 2012 (annual payroll of active employees covered by the plan) was \$3,070,694, and the ratio of the UAAL to the covered payroll was 83 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, 2013

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, 2013, was determined as part of the May 1, 2012 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, 2013

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 <u>Ending</u> | Annual Pension Cost (APC) | Annual Contributions Made | Percentage of APC <u>Contributed</u> |
|------------------------------|------------------------------|------------------------------|--|
| 04/30/2013 | \$606,654 | \$716,398 | 118.09% |
| 04/30/2012 | Not Available | 684,883 | N/A |
| 04/30/2011 | 595,756 | 651,559 | 109.37 |

Membership in the plan consisted of the following as of May 1, 2012, the date of the latest actuarial valuation:

| | |
|---|-----------|
| Retirees and beneficiaries receiving benefits | 26 |
| Retirees not yet eligible for benefits | 1 |
| Active plan members | <u>35</u> |
| Total members | <u>62</u> |

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

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, 2013, was determined as part of the May 1, 2012, 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 | 6.75% |
| 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, 2013

Note 10 - Pension And Retirement Plan Commitments (Continued)

Firefighters' 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 | 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 <u>Ending</u> | Annual Pension Cost (APC) | Annual Contributions Made | Percentage of APC <u>Contributed</u> |
|---------------------------------|---------------------------------|---------------------------------|--|
| 04/30/2013 | \$795,722 | \$863,309 | 108.49% |
| 04/30/2012 | Not Available | 902,693 | N/A |
| 04/30/2011 | 784,542 | 860,438 | 109.67 |

City Of Ottawa, Illinois
NOTES TO BASIC FINANCIAL STATEMENTS
Year Ended April 30, 2013

Note 10 - Pension And Retirement Plan Commitments (Continued)

Firefighters' Pension Plan (Continued)

Membership in the plan consisted of the following as of May 1, 2012, the date of the latest actuarial valuation:

| | |
|---|------------------|
| Retirees and beneficiaries receiving benefits | 38 |
| Active vested plan members | 13 |
| Active nonvested plan members | <u>16</u> |
| Total members | <u>67</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, 2013, was \$611,057.41. 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, 2013

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, 2013

| 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) |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|--|
| 12/31/12 | \$5,484,019 | \$8,020,162 | \$2,536,143 | 68.38% | \$3,070,694 | 82.59% |
| 12/31/11 | 4,455,623 | 7,457,199 | 3,001,576 | 59.75 | 3,061,734 | 98.04 |
| 12/31/10 | 4,018,884 | 6,934,967 | 2,916,083 | 57.95 | 2,895,098 | 100.72 |

On a market value basis, the actuarial value of assets as of December 31, 2012, is \$5,782,516. On a market basis, the funded ratio would be 72.10%.

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, 2013

| 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) |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|--|
| 04/30/12 | \$14,515,856 | \$20,027,630 | \$5,511,774 | 72.48% | \$2,301,961 | 239.44% |
| 04/30/11 | Not Available | | | | | |
| 04/30/10 | 12,237,664 | 18,056,628 | 5,818,964 | 67.77 | 2,136,195 | 272.40 |

City Of Ottawa, Illinois
 Required Supplementary Information
 Schedule Of Funding Progress
 Firefighters' Pension Fund
 Year Ended April 30, 2013

| 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) |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|--|
| 04/30/12 | \$12,665,960 | \$23,960,463 | \$11,294,503 | 52.86% | \$1,514,991 | 745.52% |
| 04/30/11 | Not Available | | | | | |
| 04/30/10 | 11,297,252 | 20,775,785 | 9,478,533 | 54.38 | 1,466,783 | 646.21 |

City Of Ottawa, Illinois
 Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|---|-----------------|-----------------|
| Beginning Budgetary Fund Balance | \$ 1,470,397.59 | \$ 1,470,397.59 |
| Resources (Inflows): | | |
| Taxes | 10,250,515.00 | 10,425,567.97 |
| Intergovernmental | 866,240.00 | 608,744.90 |
| Licenses And Permits | 304,110.00 | 357,360.73 |
| Investment Income | 200.00 | 260.66 |
| Miscellaneous | 1,486,021.00 | 1,738,687.77 |
| Other Financing Sources: | | |
| Sale Of Public Property | --- | 12,617.88 |
| Transfers From Other Funds | 547,500.00 | 340,000.00 |
| | <hr/> | <hr/> |
| Amounts Available For Appropriation | \$14,924,983.59 | \$14,953,637.50 |
| Charges To Appropriations (Outflows): | | |
| Department Of Mayor | \$ 180,000.00 | \$ 174,462.27 |
| Department Of Liquor Commissioner | 5,900.00 | 5,900.18 |
| Department Of Fire And Police Commission | 11,000.00 | 7,612.26 |
| Department Of Civil Service Commission | 8,000.00 | 2,954.69 |
| Department Of General Administration | 3,403,053.00 | 3,150,198.33 |
| Department Of Accounts And Finance Commissioner | 15,980.00 | 16,841.26 |
| Community Development Department | 1,070,637.00 | 613,915.45 |
| Police Department | 3,776,745.00 | 3,600,601.34 |
| Fire Department | 2,279,827.00 | 2,420,403.34 |
| Department Of Public Health And Safety Commissioner | 15,980.00 | 16,866.02 |
| Department Of Streets | 1,249,395.00 | 1,360,949.75 |
| Department Of Vehicle Maintenance | 114,570.00 | 116,848.45 |
| Department Of Commissioner Of Public Improvements | 15,980.00 | 16,553.25 |
| Mini Bus Department | 69,823.00 | 121,578.43 |
| Department Of Commissioner Of Public Property | 15,980.00 | 15,558.71 |
| Department Of Parks And Public Buildings | 1,099,716.00 | 1,131,527.24 |
| Other Financing Uses: | | |
| Principal Payments – Debt Certificates | 50,000.00 | 50,000.00 |
| Principal Payments – Fire Truck Loan | 122,000.00 | 81,765.62 |
| Transfers To Other Funds | 100,000.00 | 100,000.00 |
| | <hr/> | <hr/> |
| Total Charges To Appropriations | \$13,604,586.00 | \$13,004,536.59 |
| Ending Budgetary Fund Balance | \$ 1,320,397.59 | \$ 1,949,100.91 |

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Governmental Funds
April 30, 2013

| | <u>Special Revenue</u> | <u>Debt Service</u> | <u>Nonmajor Capital Projects</u> | <u>Net</u> |
|--|----------------------------|-------------------------|--|-------------------------|
| <u>ASSETS</u> | | | | |
| Cash | \$ 2,538,842.90 | \$ 71,790.34 | \$ 1,820,916.17 | \$ 4,431,549.41 |
| Investments, At Cost | 455,199.68 | --- | --- | 455,199.68 |
| Receivables: | | | | |
| Property Taxes | 1,911,594.23 | --- | 2,573,516.86 | 4,485,111.09 |
| Special Assessments | 157.80 | --- | 7,097.12 | 7,254.92 |
| Notes | 86,569.32 | --- | --- | 86,569.32 |
| Allotments Due From State Of Illinois | 32,275.96 | --- | --- | 32,275.96 |
| Hotel/Motel Taxes | 23,879.48 | --- | --- | 23,879.48 |
| Emergency 911 Surcharges | 25,427.58 | --- | --- | 25,427.58 |
| Grants | 20,000.00 | --- | --- | 20,000.00 |
| Other | 706.00 | --- | --- | 706.00 |
| Due From Other Funds | 20,000.00 | --- | 1,121,081.10 | 1,141,081.10 |
| Other Assets | 5,991.00 | --- | --- | 5,991.00 |
| TOTAL ASSETS | \$ 5,120,643.95 | \$ 71,790.34 | \$ 5,522,611.25 | \$ 10,715,045.54 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | | |
| Liabilities: | | | | |
| Cash Overdraft | \$ 157,884.78 | \$ --- | \$ 349,844.14 | \$ 507,728.92 |
| Accounts Payable | 76,642.77 | --- | 116,017.48 | 192,660.25 |
| Accrued Wages And Taxes | 6,443.18 | --- | --- | 6,443.18 |
| Due To Other Funds | 108,116.04 | --- | 375,000.00 | 483,116.04 |
| Total Liabilities | \$ 349,086.77 | \$ --- | \$ 840,861.62 | \$ 1,189,948.39 |
| Deferred Inflows Of Resources: | | | | |
| Unavailable Revenue | 1,911,752.03 | --- | 2,580,613.98 | 4,492,366.01 |
| Fund Balances: | | | | |
| Nonspendable | 55,471.75 | --- | 7,097.12 | 62,568.87 |
| Assigned | 2,962,218.18 | 71,790.34 | 2,934,685.67 | 5,968,694.19 |
| Unassigned | (157,884.78) | --- | (840,647.14) | (998,531.92) |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 5,120,643.95 | \$ 71,790.34 | \$ 5,522,611.25 | \$ 10,715,045.54 |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Governmental Funds
Year Ended April 30, 2013

| | <u>Special Revenue</u> | <u>Debt Service</u> | <u>Nonmajor Capital Projects</u> | <u>Net</u> |
|--|----------------------------|-------------------------|--|------------------------|
| Revenues: | | | | |
| Property Taxes | \$ 2,004,466.34 | \$ --- | \$ 2,485,422.02 | \$ 4,489,888.36 |
| Replacement Taxes | 81,696.46 | --- | --- | 81,696.46 |
| Sales Tax | --- | --- | --- | --- |
| Special Assessments | --- | --- | --- | --- |
| Interest On Investments | 1,137.06 | 12.48 | 540.04 | 1,689.58 |
| Interest On Special Assessments | --- | --- | --- | --- |
| Interest On Loans | 2,371.09 | --- | --- | 2,371.09 |
| Motor Fuel Taxes | 446,914.29 | --- | --- | 446,914.29 |
| State Of Illinois Program | 8,351.00 | --- | --- | 8,351.00 |
| Foreign Fire Insurance Tax | 34,593.92 | --- | --- | 34,593.92 |
| Hotel/Motel Tax | 301,590.71 | --- | --- | 301,590.71 |
| Fines, Fees & Expense Reimbursements | 158,137.71 | --- | 240,227.89 | 398,365.60 |
| Fees And Sales Of Concessions | 87,078.25 | --- | 2,980.93 | 90,059.18 |
| Permits | --- | --- | 431,557.53 | 431,557.53 |
| 911 Emergency Service Surcharge | 209,851.55 | --- | --- | 209,851.55 |
| Grants | 355,901.13 | --- | 1,360,092.99 | 1,715,994.12 |
| Drug & Task Force Revenue | 48,788.90 | --- | --- | 48,788.90 |
| Donations | 12,350.00 | --- | 1,500.00 | 13,850.00 |
| Growth Impact Fee | 57,449.00 | --- | --- | 57,449.00 |
| Rents | --- | --- | 143,000.00 | 143,000.00 |
| Refunds | 5,848.00 | --- | --- | 5,848.00 |
| Total Revenues | <u>\$ 3,816,525.41</u> | <u>\$ 12.48</u> | <u>\$ 4,665,321.40</u> | <u>\$ 8,481,859.29</u> |
| Expenditures: | | | | |
| General Government | \$ 1,533,972.58 | \$ --- | \$ --- | \$ 1,533,972.58 |
| Public Safety | 644,216.05 | --- | --- | 644,216.05 |
| Transportation | 701,409.35 | --- | --- | 701,409.35 |
| Cultural, Parks And Recreation | 887,658.27 | --- | --- | 887,658.27 |
| Community Development | --- | --- | 3,072,417.88 | 3,072,417.88 |
| Debt Service | --- | 886,105.08 | --- | 886,105.08 |
| Total Expenditures | <u>\$ 3,767,256.25</u> | <u>\$ 886,105.08</u> | <u>\$ 3,072,417.88</u> | <u>\$ 7,725,779.21</u> |
| Excess (Deficit) Revenues Over Expenditures | \$ 49,269.16 | \$ (886,092.60) | \$ 1,592,903.52 | \$ 756,080.08 |
| Other Financing Sources (Uses): | | | | |
| Transfer From (To) Other Funds | (198,626.00) | 886,105.08 | (287,204.08) | 400,275.00 |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses) | \$ (149,356.84) | \$ 12.48 | \$ 1,305,699.44 | \$ 1,156,355.08 |
| Fund Balance, May 1, 2012 | 3,009,161.99 | 71,777.86 | 795,436.21 | 3,876,376.06 |
| Fund Balance, April 30, 2013 | <u>\$ 2,859,805.15</u> | <u>\$ 71,790.34</u> | <u>\$ 2,101,135.65</u> | <u>\$ 5,032,731.14</u> |

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2013

| | <u>Crossing Guard</u> | <u>Auditing</u> | <u>Illinois Municipal Retirement</u> | <u>Public Liability Insurance</u> | <u>Motor Fuel Tax</u> |
|---|---------------------------|----------------------|--|---|---------------------------|
| <u>ASSETS</u> | | | | | |
| Cash | \$ 0.05 | \$ 32,303.33 | \$ --- | \$ --- | \$ --- |
| Investments, At Cost | --- | --- | --- | --- | 364,329.59 |
| Receivables: | | | | | |
| Property Taxes | 46,869.64 | 69,963.64 | 856,441.11 | 621,193.14 | --- |
| Special Assessments | --- | --- | --- | --- | --- |
| Notes | --- | --- | --- | --- | --- |
| Allotments Due From State Of Illinois | --- | --- | --- | --- | 32,275.96 |
| Hotel/Motel Taxes | --- | --- | --- | --- | --- |
| Emergency 911 Surcharges | --- | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | --- |
| Other | --- | --- | --- | --- | --- |
| Due From Other Funds | --- | --- | --- | --- | --- |
| Other Assets | --- | --- | --- | --- | --- |
| TOTAL ASSETS | \$ 46,869.69 | \$ 102,266.97 | \$ 856,441.11 | \$ 621,193.14 | \$ 396,605.55 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | | | |
| Liabilities: | | | | | |
| Cash Overdraft | \$ --- | \$ --- | \$ 45,555.58 | \$ 111,220.75 | \$ --- |
| Accounts Payable | --- | --- | --- | --- | 1,573.72 |
| Accrued Wages And Taxes | --- | --- | --- | --- | --- |
| Due To Other Funds | --- | --- | --- | --- | --- |
| Total Liabilities | \$ --- | \$ --- | \$ 45,555.58 | \$ 111,220.75 | \$ 1,573.72 |
| Deferred Inflows Of Resources: | | | | | |
| Unavailable Revenue | 46,869.64 | 69,963.64 | 856,441.11 | 621,193.14 | --- |
| Fund Balances: | | | | | |
| Nonspendable | --- | --- | --- | --- | --- |
| Assigned | 0.05 | 32,303.33 | --- | --- | 395,031.83 |
| Unassigned | --- | --- | (45,555.58) | (111,220.75) | --- |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 46,869.69 | \$ 102,266.97 | \$ 856,441.11 | \$ 621,193.14 | \$ 396,605.55 |

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2013

| | <u>Foreign Fire Insurance</u> | <u>Playground And Recreation</u> | <u>Industrial Development Commission</u> | <u>Ottawa Police Dept. Drug Education</u> | <u>Emergency Telephone System Board</u> |
|---|---------------------------------------|--|--|---|---|
| <u>ASSETS</u> | | | | | |
| Cash | \$ 881.00 | \$ 64,142.94 | \$ 33,165.05 | \$ 122,189.00 | \$ 174,343.83 |
| Investments, At Cost | 58,084.09 | --- | --- | --- | --- |
| Receivables: | | | | | |
| Property Taxes | --- | 245,390.79 | --- | --- | --- |
| Special Assessments | --- | --- | --- | --- | --- |
| Notes | --- | --- | --- | --- | --- |
| Allotments Due From State Of Illinois | --- | --- | --- | --- | --- |
| Hotel/Motel Taxes | --- | --- | --- | --- | --- |
| Emergency 911 Surcharges | --- | --- | --- | --- | 25,427.58 |
| Grants | --- | --- | --- | --- | --- |
| Other | --- | --- | --- | --- | --- |
| Due From Other Funds | --- | --- | --- | --- | --- |
| Other Assets | --- | --- | --- | --- | --- |
| TOTAL ASSETS | \$ 58,965.09 | \$ 309,533.73 | \$ 33,165.05 | \$ 122,189.00 | \$ 199,771.41 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | | | |
| Liabilities: | | | | | |
| Cash Overdraft | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Accounts Payable | --- | 231.68 | --- | 496.84 | 22,895.29 |
| Accrued Wages And Taxes | --- | 226.19 | --- | --- | --- |
| Due To Other Funds | --- | --- | --- | --- | --- |
| Total Liabilities | \$ --- | \$ 457.87 | \$ --- | \$ 496.84 | \$ 22,895.29 |
| Deferred Inflows Of Resources: | | | | | |
| Unavailable Revenue | --- | 245,390.79 | --- | --- | --- |
| Fund Balances: | | | | | |
| Nonspendable | --- | --- | --- | --- | --- |
| Assigned | 58,965.09 | 63,685.07 | 33,165.05 | 121,692.16 | 176,876.12 |
| Unassigned | --- | --- | --- | --- | --- |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 58,965.09 | \$ 309,533.73 | \$ 33,165.05 | \$ 122,189.00 | \$ 199,771.41 |

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2013

| | <u>Growth Impact Fee</u> | <u>Fire Dept. First Aid</u> | <u>Main St. Loan</u> | <u>Community Development Revolving Loan</u> | <u>Ottawa Police Dept. Fed. Drug</u> |
|--|------------------------------|---------------------------------|--------------------------|---|--|
| <u>ASSETS</u> | | | | | |
| Cash | \$ 890,605.86 | \$ 4,060.28 | \$ 14,652.70 | \$ 471,708.63 | \$ 8,908.23 |
| Investments, At Cost | --- | --- | --- | --- | --- |
| Receivables: | | | | | |
| Property Taxes | --- | --- | --- | --- | --- |
| Special Assessments | --- | --- | --- | --- | --- |
| Notes | --- | --- | 31,097.57 | 55,471.75 | --- |
| Allotments Due From State Of Illinois | --- | --- | --- | --- | --- |
| Hotel/Motel Taxes | --- | --- | --- | --- | --- |
| Emergency 911 Surcharges | --- | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | --- |
| Other | --- | --- | --- | --- | --- |
| Due From Other Funds | --- | --- | --- | --- | --- |
| Other Assets | --- | --- | --- | --- | --- |
| TOTAL ASSETS | \$ 890,605.86 | \$ 4,060.28 | \$ 45,750.27 | \$ 527,180.38 | \$ 8,908.23 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | | | |
| Liabilities: | | | | | |
| Cash Overdraft | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Accounts Payable | --- | --- | --- | --- | --- |
| Accrued Wages And Taxes | --- | --- | --- | --- | --- |
| Due To Other Funds | 88,116.04 | --- | --- | --- | --- |
| Total Liabilities | \$ 88,116.04 | \$ --- | \$ --- | \$ --- | \$ --- |
| Deferred Inflows Of Resources: | | | | | |
| Unavailable Revenue | --- | --- | --- | --- | --- |
| Fund Balances: | | | | | |
| Nonspendable | --- | --- | --- | 55,471.75 | --- |
| Assigned | 802,489.82 | 4,060.28 | 45,750.27 | 471,708.63 | 8,908.23 |
| Unassigned | --- | --- | --- | --- | --- |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 890,605.86 | \$ 4,060.28 | \$ 45,750.27 | \$ 527,180.38 | \$ 8,908.23 |

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2013

| | Ottawa Police Dept. <u>Drug Lab</u> | Ottawa Police Dept. <u>DUI</u> | Hotel/ Motel <u>Tax</u> | Public <u>Benefit</u> | <u>Garbage</u> |
|---|---|--------------------------------------|-------------------------------|--------------------------|----------------------|
| <u>ASSETS</u> | | | | | |
| Cash | \$ 2,756.83 | \$ --- | \$ 25,517.81 | \$ 71,257.96 | \$ 246,243.84 |
| Investments, At Cost | --- | --- | --- | --- | --- |
| Receivables: | | | | | |
| Property Taxes | --- | --- | --- | --- | --- |
| Special Assessments | --- | --- | --- | --- | --- |
| Notes | --- | --- | --- | --- | --- |
| Allotments Due From State Of Illinois | --- | --- | --- | --- | --- |
| Hotel/Motel Taxes | --- | --- | 23,879.48 | --- | --- |
| Emergency 911 Surcharges | --- | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | --- |
| Other | --- | --- | --- | --- | --- |
| Due From Other Funds | --- | --- | 20,000.00 | --- | --- |
| Other Assets | --- | --- | --- | --- | --- |
| TOTAL ASSETS | \$ 2,756.83 | \$ --- | \$ 69,397.29 | \$ 71,257.96 | \$ 246,243.84 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | | | |
| Liabilities: | | | | | |
| Cash Overdraft | \$ --- | \$ 1,108.45 | \$ --- | \$ --- | \$ --- |
| Accounts Payable | --- | --- | --- | --- | 13,035.80 |
| Accrued Wages And Taxes | --- | --- | --- | --- | --- |
| Due To Other Funds | --- | --- | --- | --- | --- |
| Total Liabilities | \$ --- | \$ 1,108.45 | \$ --- | \$ --- | \$ 13,035.80 |
| Deferred Inflows Of Resources: | | | | | |
| Unavailable Revenue | --- | --- | --- | --- | --- |
| Fund Balances: | | | | | |
| Nonspendable | --- | --- | --- | --- | --- |
| Assigned | 2,756.83 | --- | 69,397.29 | 71,257.96 | 233,208.04 |
| Unassigned | --- | (1,108.45) | --- | --- | --- |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 2,756.83 | \$ --- | \$ 69,397.29 | \$ 71,257.96 | \$ 246,243.84 |

City Of Ottawa, Illinois
Combining Balance Sheet
Special Revenue Funds
April 30, 2013

| | <u>Lease</u> | <u>Street Lighting</u> | <u>Ottawa Visitors Center</u> | <u>NCAT</u> | <u>Huron Street Roadway</u> | <u>Total</u> |
|--|----------------------|----------------------------|---------------------------------------|----------------------|-------------------------------------|------------------------|
| ASSETS | | | | | | |
| Cash | \$ 149,432.30 | \$ 68,239.74 | \$ 47,009.00 | \$ 105,533.99 | \$ 5,890.53 | \$ 2,538,842.90 |
| Investments, At Cost | --- | --- | 32,786.00 | --- | --- | 455,199.68 |
| Receivables: | | | | | | |
| Property Taxes | --- | 71,735.91 | --- | --- | --- | 1,911,594.23 |
| Special Assessments | --- | --- | --- | --- | 157.80 | 157.80 |
| Notes | --- | --- | --- | --- | --- | 86,569.32 |
| Allotments Due From State Of Illinois | --- | --- | --- | --- | --- | 32,275.96 |
| Hotel/Motel Taxes | --- | --- | --- | --- | --- | 23,879.48 |
| Emergency 911 Surcharges | --- | --- | --- | --- | --- | 25,427.58 |
| Grants | --- | --- | 20,000.00 | --- | --- | 20,000.00 |
| Other | --- | --- | 706.00 | --- | --- | 706.00 |
| Due From Other Funds | --- | --- | --- | --- | --- | 20,000.00 |
| Other Assets | --- | --- | 5,991.00 | --- | --- | 5,991.00 |
| TOTAL ASSETS | \$ 149,432.30 | \$ 139,975.65 | \$ 106,492.00 | \$ 105,533.99 | \$ 6,048.33 | \$ 5,120,643.95 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | | | | |
| Liabilities: | | | | | | |
| Cash Overdraft | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- | \$ 157,884.78 |
| Accounts Payable | --- | 19,429.67 | 9,672.00 | 9,307.77 | --- | 76,642.77 |
| Accrued Wages And Taxes | --- | --- | 4,968.00 | 1,248.99 | --- | 6,443.18 |
| Due To Other Funds | --- | --- | 20,000.00 | --- | --- | 108,116.04 |
| Total Liabilities | \$ --- | \$ 19,429.67 | \$ 34,640.00 | \$ 10,556.76 | \$ --- | \$ 349,086.77 |
| Deferred Inflows Of Resources: | | | | | | |
| Unavailable Revenue | --- | 71,735.91 | --- | --- | 157.80 | 1,911,752.03 |
| Fund Balances: | | | | | | |
| Nonspendable | --- | --- | --- | --- | --- | 55,471.75 |
| Assigned | 149,432.30 | 48,810.07 | 71,852.00 | 94,977.23 | 5,890.53 | 2,962,218.18 |
| Unassigned | --- | --- | --- | --- | --- | (157,884.78) |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 149,432.30 | \$ 139,975.65 | \$ 106,492.00 | \$ 105,533.99 | \$ 6,048.33 | \$ 5,120,643.95 |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2013

| | <u>Crossing Guard</u> | <u>Auditing</u> | <u>Illinois Municipal Retirement</u> | <u>Public Liability Insurance</u> | <u>Motor Fuel Tax</u> |
|--|---------------------------|---------------------|--|---|---------------------------|
| Revenues: | | | | | |
| Property Taxes | \$ 43,957.16 | \$ 65,607.83 | \$ 912,333.07 | \$ 582,696.93 | \$ --- |
| Replacement Taxes | --- | --- | 81,696.46 | --- | --- |
| Interest On Investments | 1.98 | 10.49 | 20.28 | 21.49 | 380.71 |
| Interest On Loans | --- | --- | --- | --- | --- |
| Motor Fuel Taxes | --- | --- | --- | --- | 446,914.29 |
| State Of Illinois Program | --- | --- | --- | --- | 8,351.00 |
| Foreign Fire Insurance Tax | --- | --- | --- | --- | --- |
| Hotel/Motel Tax | --- | --- | --- | --- | --- |
| Fines, Fees And Expense Reimbursements | --- | --- | --- | --- | --- |
| Fees And Sales Of Concessions | --- | --- | --- | --- | --- |
| 911 Emergency Service Surcharge | --- | --- | --- | --- | --- |
| Drug And Task Force Revenue | --- | --- | --- | --- | --- |
| Donations | --- | --- | --- | --- | --- |
| Growth Impact Fees | --- | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | 81,312.00 |
| Other Income | --- | --- | --- | --- | --- |
| Total Revenues | <u>\$ 43,959.14</u> | <u>\$ 65,618.32</u> | <u>\$ 994,049.81</u> | <u>\$ 582,718.42</u> | <u>\$ 536,958.00</u> |
| Expenditures: | | | | | |
| General Government | \$ --- | \$ 54,000.00 | \$ 806,718.49 | \$ 444,052.25 | \$ --- |
| Public Safety | 46,440.80 | --- | --- | --- | --- |
| Transportation | --- | --- | --- | --- | 548,343.05 |
| Cultural, Parks And Recreation | --- | --- | --- | --- | --- |
| Total Expenditures | <u>\$ 46,440.80</u> | <u>\$ 54,000.00</u> | <u>\$ 806,718.49</u> | <u>\$ 444,052.25</u> | <u>\$ 548,343.05</u> |
| Excess (Deficit) Revenues Over Expenditures | \$ (2,481.66) | \$ 11,618.32 | \$ 187,331.32 | \$ 138,666.17 | \$ (11,385.05) |
| Other Financing Sources (Uses): | | | | | |
| Transfer From (To) Other Funds | --- | --- | --- | --- | --- |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses | \$ (2,481.66) | \$ 11,618.32 | \$ 187,331.32 | \$ 138,666.17 | \$ (11,385.05) |
| Fund Balance, May 1, 2012 | 2,481.71 | 20,685.01 | (232,886.90) | (249,886.92) | 406,416.88 |
| Fund Balance, April 30, 2013 | <u>\$ 0.05</u> | <u>\$ 32,303.33</u> | <u>\$ (45,555.58)</u> | <u>\$(111,220.75)</u> | <u>\$ 395,031.83</u> |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2013

| | <u>Foreign Fire Insurance</u> | <u>Playground And Recreation</u> | <u>Industrial Development Commission</u> | <u>Ottawa Police Dept. Drug Education</u> | <u>Emergency Telephone System Board</u> |
|--|---------------------------------------|--|--|---|---|
| Revenues: | | | | | |
| Property Taxes | \$ --- | \$ 257,060.60 | \$ --- | \$ --- | \$ --- |
| Replacement Taxes | --- | --- | --- | --- | --- |
| Interest On Investments | 98.07 | 23.19 | 7.33 | 32.73 | 49.44 |
| Interest On Loans | --- | --- | 83.23 | --- | --- |
| Motor Fuel Taxes | --- | --- | --- | --- | --- |
| State Of Illinois Program | --- | --- | --- | --- | --- |
| Foreign Fire Insurance Tax | 34,593.92 | --- | --- | --- | --- |
| Hotel/Motel Tax | --- | --- | --- | --- | --- |
| Fines, Fees And Expense Reimbursements | 155.37 | --- | --- | --- | --- |
| Fees And Sales Of Concessions | --- | 85,877.25 | --- | --- | --- |
| 911 Emergency Service Surcharge | --- | --- | --- | --- | 209,851.55 |
| Drug And Task Force Revenue | --- | --- | --- | 48,788.90 | --- |
| Donations | --- | 11,300.00 | --- | --- | --- |
| Growth Impact Fees | --- | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | --- |
| Other Income | --- | --- | --- | --- | --- |
| Total Revenues | <u>\$ 34,847.36</u> | <u>\$ 354,261.04</u> | <u>\$ 90.56</u> | <u>\$ 48,821.63</u> | <u>\$ 209,900.99</u> |
| Expenditures: | | | | | |
| General Government | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Public Safety | 19,760.27 | --- | --- | 81,461.97 | 429,573.66 |
| Transportation | --- | --- | --- | --- | --- |
| Cultural, Parks And Recreation | --- | 369,498.47 | --- | --- | --- |
| Total Expenditures | <u>\$ 19,760.27</u> | <u>\$ 369,498.47</u> | <u>\$ ---</u> | <u>\$ 81,461.97</u> | <u>\$ 429,573.66</u> |
| Excess (Deficit) Revenues Over Expenditures | \$ 15,087.09 | \$ (15,237.43) | \$ 90.56 | \$ (32,640.34) | \$(219,672.67) |
| Other Financing Sources (Uses): | | | | | |
| Transfer From (To) Other Funds | --- | --- | --- | --- | --- |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses | \$ 15,087.09 | \$ (15,237.43) | \$ 90.56 | \$ (32,640.34) | \$(219,672.67) |
| Fund Balance, May 1, 2012 | 43,878.00 | 78,922.50 | 33,074.49 | 154,332.50 | 396,548.79 |
| Fund Balance, April 30, 2013 | <u>\$ 58,965.09</u> | <u>\$ 63,685.07</u> | <u>\$ 33,165.05</u> | <u>\$ 121,692.16</u> | <u>\$ 176,876.12</u> |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2013

| | <u>Growth Impact Fee</u> | <u>Fire Dept. First Aid</u> | <u>Main St. Loan</u> | <u>Community Development Revolving Loan</u> | <u>Ottawa Police Dept. Fed. Drug</u> |
|--|------------------------------|---------------------------------|--------------------------|---|--|
| Revenues: | | | | | |
| Property Taxes | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Replacement Taxes | --- | --- | --- | --- | --- |
| Interest On Investments | 212.02 | 0.76 | 3.24 | 74.40 | 2.00 |
| Interest On Loans | --- | --- | 563.90 | 1,723.96 | --- |
| Motor Fuel Taxes | --- | --- | --- | --- | --- |
| State Of Illinois Program | --- | --- | --- | --- | --- |
| Foreign Fire Insurance Tax | --- | --- | --- | --- | --- |
| Hotel/Motel Tax | --- | --- | --- | --- | --- |
| Fines, Fees And Expense Reimbursements | --- | --- | --- | --- | --- |
| Fees And Sales Of Concessions | --- | --- | --- | --- | --- |
| 911 Emergency Service Surcharge | --- | --- | --- | --- | --- |
| Drug And Task Force Revenue | --- | --- | --- | --- | --- |
| Donations | --- | 1,050.00 | --- | --- | --- |
| Growth Impact Fees | 57,449.00 | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | --- |
| Other Income | --- | --- | --- | --- | --- |
| Total Revenues | <u>\$ 57,661.02</u> | <u>\$ 1,050.76</u> | <u>\$ 567.14</u> | <u>\$ 1,798.36</u> | <u>\$ 2.00</u> |
| Expenditures: | | | | | |
| General Government | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Public Safety | --- | --- | --- | --- | --- |
| Transportation | --- | --- | --- | --- | --- |
| Cultural, Parks And Recreation | --- | --- | --- | --- | --- |
| Total Expenditures | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> |
| Excess (Deficit) Revenues Over Expenditures | \$ 57,661.02 | \$ 1,050.76 | \$ 567.14 | \$ 1,798.36 | \$ 2.00 |
| Other Financing Sources (Uses): | | | | | |
| Transfer From (To) Other Funds | (198,626.00) | --- | --- | --- | --- |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses | \$ (140,964.98) | \$ 1,050.76 | \$ 567.14 | \$ 1,798.36 | \$ 2.00 |
| Fund Balance, May 1, 2012 | 943,454.80 | 3,009.52 | 45,183.13 | 525,382.02 | 8,906.23 |
| Fund Balance, April 30, 2013 | <u>\$ 802,489.82</u> | <u>\$ 4,060.28</u> | <u>\$ 45,750.27</u> | <u>\$ 527,180.38</u> | <u>\$ 8,908.23</u> |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2013

| | Ottawa Police Dept. <u>Drug Lab</u> | Ottawa Police Dept. <u>DUI</u> | Hotel/ Motel <u>Tax</u> | Public <u>Benefit</u> | <u>Garbage</u> |
|--|---|--------------------------------------|-------------------------------|--------------------------|----------------------|
| Revenues: | | | | | |
| Property Taxes | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Replacement Taxes | --- | --- | --- | --- | --- |
| Interest On Investments | 0.61 | 3.38 | 6.34 | 15.93 | 57.20 |
| Interest On Loans | --- | --- | --- | --- | --- |
| Motor Fuel Taxes | --- | --- | --- | --- | --- |
| State Of Illinois Program | --- | --- | --- | --- | --- |
| Foreign Fire Insurance Tax | --- | --- | --- | --- | --- |
| Hotel/Motel Tax | --- | --- | 301,590.71 | --- | --- |
| Fines, Fees And Expense Reimbursements | --- | 11,699.67 | 146,282.67 | --- | --- |
| Fees And Sales Of Concessions | --- | --- | --- | --- | --- |
| 911 Emergency Service Surcharge | --- | --- | --- | --- | --- |
| Drug And Task Force Revenue | --- | --- | --- | --- | --- |
| Donations | --- | --- | --- | --- | --- |
| Growth Impact Fees | --- | --- | --- | --- | --- |
| Grants | --- | --- | --- | --- | --- |
| Other Income | --- | --- | --- | --- | --- |
| Total Revenues | <u>\$ 0.61</u> | <u>\$ 11,703.05</u> | <u>\$ 447,879.72</u> | <u>\$ 15.93</u> | <u>\$ 57.20</u> |
| Expenditures: | | | | | |
| General Government | \$ --- | \$ --- | \$ --- | \$ --- | \$ 33,296.80 |
| Public Safety | --- | 66,979.35 | --- | --- | --- |
| Transportation | --- | --- | --- | --- | --- |
| Cultural, Parks And Recreation | --- | --- | 234,784.80 | --- | --- |
| Total Expenditures | <u>\$ ---</u> | <u>\$ 66,979.35</u> | <u>\$ 234,784.80</u> | <u>\$ ---</u> | <u>\$ 33,296.80</u> |
| Excess (Deficit) Revenues Over Expenditures | \$ 0.61 | \$ (55,276.30) | \$ 213,094.92 | \$ 15.93 | \$ (33,239.60) |
| Other Financing Sources (Uses): | | | | | |
| Transfer From (To) Other Funds | --- | --- | (245,000.00) | --- | --- |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses | \$ 0.61 | \$ (55,276.30) | \$ (31,905.08) | \$ 15.93 | \$ (33,239.60) |
| Fund Balance, May 1, 2012 | 2,756.22 | 54,167.85 | 101,302.37 | 71,242.03 | 266,447.64 |
| Fund Balance, April 30, 2013 | <u>\$ 2,756.83</u> | <u>\$ (1,108.45)</u> | <u>\$ 69,397.29</u> | <u>\$ 71,257.96</u> | <u>\$ 233,208.04</u> |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Special Revenue Funds
Year Ended April 30, 2013

| | <u>Lease</u> | <u>Street Lighting</u> | <u>Ottawa Visitors Center</u> | <u>NCAT</u> | <u>Huron Street Roadway</u> | <u>Total</u> |
|--|---------------------|----------------------------|---------------------------------------|---------------------|-------------------------------------|------------------------|
| Revenues: | | | | | | |
| Property Taxes | \$ --- | \$142,810.75 | \$ --- | \$ --- | \$ --- | \$ 2,004,466.34 |
| Replacement Taxes | --- | --- | --- | --- | --- | 81,696.46 |
| Interest On Investments | 45.02 | 20.82 | 22.00 | 26.33 | 1.30 | 1,137.06 |
| Interest On Loans | --- | --- | --- | --- | --- | 2,371.09 |
| Motor Fuel Taxes | --- | --- | --- | --- | --- | 446,914.29 |
| State Of Illinois Program | --- | --- | --- | --- | --- | 8,351.00 |
| Foreign Fire Insurance Tax | --- | --- | --- | --- | --- | 34,593.92 |
| Hotel/Motel Tax | --- | --- | --- | --- | --- | 301,590.71 |
| Fines, Fees And Expense Reimbursements | --- | --- | --- | --- | --- | 158,137.71 |
| Fees And Sales Of Concessions | --- | --- | 1,201.00 | --- | --- | 87,078.25 |
| 911 Emergency Service Surcharge | --- | --- | --- | --- | --- | 209,851.55 |
| Drug And Task Force Revenue | --- | --- | --- | --- | --- | 48,788.90 |
| Donations | --- | --- | --- | --- | --- | 12,350.00 |
| Growth Impact Fees | --- | --- | --- | --- | --- | 57,449.00 |
| Grants | --- | --- | 20,000.00 | 254,589.13 | --- | 355,901.13 |
| Other Income | --- | --- | 5,848.00 | --- | --- | 5,848.00 |
| Total Revenues | \$ 45.02 | \$142,831.57 | \$ 27,071.00 | \$254,615.46 | \$ 1.30 | \$ 3,816,525.41 |
| Expenditures: | | | | | | |
| General Government | \$ 56,801.28 | \$139,103.76 | \$ --- | \$ --- | \$ --- | \$ 1,533,972.58 |
| Public Safety | --- | --- | --- | --- | --- | 644,216.05 |
| Transportation | --- | --- | --- | 153,066.30 | --- | 701,409.35 |
| Cultural, Parks And Recreation | --- | --- | 283,375.00 | --- | --- | 887,658.27 |
| Total Expenditures | \$ 56,801.28 | \$139,103.76 | \$ 283,375.00 | \$153,066.30 | \$ --- | \$ 3,767,256.25 |
| Excess (Deficit) Revenues Over Expenditures | \$ (56,756.26) | \$ 3,727.81 | \$(256,304.00) | \$101,549.16 | \$ 1.30 | \$ 49,269.16 |
| Other Financing Sources (Uses): | | | | | | |
| Transfer From (To) Other Funds | --- | --- | 245,000.00 | --- | --- | (198,626.00) |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing Uses | \$ (56,756.26) | \$ 3,727.81 | \$ (11,304.00) | \$101,549.16 | \$ 1.30 | \$ (149,356.84) |
| Fund Balance, May 1, 2012 | 206,188.56 | 45,082.26 | 83,156.00 | (6,571.93) | 5,889.23 | 3,009,161.99 |
| Fund Balance, April 30, 2013 | \$ 149,432.30 | \$ 48,810.07 | \$ 71,852.00 | \$ 94,977.23 | \$ 5,890.53 | \$ 2,859,805.15 |

City Of Ottawa, Illinois
Combining Balance Sheet
Debt Service Funds
April 30, 2013

| | Series 2007 Debt Certificate Bond And <u>Interest</u> | Series 2008 Debt Certificate Bond And <u>Interest</u> | Series 2009 Recovery Zone Economic Bond And <u>Interest</u> | Series 2012 Debt Certificate Bond And <u>Interest</u> | <u>Total</u> |
|--|--|--|---|--|---------------------|
| <u>ASSETS</u> | | | | | |
| Cash | \$ 21,640.53 | \$ --- | \$ 50,149.81 | \$ --- | \$ 71,790.34 |
| TOTAL ASSETS | \$ 21,640.53 | \$ --- | \$ 50,149.81 | \$ --- | \$ 71,790.34 |
| <u>LIABILITIES AND FUND BALANCES</u> | | | | | |
| Liabilities | \$ --- | \$ --- | \$ --- | \$ --- | \$ --- |
| Fund Balances: | | | | | |
| Assigned | 21,640.53 | --- | 50,149.81 | --- | 71,790.34 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 21,640.53 | \$ --- | \$ 50,149.81 | \$ --- | \$ 71,790.34 |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures
And Changes In Fund Balances
Debt Service Funds
Year Ended April 30, 2013

| | Series 2007 Debt Certificate Bond And <u>Interest</u> | Series 2008 Debt Certificate Bond And <u>Interest</u> | Series 2009 Recovery Zone Economic Bond And <u>Interest</u> | Series 2012 Debt Certificate Bond And <u>Interest</u> | <u>Total</u> |
|---|--|--|---|--|----------------------|
| Revenues: | | | | | |
| Interest | \$ 4.16 | \$ --- | \$ 8.32 | \$ --- | \$ 12.48 |
| Total Revenues | <u>\$ 4.16</u> | <u>\$ ---</u> | <u>\$ 8.32</u> | <u>\$ ---</u> | <u>\$ 12.48</u> |
| Expenditures: | | | | | |
| Principal Retirement | \$ 373,050.10 | \$ --- | \$ --- | \$ 199,873.00 | \$ 572,923.10 |
| Interest | 100,163.90 | 57,752.46 | 149,227.00 | 6,038.62 | 313,181.98 |
| Total Expenditures | <u>\$ 473,214.00</u> | <u>\$ 57,752.46</u> | <u>\$ 149,227.00</u> | <u>\$ 205,911.62</u> | <u>\$ 886,105.08</u> |
| Excess (Deficit) Revenues Over Expenditures | \$ (473,209.84) | \$ (57,752.46) | \$ (149,218.68) | \$ (205,911.62) | \$ (886,092.60) |
| Other Financing Sources (Uses): | | | | | |
| Operating Transfers In (Out) | 473,214.00 | 57,752.46 | 149,227.00 | 205,911.62 | 886,105.08 |
| Excess Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses) | \$ 4.16 | \$ --- | \$ 8.32 | \$ --- | \$ 12.48 |
| Fund Balances: | | | | | |
| May 1, 2012 | 21,636.37 | --- | 50,141.49 | --- | 71,777.86 |
| April 30, 2013 | <u>\$ 21,640.53</u> | <u>\$ ---</u> | <u>\$ 50,149.81</u> | <u>\$ ---</u> | <u>\$ 71,790.34</u> |

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2013

| | East Tax Increment Financing District | Downtown Tax Increment Financing District | Ottawa Industrial Park Tax Increment Financing District | Canal Tax Increment Financing District |
|---|--|--|---|---|
| <u>ASSETS</u> | | | | |
| Cash | \$ 1,292,981.10 | \$ 129,755.10 | \$ 100,520.13 | \$ --- |
| Receivables: | | | | |
| Property Taxes | 619,504.29 | 251,386.55 | 280,630.02 | 573,580.52 |
| Special Assessments | --- | --- | --- | --- |
| Due From Other Funds | --- | --- | --- | --- |
| TOTAL ASSETS | \$ 1,912,485.39 | \$ 381,141.65 | \$ 381,150.15 | \$ 573,580.52 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | | |
| Liabilities: | | | | |
| Cash Overdraft | \$ --- | \$ --- | \$ --- | \$ 318,966.68 |
| Accounts Payable | 15.00 | 184.48 | 15.00 | 15.00 |
| Due To Other Funds | --- | --- | --- | 375,000.00 |
| Total Liabilities | \$ 15.00 | \$ 184.48 | \$ 15.00 | \$ 693,981.68 |
| Deferred Inflows Of Resources: | | | | |
| Unavailable Revenue | \$ 619,504.29 | \$ 251,386.55 | \$ 280,630.02 | \$ 573,580.52 |
| Fund Balances: | | | | |
| Nonspendable | \$ --- | \$ --- | \$ --- | \$ --- |
| Assigned | 1,292,966.10 | 129,570.62 | 100,505.13 | --- |
| Unassigned | --- | --- | --- | (693,981.68) |
| Total Fund Balances | \$ 1,292,966.10 | \$ 129,570.62 | \$ 100,505.13 | \$ (693,981.68) |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 1,912,485.39 | \$ 381,141.65 | \$ 381,150.15 | \$ 573,580.52 |

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2013

| | Dayton Tax Increment Financing <u>District</u> | I-80 Commercial Tax Increment Financing <u>District</u> | Enterprise Zone Capital <u>Improvement</u> |
|--|---|---|---|
| <u>ASSETS</u> | | | |
| Cash | \$ --- | \$ --- | \$ 162,919.31 |
| Receivables: | | | |
| Property Taxes | 650,470.19 | 197,945.29 | --- |
| Special Assessments | --- | --- | --- |
| Due From Other Funds | --- | --- | 1,121,081.10 |
| | <hr/> | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 650,470.19 | \$ 197,945.29 | \$ 1,284,000.41 |
| <hr/> | | | |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Cash Overdraft | \$ 14,010.92 | \$ 2,685.96 | \$ --- |
| Accounts Payable | 67.50 | 15.00 | --- |
| Due To Other Funds | --- | --- | --- |
| Total Liabilities | <hr/> | <hr/> | <hr/> |
| | \$ 14,078.42 | \$ 2,700.96 | \$ --- |
| Deferred Inflows Of Resources: | | | |
| Unavailable Revenue | <hr/> | <hr/> | <hr/> |
| | \$ 650,470.19 | \$ 197,945.29 | \$ --- |
| Fund Balances: | | | |
| Nonspendable | \$ --- | \$ --- | \$ --- |
| Assigned | --- | --- | 1,284,000.41 |
| Unassigned | (14,078.42) | (2,700.96) | --- |
| Total Fund Balances | <hr/> | <hr/> | <hr/> |
| | \$ (14,078.42) | \$ (2,700.96) | \$ 1,284,000.41 |
| <hr/> | | | |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | <hr/> | <hr/> | <hr/> |
| | \$ 650,470.19 | \$ 197,945.29 | \$ 1,284,000.41 |

City Of Ottawa, Illinois
Combining Balance Sheet
Nonmajor Capital Projects Funds
April 30, 2013

| | <u>Flood Buyout</u> | <u>Bellevue Ave. Roadway</u> | <u>Total</u> |
|--|-------------------------|----------------------------------|-----------------|
| <u>ASSETS</u> | | | |
| Cash | \$ --- | \$ 134,740.53 | \$ 1,820,916.17 |
| Receivables: | | | |
| Property Taxes | --- | --- | 2,573,516.86 |
| Special Assessments | --- | 7,097.12 | 7,097.12 |
| Due From Other Funds | --- | --- | 1,121,081.10 |
| | <hr/> | | |
| TOTAL ASSETS | \$ --- | \$ 141,837.65 | \$ 5,522,611.25 |
| | <hr/> <hr/> | | |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Cash Overdraft | \$ 14,180.58 | \$ --- | \$ 349,844.14 |
| Accounts Payable | 115,705.50 | --- | 116,017.48 |
| Due To Other Funds | --- | --- | 375,000.00 |
| Total Liabilities | \$ 129,886.08 | \$ --- | \$ 840,861.62 |
| | <hr/> | | |
| Deferred Inflows Of Resources: | | | |
| Unavailable Revenue | \$ --- | \$ 7,097.12 | \$ 2,580,613.98 |
| | <hr/> | | |
| Fund Balances: | | | |
| Nonspendable | \$ --- | \$ 7,097.12 | \$ 7,097.12 |
| Assigned | --- | 127,643.41 | 2,934,685.67 |
| Unassigned | (129,886.08) | --- | (840,647.14) |
| Total Fund Balances | \$ (129,886.08) | \$ 134,740.53 | \$ 2,101,135.65 |
| | <hr/> | | |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ --- | \$ 141,837.65 | \$ 5,522,611.25 |
| | <hr/> <hr/> | | |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2013

| | East Tax Increment Financing <u>District</u> | Downtown Tax Increment Financing <u>District</u> | Ottawa Industrial Park Tax Increment Financing <u>District</u> | Canal Tax Increment Financing <u>District</u> |
|---|---|---|--|--|
| Revenues: | | | | |
| Property Taxes | \$ 618,469.29 | \$ 215,929.19 | \$ 270,027.31 | \$ 526,802.07 |
| Special Assessments | --- | --- | --- | --- |
| Interest On Special Assessments | --- | --- | --- | --- |
| Interest | 332.01 | 38.16 | 21.58 | 18.77 |
| Grants | --- | --- | 64,834.61 | 5,555.89 |
| Rents | --- | --- | --- | --- |
| Fees | --- | --- | --- | --- |
| Donations | --- | 1,500.00 | --- | --- |
| Reimbursed Expenses | --- | --- | --- | 240,227.89 |
| Permits | --- | --- | --- | --- |
| Total Revenues | \$ 618,801.30 | \$ 217,467.35 | \$ 334,883.50 | \$ 772,604.62 |
| Expenditures: | | | | |
| Capital Projects: | | | | |
| Construction | \$ 9,613.17 | \$ 126,989.14 | \$ --- | \$ 7,415.00 |
| Purchase Of Property | --- | --- | 6,404.00 | 375,000.00 |
| Contractual Services | 148,080.70 | 11,841.23 | 203,833.93 | 34,666.06 |
| Reimbursed Taxes | 156,373.38 | 73,434.01 | --- | 337,459.36 |
| Total Expenditures | \$ 314,067.25 | \$ 212,264.38 | \$ 210,237.93 | \$ 754,540.42 |
| Excess (Deficit) Revenues Over Expenditures | \$ 304,734.05 | \$ 5,202.97 | \$ 124,645.57 | \$ 18,064.20 |
| Other Financing Sources (Uses): | | | | |
| Operating Transfers In | --- | 90,000.00 | 260,000.00 | 350,000.00 |
| Operating Transfers Out | (700,000.00) | --- | (124,313.00) | (330,547.39) |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses) | \$ (395,265.95) | \$ 95,202.97 | \$ 260,332.57 | \$ 37,516.81 |
| Fund Balances: | | | | |
| May 1, 2012 | 1,688,232.05 | 34,367.65 | (159,827.44) | (731,498.49) |
| April 30, 2013 | \$ 1,292,966.10 | \$ 129,570.62 | \$ 100,505.13 | \$ (693,981.68) |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2013

| | Dayton Tax Increment Financing <u>District</u> | I-80 Commercial Tax Increment Financing <u>District</u> | Enterprise Zone Capital <u>Improvement</u> |
|--|---|---|---|
| Revenues: | | | |
| Property Taxes | \$ 854,194.16 | \$ --- | \$ --- |
| Special Assessments | --- | --- | --- |
| Interest On Special Assessments | --- | --- | --- |
| Interest | 10.68 | 24.27 | 58.98 |
| Grants | 657,778.70 | --- | 6,859.19 |
| Rents | --- | --- | 143,000.00 |
| Fees | --- | --- | 2,980.93 |
| Donations | --- | --- | --- |
| Reimbursed Expenses | --- | --- | --- |
| Permits | --- | --- | 431,557.53 |
| | <hr/> | | |
| Total Revenues | \$ 1,511,983.54 | \$ 24.27 | \$ 584,456.63 |
| | <hr/> | | |
| Expenditures: | | | |
| Capital Projects: | | | |
| Construction | \$ 103,483.43 | \$ --- | \$ --- |
| Purchase Of Property | --- | --- | --- |
| Contractual Services | 23,139.68 | 2,725.23 | 6,383.56 |
| Reimbursed Taxes | 690,731.15 | --- | --- |
| | <hr/> | | |
| Total Expenditures | \$ 817,354.26 | \$ 2,725.23 | \$ 6,383.56 |
| | <hr/> | | |
| Excess (Deficit) Revenues Over Expenditures | \$ 694,629.28 | \$ (2,700.96) | \$ 578,073.07 |
| | <hr/> | | |
| Other Financing Sources (Uses): | | | |
| Operating Transfers In | 250,000.00 | --- | --- |
| Operating Transfers Out | (82,343.69) | --- | --- |
| | <hr/> | | |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses) | \$ 862,285.59 | \$ (2,700.96) | \$ 578,073.07 |
| | <hr/> | | |
| Fund Balances: | | | |
| May 1, 2012 | (876,364.01) | --- | 705,927.34 |
| | <hr/> | | |
| April 30, 2013 | \$ (14,078.42) | \$ (2,700.96) | \$ 1,284,000.41 |
| | <hr/> <hr/> | | |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2013

| | <u>Flood</u> <u>Buyout</u> | <u>Bellevue Ave.</u> <u>Roadway</u> | <u>Total</u> |
|--|-------------------------------|--|-----------------|
| Revenues: | | | |
| Property Taxes | \$ --- | \$ --- | \$ 2,485,422.02 |
| Special Assessments | --- | --- | --- |
| Interest On Special Assessments | --- | --- | --- |
| Interest | 5.46 | 30.13 | 540.04 |
| Grants | 625,064.60 | --- | 1,360,092.99 |
| Rents | --- | --- | 143,000.00 |
| Fees | --- | --- | 2,980.93 |
| Donations | --- | --- | 1,500.00 |
| Reimbursed Expenses | --- | --- | 240,227.89 |
| Permits | --- | --- | 431,557.53 |
| | <hr/> | | |
| Total Revenues | \$ 625,070.06 | \$ 30.13 | \$ 4,665,321.40 |
| Expenditures: | | | |
| Capital Projects: | | | |
| Construction | \$ --- | \$ --- | \$ 247,500.74 |
| Purchase Of Property | --- | --- | 381,404.00 |
| Contractual Services | 754,844.85 | --- | 1,185,515.24 |
| Reimbursed Taxes | --- | --- | 1,257,997.90 |
| | <hr/> | | |
| Total Expenditures | \$ 754,844.85 | \$ --- | \$ 3,072,417.88 |
| | <hr/> | | |
| Excess (Deficit) Revenues Over Expenditures | \$ (129,774.79) | \$ 30.13 | \$ 1,592,903.52 |
| Other Financing Sources (Uses): | | | |
| Operating Transfers In | --- | --- | 950,000.00 |
| Operating Transfers Out | --- | --- | (1,237,204.08) |
| | <hr/> | | |
| Excess (Deficit) Revenues And Other Financing Sources Over Expenditures And Other Financing (Uses) | \$ (129,774.79) | \$ 30.13 | \$ 1,305,699.44 |
| Fund Balances: | | | |
| May 1, 2012 | (111.29) | 134,710.40 | 795,436.21 |
| | <hr/> | | |
| April 30, 2013 | \$ (129,886.08) | \$ 134,740.53 | \$ 2,101,135.65 |
| | <hr/> | | |

City Of Ottawa, Illinois
Combining Statement Of Net Position
Proprietary Funds
April 30, 2013

| | Waterworks And Sewerage | Swimming Pool | Canal Rental And Purchase | Friendly City Riverfest | Total |
|--|-------------------------------|---------------------|------------------------------|----------------------------|-------------------------|
| <u>ASSETS</u> | | | | | |
| Current Assets: | | | | | |
| Cash | \$ 2,528,474.14 | \$ 13,666.33 | \$ 46,489.27 | \$ 25,721.63 | \$ 2,614,351.37 |
| Investments | 5,431.29 | --- | --- | 19,808.52 | 25,239.81 |
| Water And Sewer Receivable | 923,798.19 | --- | --- | --- | 923,798.19 |
| Due From General Corporate Fund | 321,733.88 | --- | --- | --- | 321,733.88 |
| Due From Growth Impact Fee Fund | 88,116.04 | --- | --- | --- | 88,116.04 |
| Total Current Assets | <u>\$ 3,867,553.54</u> | <u>\$ 13,666.33</u> | <u>\$ 46,489.27</u> | <u>\$ 45,530.15</u> | <u>\$ 3,973,239.29</u> |
| Restricted Assets: | | | | | |
| Cash - Unspent Debt Proceeds | \$ 312,931.20 | \$ --- | \$ --- | \$ --- | \$ 312,931.20 |
| Total Restricted Assets | <u>\$ 312,931.20</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ 312,931.20</u> |
| Property And Equipment, Net Of Accumulated Depreciation | | | | | |
| | <u>\$ 30,940,255.79</u> | <u>\$ ---</u> | <u>\$ 336,119.97</u> | <u>\$ ---</u> | <u>\$ 31,276,375.76</u> |
| Construction In Progress | | | | | |
| | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> |
| Total Assets | <u>\$ 35,120,740.53</u> | <u>\$ 13,666.33</u> | <u>\$ 382,609.24</u> | <u>\$ 45,530.15</u> | <u>\$ 35,562,546.25</u> |

City Of Ottawa, Illinois
Combining Statement Of Net Position
Proprietary Funds
April 30, 2013

| | Waterworks And Sewerage | Swimming Pool | Canal Rental And Purchase | Friendly City Riverfest | Total |
|--|-------------------------------|---------------------|------------------------------|----------------------------|-------------------------|
| LIABILITIES | | | | | |
| Current Liabilities: | | | | | |
| Accounts Payable | \$ 171,970.01 | \$ 2,108.25 | \$ --- | \$ --- | \$ 174,078.26 |
| Accrued Salaries | 10,153.40 | --- | --- | --- | 10,153.40 |
| Interest Payable | 65,259.87 | --- | --- | --- | 65,259.87 |
| Current Portion - EPA Loans Payable | 351,507.22 | --- | --- | --- | 351,507.22 |
| Current Portion - Debt Certificates | 1,158,884.37 | --- | --- | --- | 1,158,884.37 |
| Current Portion - Vactor Truck Loan | 32,253.78 | --- | --- | --- | 32,253.78 |
| Due To EZ Capital Improvement Fund | 746,081.10 | --- | --- | --- | 746,081.10 |
| Total Current Liabilities | \$ 2,536,109.75 | \$ 2,108.25 | \$ --- | \$ --- | \$ 2,538,218.00 |
| Noncurrent Liabilities: | | | | | |
| EPA Loans Payable | \$ 6,105,913.08 | \$ --- | \$ --- | \$ --- | \$ 6,105,913.08 |
| Debt Certificates | 7,961,773.75 | --- | --- | --- | 7,961,773.75 |
| Vactor Truck Loan | 114,586.29 | --- | --- | --- | 114,586.29 |
| Total Noncurrent Liabilities | \$ 14,182,273.12 | \$ --- | \$ --- | \$ --- | \$ 14,182,273.12 |
| Total Liabilities | \$ 16,718,382.87 | \$ 2,108.25 | \$ --- | \$ --- | \$ 16,720,491.12 |
| NET POSITION | | | | | |
| Invested In Capital Assets, Net Of Related Debt | \$ 15,528,268.50 | \$ --- | \$ 336,119.97 | \$ --- | \$ 15,864,388.47 |
| Restricted | --- | --- | --- | --- | --- |
| Unrestricted | 2,874,089.16 | 11,558.08 | 46,489.27 | 45,530.15 | 2,977,666.66 |
| TOTAL NET POSITION | \$ 18,402,357.66 | \$ 11,558.08 | \$ 382,609.24 | \$ 45,530.15 | \$ 18,842,055.13 |

City Of Ottawa, Illinois
Combining Statement Of Revenues, Expenses
And Changes In Fund Net Position
Proprietary Funds
Year Ended April 30, 2013

| | Waterworks And <u>Sewerage</u> | Swimming Pool | Canal Rental And Purchase | Friendly City Riverfest | <u>Total</u> |
|--------------------------------|--------------------------------------|----------------------|------------------------------|----------------------------|-------------------------|
| Operating Revenues | | | | | |
| Charges For Services | \$ 5,902,282.22 | \$ --- | \$ --- | \$ --- | \$ 5,902,282.22 |
| Gate Receipts And Concessions | --- | 61,487.21 | --- | --- | 61,487.21 |
| Rents | --- | --- | --- | --- | --- |
| Events Revenues | --- | --- | --- | 143,486.52 | 143,486.52 |
| Grants And Other | 26,829.14 | --- | --- | --- | 26,829.14 |
| Total Operating Revenues | <u>\$ 5,929,111.36</u> | <u>\$ 61,487.21</u> | <u>\$ ---</u> | <u>\$ 143,486.52</u> | <u>\$ 6,134,085.09</u> |
| Operating Expenses | | | | | |
| Payroll And Benefits | \$ 1,159,638.27 | \$ 90,706.51 | \$ --- | \$ --- | \$ 1,250,344.78 |
| Plant And Operations | 2,160,435.61 | 59,362.92 | --- | 131,147.40 | 2,350,945.93 |
| Administration And Other | 113,526.51 | 1,212.53 | --- | --- | 114,739.04 |
| Depreciation | 1,302,749.00 | --- | --- | --- | 1,302,749.00 |
| Total Operating Expenses | <u>\$ 4,736,349.39</u> | <u>\$ 151,281.96</u> | <u>\$ ---</u> | <u>\$ 131,147.40</u> | <u>\$ 5,018,778.75</u> |
| Net Operating Income (Loss) | \$ 1,192,761.97 | \$ (89,794.75) | \$ --- | \$ 12,339.12 | \$ 1,115,306.34 |
| Non-Operating Income (Expense) | | | | | |
| Transfers In (Out) | (300,000.00) | 100,000.00 | --- | --- | (200,000.00) |
| Investment Income | 671.72 | 2.39 | 10.40 | 2,923.84 | 3,608.35 |
| Interest Expense | (354,010.91) | --- | --- | --- | (354,010.91) |
| Flood Expense | (43,947.40) | --- | --- | --- | (43,947.40) |
| Change In Net Position | \$ 495,475.38 | \$ 10,207.64 | \$ 10.40 | \$ 15,262.96 | \$ 520,956.38 |
| Net Position, May 1, 2012 | <u>17,906,882.28</u> | <u>1,350.44</u> | <u>382,598.84</u> | <u>30,267.19</u> | <u>18,321,098.75</u> |
| Net Position, April 30, 2013 | <u>\$ 18,402,357.66</u> | <u>\$ 11,558.08</u> | <u>\$ 382,609.24</u> | <u>\$ 45,530.15</u> | <u>\$ 18,842,055.13</u> |

City Of Ottawa, Illinois
Combining Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2013

Enterprise Funds

| | Waterworks And <u>Sewerage</u> | Swimming <u>Pool</u> | Canal Rental And Purchase | Friendly City <u>Riverfest</u> | <u>Total</u> |
|---|--------------------------------------|-------------------------|------------------------------|-----------------------------------|--------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | |
| Receipts From Customers | \$ 5,685,291.95 | \$ 61,487.21 | \$ --- | \$ 143,486.52 | \$ 5,890,265.68 |
| Payments To Suppliers | (2,128,332.15) | (58,467.20) | --- | (131,147.40) | (2,317,946.75) |
| Payments To Employees | (1,162,085.17) | (90,706.51) | --- | --- | (1,252,791.68) |
| Other Receipts | 26,829.14 | --- | --- | --- | 26,829.14 |
| Flood Expense | (43,947.40) | --- | --- | --- | (43,947.40) |
| Net Cash Provided (Used) By Operating Activities | <u>\$ 2,377,756.37</u> | <u>\$ (87,686.50)</u> | <u>\$ ---</u> | <u>\$ 12,339.12</u> | <u>\$ 2,302,408.99</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | | | |
| | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ ---</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | | | |
| Transfers In (Out) | \$ (300,000.00) | \$ 100,000.00 | \$ --- | \$ --- | \$ (200,000.00) |
| Purchases Of Capital Assets | (31,607.25) | --- | --- | --- | (31,607.25) |
| Proceeds Of EZ Capital Improvement Fund Loan | 176,915.10 | --- | --- | --- | 176,915.10 |
| Loans To Other Funds | (151,284.14) | --- | --- | --- | (151,284.14) |
| Proceeds Of Debt Certificates | 9,048,879.00 | --- | --- | --- | 9,048,879.00 |
| Principal Paid On Capital Debt | (10,584,895.51) | --- | --- | --- | (10,584,895.51) |
| Interest Paid On Capital Debt | (429,535.45) | --- | --- | --- | (429,535.45) |
| Net Cash Provided (Used) By Capital And Related Financing Activities | <u>\$ (2,271,528.25)</u> | <u>\$ 100,000.00</u> | <u>\$ ---</u> | <u>\$ ---</u> | <u>\$ (2,171,528.25)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | |
| Investment Income | \$ 671.72 | \$ 2.39 | \$ 10.40 | \$ 2,923.84 | \$ 3,608.35 |
| Net Cash Provided By Investing Activities | <u>\$ 671.72</u> | <u>\$ 2.39</u> | <u>\$ 10.40</u> | <u>\$ 2,923.84</u> | <u>\$ 3,608.35</u> |

City Of Ottawa, Illinois
Combining Statement Of Cash Flows
Proprietary Funds
Year Ended April 30, 2013

| | Enterprise Funds | | | | |
|--|--------------------------------------|-----------------------|------------------------------|----------------------------|------------------------|
| | Waterworks And <u>Sewerage</u> | Swimming Pool | Canal Rental And Purchase | Friendly City Riverfest | Total |
| Net Increase In Cash | \$ 106,899.84 | \$ 12,315.89 | \$ 10.40 | \$ 15,262.96 | \$ 134,489.09 |
| Balances - Beginning Of Year | 2,739,936.79 | 1,350.44 | 46,478.87 | 30,267.19 | 2,818,033.29 |
| Balances - End Of Year | <u>\$ 2,846,836.63</u> | <u>\$ 13,666.33</u> | <u>\$ 46,489.27</u> | <u>\$ 45,530.15</u> | <u>\$ 2,952,522.38</u> |
| Consisting Of: | | | | | |
| Cash | \$ 2,528,474.14 | \$ 13,666.33 | \$ 46,489.27 | \$ 25,721.63 | \$ 2,614,351.37 |
| Cash - Restricted | 312,931.20 | --- | --- | --- | 312,931.20 |
| Investments | 5,431.29 | --- | --- | 19,808.52 | 25,239.81 |
| | <u>\$ 2,846,836.63</u> | <u>\$ 13,666.33</u> | <u>\$ 46,489.27</u> | <u>\$ 45,530.15</u> | <u>\$ 2,952,522.38</u> |
| ⌘ RECONCILIATION OF OPERATING | | | | | |
| INCOME (LOSS) TO NET CASH PROVIDED | | | | | |
| (USED) BY OPERATING ACTIVITIES | | | | | |
| Operating Income (Loss) | \$ 1,192,761.97 | \$ (89,794.75) | \$ --- | \$ 12,339.12 | \$ 1,115,306.34 |
| Adjustments To Reconcile Operating | | | | | |
| Income (Loss) To Net Cash Provided | | | | | |
| (Used) By Operating Activities | | | | | |
| Cash Flows Reported In Other Categories | | | | | |
| Depreciation | 1,302,749.00 | --- | --- | --- | 1,302,749.00 |
| Capital Asset Reclass | 41,720.25 | --- | --- | --- | 41,720.25 |
| Flood Expense | (43,947.40) | --- | --- | --- | (43,947.40) |
| Change In Assets And Liabilities | | | | | |
| Increase In Receivables | (216,990.27) | --- | --- | --- | (216,990.27) |
| Increase In Accounts Payable | 103,909.72 | 2,108.25 | --- | --- | 106,017.97 |
| Decrease In Accrued Salaries | (2,446.90) | --- | --- | --- | (2,446.90) |
| Net Cash Provided (Used) By Operating Activities | <u>\$ 2,377,756.37</u> | <u>\$ (87,686.50)</u> | <u>\$ ---</u> | <u>\$ 12,339.12</u> | <u>\$ 2,302,408.99</u> |

City Of Ottawa, Illinois
 Schedule Of Revenues - Budget And Actual
 General Fund
 Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|-------------------------------------|-------------------------|-------------------------|
| Taxes: | | |
| Property Taxes | \$ 1,839,488.00 | \$ 1,777,013.66 |
| Sales Taxes | 5,481,427.00 | 5,412,702.17 |
| Utility Taxes | 1,300,000.00 | 1,248,533.59 |
| State Income Taxes | 1,325,000.00 | 1,853,797.93 |
| Personal Property Replacement Taxes | 300,000.00 | 115,870.68 |
| Gambling Taxes | 4,600.00 | 17,649.94 |
| Total Taxes | <u>\$ 10,250,515.00</u> | <u>\$ 10,425,567.97</u> |
| Intergovernmental: | | |
| Parking Meter Fees | \$ 300.00 | \$ 251.47 |
| Registrar Fees | 12,000.00 | 15,896.00 |
| Circuit Clerk Fines | 125,000.00 | 159,320.63 |
| Parking Fines | 20,000.00 | 13,010.97 |
| Liquor Fines | 1,000.00 | 2,000.00 |
| Highway Maintenance | 40,600.00 | 52,093.88 |
| Traffic Light Reimbursement | 17,000.00 | 22,070.24 |
| Police And Fire Training | 4,000.00 | 3,125.65 |
| Law Enforcement Grant | 88,000.00 | 88,000.00 |
| Other Grants | 558,340.00 | 252,976.06 |
| Total Intergovernmental | <u>\$ 866,240.00</u> | <u>\$ 608,744.90</u> |
| Licenses And Permits: | | |
| Peddlers License | \$ 700.00 | \$ 625.00 |
| Liquor License | 4,000.00 | 47,075.00 |
| Sign Filing Fee | 900.00 | 1,413.75 |
| T.V. Franchise Fee | 160,000.00 | 157,083.34 |
| Sidewalk Café License Permit | 60.00 | 25.00 |
| Electrical License | 50,000.00 | 49,600.00 |
| Raffle License | 250.00 | 445.00 |
| Contractor License | 15,000.00 | 19,450.00 |
| Electrical Test Fee | 4,000.00 | 1,900.00 |
| Dog Release Fees | 2,000.00 | 2,170.00 |
| Plumbing Permit | 100.00 | 220.00 |
| Rezoning Filing Fee | 2,000.00 | 2,925.00 |
| Building Permit | 40,000.00 | 35,639.19 |
| Swimming Pool Permit | 900.00 | 600.00 |
| Subtotal | <u>\$ 279,910.00</u> | <u>\$ 319,171.28</u> |

City Of Ottawa, Illinois
Schedule Of Revenues - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|--|-------------------------|-------------------------|
| Licenses And Permits (Continued): | | |
| Subtotal Forward | \$ 279,910.00 | \$ 319,171.28 |
| Wrecking Permit | 700.00 | 650.00 |
| Electrical Permit | 7,500.00 | 6,050.00 |
| Property Vacation Permit | 2,000.00 | 22,667.97 |
| Home Occupation/Business Permit | 200.00 | 50.00 |
| Fence Permit | 3,800.00 | 4,800.00 |
| Other Licenses And Permits | 2,500.00 | 2,026.00 |
| Plat Design Review Fee Permit | 7,500.00 | 1,945.48 |
| Total Licenses And Permits | <u>\$ 304,110.00</u> | <u>\$ 357,360.73</u> |
| Investment Income | <u>\$ 200.00</u> | <u>\$ 260.66</u> |
| Miscellaneous: | | |
| Police Other | \$ 5,500.00 | \$ 12,284.45 |
| Character Counts | --- | 3,070.91 |
| Sex Offender Registration Fees | 200.00 | 2,922.00 |
| Police Vehicle Replacement Fees | 10,000.00 | 15,993.35 |
| Group Insurance Payments | 470,000.00 | 469,407.70 |
| Group Insurance Payments - Water And Sewer Fund | 205,000.00 | 206,504.37 |
| Telephone Franchise | 31,200.00 | 28,544.08 |
| Special Duty Officers | 134,000.00 | 131,783.80 |
| Tree Removal | 3,600.00 | 2,000.00 |
| Recoup Liens | 10,000.00 | 15,315.00 |
| Tree Program Donations | 5,000.00 | 1,320.00 |
| Rents | 750.00 | 1,550.00 |
| Reddick Mansion Utilities | 7,000.00 | 7,619.90 |
| Museum Reimbursement | 3,000.00 | 3,677.42 |
| Ambulance Fees | 550,000.00 | 722,485.18 |
| Other | 50,771.00 | 114,209.61 |
| Total Miscellaneous | <u>\$ 1,486,021.00</u> | <u>\$ 1,738,687.77</u> |
| Total General Fund Revenues | <u>\$ 12,907,086.00</u> | <u>\$ 13,130,622.03</u> |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|--|---------------|---------------|
| Department Of Mayor: | | |
| Elected Official | \$ 65,500.00 | \$ 65,061.17 |
| Clerical | 49,700.00 | 49,699.00 |
| Part-Time | 50,000.00 | 49,698.69 |
| Dues, Education, Seminars | 1,500.00 | 1,684.92 |
| Office Supplies | 300.00 | 181.74 |
| Operating Supplies | 6,500.00 | --- |
| Telephone And Pager Expense | 500.00 | 480.00 |
| Gasoline And Diesel Fuel | 1,000.00 | 435.62 |
| Miscellaneous | 5,000.00 | 7,221.13 |
| | <hr/> | <hr/> |
| Total Department Of Mayor | \$ 180,000.00 | \$ 174,462.27 |
| | <hr/> | <hr/> |
| Department Of Liquor Commissioner: | | |
| Elected Official | \$ 5,500.00 | \$ 5,500.04 |
| Clerical | 400.00 | 400.14 |
| | <hr/> | <hr/> |
| Total Department Of Liquor Commissioner | \$ 5,900.00 | \$ 5,900.18 |
| | <hr/> | <hr/> |
| Department Of Fire And Police Commission: | | |
| Dues, Education, Seminars | \$ 1,000.00 | \$ 411.00 |
| Office Supplies | 2,000.00 | 82.58 |
| Publishing | 3,000.00 | 840.68 |
| Professional/Contractual Services | 5,000.00 | 6,278.00 |
| | <hr/> | <hr/> |
| Total Department Of Fire And Police Commission | \$ 11,000.00 | \$ 7,612.26 |
| | <hr/> | <hr/> |
| Department Of Civil Service Commission: | | |
| Publishing | \$ 2,000.00 | \$ 1,046.76 |
| Professional/Contractual Services | 6,000.00 | 1,907.93 |
| | <hr/> | <hr/> |
| Total Department Of Civil Service Commission | \$ 8,000.00 | \$ 2,954.69 |
| | <hr/> | <hr/> |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|--|-----------------|-----------------|
| Department Of General Administration: | | |
| Administrative | \$ 59,550.00 | \$ 59,178.75 |
| Clerical | 74,953.00 | 74,952.28 |
| Clothing Reimbursement | 2,250.00 | 2,543.60 |
| Dues, Education, Seminars | 22,000.00 | 21,767.88 |
| Health Insurance And Claims | 2,963,800.00 | 2,600,531.21 |
| Office Supplies | 9,000.00 | 8,382.04 |
| Operating Supplies | 7,000.00 | 3,078.43 |
| Repairs And Maintenance | 4,000.00 | 3,813.75 |
| Telephone And Pager Expense | 4,000.00 | 4,501.35 |
| Postage | 7,500.00 | 7,645.78 |
| Publishing | 12,000.00 | 9,393.76 |
| Miscellaneous | 15,000.00 | 6,833.49 |
| Professional/Contractual Services | 32,000.00 | 123,304.08 |
| Allocations/River Rescue Squad | 2,000.00 | 2,000.00 |
| Subsidy/Taxicab | 28,000.00 | 31,283.25 |
| Legal Fees | 160,000.00 | 190,988.68 |
| | <hr/> | <hr/> |
| Total Department Of General Administration | \$ 3,403,053.00 | \$ 3,150,198.33 |
| Department Of Accounts And Finance Commissioner: | | |
| Elected Official | \$ 15,000.00 | \$ 14,958.71 |
| Dues, Education, Seminars | 500.00 | 1,402.55 |
| Telephone And Pager Expense | 480.00 | 480.00 |
| | <hr/> | <hr/> |
| Total Department Of Accounts And Finance Commissioner | \$ 15,980.00 | \$ 16,841.26 |
| Community Development Department: | | |
| Clerical | \$ 49,700.00 | \$ 49,478.46 |
| Professional | 232,187.00 | 139,687.34 |
| Other Employees | 114,450.00 | 116,024.76 |
| Part-Time | 45,000.00 | 43,227.46 |
| Subtotal Forward | \$ 441,337.00 | \$ 348,418.02 |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|---|-----------------|-----------------|
| Community Development Department (Continued): | | |
| Subtotal Forward | \$ 441,337.00 | \$ 348,418.02 |
| Meal Allowance | 200.00 | 210.49 |
| Clothing Reimbursement | 700.00 | 502.73 |
| Dues, Education, Seminars | 5,000.00 | 4,021.26 |
| Office Supplies | 4,000.00 | 2,346.72 |
| Operating Supplies | 7,000.00 | 4,798.24 |
| Repairs And Maintenance | 1,000.00 | 1,115.00 |
| Repairs And Maintenance/Sidewalk Program | 50,000.00 | 49,724.77 |
| Telephone And Pager Expense | 2,400.00 | 2,400.00 |
| Postage | 500.00 | 284.02 |
| Gasoline And Diesel Fuel | 8,500.00 | 7,882.29 |
| Publishing | 1,500.00 | 1,241.24 |
| Miscellaneous | 500.00 | 461.89 |
| Professional/Contractual Services | 48,000.00 | 104,257.26 |
| Contractual/Tree Removal Program | 85,000.00 | 40,981.02 |
| Construction In Progress | 20,000.00 | --- |
| Construction In Progress/IV Rail Study | 395,000.00 | 427.50 |
| Sales Tax - Economic Incentive | --- | 44,843.00 |
| | <hr/> | <hr/> |
| Total Community Development Department | \$ 1,070,637.00 | \$ 613,915.45 |
| Police Department: | | |
| Administrative | \$ 329,670.00 | \$ 347,234.21 |
| Clerical | 478,000.00 | 470,203.19 |
| Other Employees | 2,280,000.00 | 2,140,645.87 |
| Overtime | 141,000.00 | 136,958.37 |
| Special Duty | 134,000.00 | 127,649.08 |
| Clothing Reimbursement | 1,800.00 | 2,956.13 |
| Dues, Education, Seminars | 25,000.00 | 6,039.07 |
| Office Supplies | 10,000.00 | 10,242.97 |
| Operating Supplies | 99,000.00 | 73,278.43 |
| Repairs And Maintenance | 2,800.00 | 2,767.97 |
| Repairs And Maintenance - Equipment | 20,000.00 | 14,872.89 |
| Subtotal Forward | \$ 3,521,270.00 | \$ 3,332,848.18 |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|-------------------------------------|----------------------------|----------------------------|
| Police Department (Continued): | | |
| Subtotal Forward | \$ 3,521,270.00 | \$ 3,332,848.18 |
| Telephone And Pager Expense | 24,940.00 | 19,731.60 |
| Postage | 950.00 | 904.69 |
| Gasoline And Diesel Fuel | 95,000.00 | 86,668.27 |
| Publishing | 200.00 | --- |
| Miscellaneous | 600.00 | 423.07 |
| Professional/Contractual Services | 41,000.00 | 44,014.00 |
| Contractual/Animal Control | 14,000.00 | 13,265.10 |
| Grant Expense/Peer Jury | 10,000.00 | 10,395.30 |
| Grant Expense/Tobacco Grant | 2,310.00 | 165.25 |
| Character Counts | --- | 735.86 |
| Sex Offender Fees Expense | 200.00 | 2,045.40 |
| D.A.R.E. | 6,000.00 | 4,571.62 |
| Equipment | <u>60,275.00</u> | <u>84,833.00</u> |
| Total Police Department | <u>\$ 3,776,745.00</u> | <u>\$ 3,600,601.34</u> |
| Fire Department: | | |
| Administrative | \$ 123,355.00 | \$ 123,550.50 |
| Other Employees | 1,558,000.00 | 1,532,615.50 |
| Overtime | 210,000.00 | 338,683.89 |
| Special Duty | --- | 24,870.00 |
| Clothing Reimbursement | 450.00 | 437.65 |
| Dues, Education, Seminars | 54,000.00 | 40,374.78 |
| Public Education/Prevention | 10,000.00 | 9,907.55 |
| Office Supplies | 4,500.00 | 4,107.11 |
| Operating Supplies | 15,000.00 | 27,057.52 |
| Repairs And Maintenance | 45,000.00 | 1,829.01 |
| Repairs And Maintenance - Equipment | 110,000.00 | 25,561.49 |
| Repairs And Maintenance - Vehicles | 30,000.00 | 44,042.72 |
| Telephone And Pager Expense | 8,000.00 | 7,578.01 |
| Postage | 400.00 | 354.74 |
| Gasoline And Diesel Fuel | <u>30,000.00</u> | <u>25,232.38</u> |
| Subtotal Forward | \$ 2,198,705.00 | \$ 2,206,202.85 |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|--|------------------------|------------------------|
| Fire Department (Continued): | | |
| Subtotal Forward | \$ 2,198,705.00 | \$ 2,206,202.85 |
| Miscellaneous | 300.00 | 76.00 |
| Ambulance Expenses | 45,000.00 | 61,300.07 |
| Professional/Contractual Services | 30,000.00 | 35,956.06 |
| Equipment | --- | 110,956.34 |
| Interest | 5,822.00 | 5,912.02 |
| | <hr/> | <hr/> |
| Total Fire Department | <u>\$ 2,279,827.00</u> | <u>\$ 2,420,403.34</u> |
| Department Of Public Health And Safety | | |
| Commissioner: | | |
| Elected Official | \$ 15,000.00 | \$ 14,958.71 |
| Dues, Education, Seminars | 500.00 | 1,427.31 |
| Telephone And Pager Expense | 480.00 | 480.00 |
| | <hr/> | <hr/> |
| Total Department Of Public Health And Safety | | |
| Commissioner | <u>\$ 15,980.00</u> | <u>\$ 16,866.02</u> |
| Department Of Streets: | | |
| Administrative | \$ 70,545.00 | \$ 70,544.24 |
| Other Employees | 244,110.00 | 241,418.56 |
| Part-Time | 33,000.00 | 29,218.69 |
| Overtime | 25,000.00 | 16,521.92 |
| Clothing Reimbursement | 450.00 | 357.43 |
| Dues, Education, Seminars | 300.00 | 89.61 |
| Office Supplies | 500.00 | 230.42 |
| Operating Supplies | 128,000.00 | 155,481.77 |
| Repairs And Maintenance | 24,000.00 | 11,503.19 |
| Repairs And Maintenance/Streets | 400,000.00 | 435,843.93 |
| Repairs And Maintenance/Bridge | 5,000.00 | 1,200.00 |
| Traffic Signal Maint./Labor | 20,000.00 | 46,184.37 |
| Street Light Maint./Labor | 4,000.00 | 23,408.94 |
| Telephone And Pager Expense | 1,200.00 | 1,242.17 |
| Gasoline And Diesel Fuel | 35,000.00 | 36,180.70 |
| Subtotal Forward | <u>\$ 991,105.00</u> | <u>\$ 1,069,425.94</u> |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|--|-----------------|-----------------|
| Department Of Streets (Continued): | | |
| Subtotal Forward | \$ 991,105.00 | \$ 1,069,425.94 |
| Publishing | 250.00 | --- |
| Miscellaneous | 600.00 | 834.95 |
| Professional/Contractual Services | 95,000.00 | 96,841.56 |
| Operating Lease | 3,000.00 | 1,776.16 |
| Construction In Progress | 150,000.00 | 184,991.14 |
| Interest - Debt Certificates | 9,440.00 | 7,080.00 |
| | <hr/> | <hr/> |
| Total Department Of Streets | \$ 1,249,395.00 | \$ 1,360,949.75 |
| Department Of Vehicle Maintenance: | | |
| Other Employees | \$ 48,970.00 | \$ 53,408.34 |
| Overtime | 4,000.00 | 2,258.16 |
| Dues, Education, Seminars | 200.00 | --- |
| Office Supplies | 200.00 | 119.78 |
| Operating Supplies | 18,000.00 | 21,247.09 |
| Repairs And Maintenance | 200.00 | 144.15 |
| Repairs And Maintenance - Equipment | 300.00 | --- |
| Repairs And Maint./Vehicles/Streets | 27,000.00 | 20,999.00 |
| Repairs And Maint./Vehicles/Parks | 5,000.00 | 8,131.31 |
| Repairs And Maint./Vehicles/Police | 7,500.00 | 6,903.99 |
| Repairs And Maint./Vehicles/Other | 2,000.00 | 2,802.46 |
| Gasoline And Diesel Fuel | 900.00 | 834.17 |
| Miscellaneous | 100.00 | --- |
| Professional Services | 200.00 | --- |
| | <hr/> | <hr/> |
| Total Department Of Vehicle Maintenance | \$ 114,570.00 | \$ 116,848.45 |
| Department Of Commissioner Of Public Improvements: | | |
| Elected Official | \$ 15,000.00 | \$ 14,958.71 |
| Dues, Education, Seminars | 500.00 | 1,114.54 |
| Telephone And Pager Expense | 480.00 | 480.00 |
| | <hr/> | <hr/> |
| Total Department Of Commissioner Of Public Improvements | \$ 15,980.00 | \$ 16,553.25 |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|---|---------------|---------------|
| Mini Bus Department: | | |
| Other Employees | \$ 45,423.00 | \$ 49,246.79 |
| Part-Time | 15,000.00 | 42,400.60 |
| Overtime | 500.00 | (37.83) |
| Operating Supplies | 100.00 | 87.84 |
| Telephone And Pager Expense | 800.00 | 1,084.75 |
| Gasoline And Diesel Fuel | 8,000.00 | 28,796.28 |
| | <hr/> | <hr/> |
| Total Mini Bus Department | \$ 69,823.00 | \$ 121,578.43 |
| Department Of Commissioner Of Public Property: | | |
| Elected Official | \$ 15,000.00 | \$ 14,958.71 |
| Dues, Education, Seminars | 500.00 | 120.00 |
| Telephone And Pager Expense | 480.00 | 480.00 |
| | <hr/> | <hr/> |
| Total Department Of Commissioner Of Public Property | \$ 15,980.00 | \$ 15,558.71 |
| Department Of Parks And Public Buildings: | | |
| Other Employees | \$ 283,416.00 | \$ 276,707.88 |
| Part-Time | 40,000.00 | 43,290.44 |
| Overtime | 10,000.00 | 9,556.35 |
| Dues, Education, Seminars | 2,700.00 | 3,060.46 |
| Office Supplies | 600.00 | 666.16 |
| Operating Supplies | 45,000.00 | 36,705.54 |
| Parks Advisory/Flowers | 10,000.00 | 7,656.71 |
| Tree Board/Trees | 10,000.00 | 10,166.71 |
| Repairs And Maintenance | 30,000.00 | 17,928.55 |
| Repairs And Maintenance - Christmas Lights | 2,000.00 | 6,285.69 |
| Repairs And Maintenance - Equipment | 20,000.00 | 18,677.37 |
| Telephone And Pager Expense | 1,000.00 | 941.63 |
| Gasoline And Diesel Fuel | 32,000.00 | 22,710.61 |
| | <hr/> | <hr/> |
| Subtotal Forward | \$ 486,716.00 | \$ 454,354.10 |

City Of Ottawa, Illinois
Schedule Of Expenditures - Budget And Actual
General Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|---|--------------------------------|--------------------------------|
| Department Of Parks And Public | | |
| Buildings (Continued): | | |
| Subtotal Forward | \$ 486,716.00 | \$ 454,354.10 |
| Utilities | 150,000.00 | 149,511.44 |
| Miscellaneous | 1,000.00 | 1,865.74 |
| Professional/Contractual Services | 35,000.00 | 44,396.07 |
| Contractual Repairs/Bldg./Streets | 10,000.00 | --- |
| Contractual Repairs/Bldg./Police | 15,000.00 | 20,361.84 |
| Contractual Repairs/Bldg./Fire | 35,000.00 | 35,106.33 |
| Contractual Repairs/Bldg./City Hall | 50,000.00 | 50,573.83 |
| Contractual Repairs/Bldg./Other | 50,000.00 | 79,113.86 |
| Contractual Repairs/Bldg./IVCC | 5,000.00 | 5,234.14 |
| Contractual Repairs/Bldg./Mansion | 10,000.00 | 732.88 |
| Equipment Leases | --- | 3,410.10 |
| Equipment | 36,000.00 | 13,807.91 |
| Construction In Progress | 180,000.00 | 257,339.75 |
| Construction In Progress/Boat Docks | 6,000.00 | 158.92 |
| Construction In Progress/Walsh Park Improv. | 5,000.00 | --- |
| Construction In Progress/Fox River Park | 5,000.00 | --- |
| Construction In Progress/East Main | 20,000.00 | 14,964.25 |
| Construction In Progress/Lincoln Douglas Park | --- | 455.36 |
| Construction In Progress/Allen Park | --- | 140.72 |
| | <hr/> | <hr/> |
| Total Department Of Parks And Public | | |
| Buildings | <u>\$ 1,099,716.00</u> | <u>\$ 1,131,527.24</u> |
| | | |
| Total General Fund Expenditures | <u><u>\$ 13,332,586.00</u></u> | <u><u>\$ 12,772,770.97</u></u> |

City Of Ottawa, Illinois
Schedule Of Operating Revenues - Budget And Actual
Waterworks And Sewerage Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|------------------------------------|-----------------------|-----------------------|
| Water And Sewer Departments: | | |
| Charges For Services | | |
| Water And Sewer Revenue | \$3,757,141.00 | \$4,708,648.23 |
| Penalty Revenue | 36,000.00 | 42,187.10 |
| Tapping Fees | 40,000.00 | 32,000.00 |
| Water Extension Fees | --- | 2,325.06 |
| Sewer Extension Fees | --- | 409.68 |
| Bulk Water Revenue | 5,000.00 | 5,540.00 |
| New Water Meter Revenue | --- | 18,151.44 |
| Sewer Assessment Revenue | --- | 1.18 |
| Sewer Connection Fees | 20,000.00 | 15,517.56 |
| Leachate Treatment Fees | 20,000.00 | 16,385.96 |
| Septic Dumping Fees | 35,000.00 | 39,950.20 |
| Laboratory Service Fees | 2,000.00 | 3,017.34 |
| Account Activation Fees | 10,000.00 | 11,925.00 |
| Water Tower Rental | 5,400.00 | 5,100.00 |
| Utility Tax - Pilkington | --- | 161,166.10 |
| Miscellaneous Revenues | 362,500.00 | 866,786.51 |
| | <hr/> | <hr/> |
| Total Waterworks And Sewerage Fund | <u>\$4,293,041.00</u> | <u>\$5,929,111.36</u> |

City Of Ottawa, Illinois
Schedule Of Operating Expenses - Budget And Actual
Waterworks And Sewerage Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|--|----------------|----------------|
| Water Department: | | |
| Salaries - Administrative | \$ 75,654.00 | \$ 75,445.92 |
| Salaries - Clerical | 45,485.00 | 44,787.57 |
| Salaries - Other Employees | 263,444.00 | 300,978.17 |
| Salaries - Part-Time | 30,000.00 | 14,436.31 |
| Salaries - Overtime | 20,000.00 | 21,742.79 |
| Clothing Allowance | 500.00 | 792.19 |
| Dues, Education, Seminars | 7,000.00 | 5,103.31 |
| Health And Life Insurance | 130,000.00 | 123,452.13 |
| Office Supplies | 35,000.00 | 21,829.97 |
| Operating Supplies | 270,000.00 | 295,272.06 |
| Repairs And Maintenance - Building And Other | 454,332.00 | 802,683.25 |
| Repairs And Maintenance - Vehicles | --- | 6,667.11 |
| Telephone And Pager | 4,500.00 | 2,600.56 |
| Postage | 45,000.00 | 25,648.32 |
| Gasoline And Diesel Fuel | 22,000.00 | 27,844.69 |
| Publishing | --- | 184.31 |
| Utilities | 250,000.00 | 262,137.13 |
| Miscellaneous | 2,500.00 | 31,062.68 |
| Professional/Contractual Services | 140,000.00 | 122,925.83 |
| Operating Leases | 2,500.00 | 2,339.85 |
| | <hr/> | <hr/> |
| Total Water Department | \$1,797,915.00 | \$2,187,934.15 |

City Of Ottawa, Illinois
Schedule Of Operating Expenses - Budget And Actual
Waterworks And Sewerage Fund
Year Ended April 30, 2013

| | <u>Budget</u> | <u>Actual</u> |
|---|---------------------------|---------------------------|
| Sewer Department: | | |
| Salaries - Administrative | \$ 85,654.00 | \$ 85,418.57 |
| Salaries - Clerical | 42,191.00 | 43,246.09 |
| Salaries - Other Employees | 349,500.00 | 354,465.35 |
| Salaries - Part-Time | 10,000.00 | 9,232.50 |
| Salaries - Overtime | 7,000.00 | 2,301.75 |
| Clothing Allowance | 450.00 | 286.69 |
| Dues, Education, Seminars | 6,000.00 | 3,219.69 |
| Health And Life Insurance | 86,216.00 | 83,052.24 |
| Office Supplies | 2,000.00 | 988.93 |
| Operating Supplies | 70,000.00 | 97,006.97 |
| Repairs And Maintenance - Building And Other | 200,000.00 | 214,149.26 |
| Repairs And Maintenance - Vehicles | 10,000.00 | 9,904.16 |
| Telephone And Pager | 2,500.00 | 1,636.28 |
| Postage | 20,000.00 | 19,916.10 |
| Gasoline And Diesel Fuel | 28,000.00 | 18,531.32 |
| Publishing | 500.00 | --- |
| Utilities | 190,000.00 | 198,607.45 |
| Miscellaneous | 2,000.00 | 1,336.36 |
| Professional/Contractual Services | 60,000.00 | 95,775.35 |
| Operating Leases | 5,500.00 | 5,335.52 |
| Equipment | <u>155,000.00</u> | <u>1,255.66</u> |
| Total Sewer Department | <u>\$1,332,511.00</u> | <u>\$1,245,666.24</u> |
| Total Waterworks And Sewerage Fund Before Depreciation | <u>\$3,130,426.00</u> | <u>\$3,433,600.39</u> |
| Depreciation | <u>---</u> | <u>1,302,749.00</u> |
| Total Waterworks And Sewerage Fund | <u>\$3,130,426.00</u> | <u>\$4,736,349.39</u> |

City Of Ottawa, Illinois
Schedule Of Tax Extensions, Collections, Revenues And Taxes Receivable
Year Ended April 30, 2013

| Tax Levy Year | <u>2012</u> | | <u>2011</u> | | <u>2010</u> | |
|-------------------------------|----------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| Assessed Valuations | <u>\$272,635,662</u> | | <u>\$287,168,973</u> | | <u>\$302,009,184</u> | |
| Tax Rates And Extensions: | <u>Rate</u> | <u>Extension</u> | <u>Rate</u> | <u>Extension</u> | <u>Rate</u> | <u>Extension</u> |
| Corporate | 0.25000 | \$ 681,641.08 | 0.25000 | \$ 718,087.97 | 0.2500 | \$ 755,031.31 |
| Illinois Municipal Retirement | 0.21599 | 588,910.62 | 0.19723 | 566,513.95 | 0.1590 | 480,194.60 |
| Fire Protection | 0.15000 | 408,984.64 | 0.15000 | 430,852.77 | 0.1500 | 453,013.78 |
| Firemen Pension | 0.29187 | 795,802.32 | 0.28689 | 824,049.02 | 0.2598 | 784,619.86 |
| Police Protection | 0.15000 | 408,984.64 | 0.15000 | 430,852.77 | 0.1500 | 453,013.78 |
| Police Pension | 0.24103 | 657,183.79 | 0.21788 | 625,828.02 | 0.1973 | 595,864.12 |
| Garbage | 0.00000 | --- | 0.00000 | --- | 0.0256 | 77,314.35 |
| Audit | 0.02566 | 69,963.64 | 0.02297 | 65,977.92 | 0.0206 | 62,213.89 |
| Insurance | 0.22783 | 621,193.14 | 0.20401 | 585,988.50 | 0.1830 | 552,676.81 |
| Street Lighting | 0.02631 | 71,735.91 | 0.05000 | 143,617.59 | 0.0500 | 151,004.59 |
| Playground | 0.09000 | 245,390.79 | 0.09000 | 258,511.66 | 0.0900 | 271,808.27 |
| Social Security | 0.09812 | 267,530.49 | 0.12219 | 350,972.67 | 0.1048 | 316,505.62 |
| School Crossing Guard | 0.01719 | 46,869.64 | 0.01539 | 44,205.49 | 0.0138 | 41,677.27 |
| Lease | 0.00000 | --- | 0.00000 | --- | 0.0034 | 10,268.31 |
| Totals | <u>1.78400</u> | <u>\$ 4,864,190.70</u> | <u>1.75656</u> | <u>\$ 5,045,458.33</u> | <u>1.6573</u> | <u>\$ 5,005,206.56</u> |
| Collections | <u>\$ ---</u> | | <u>\$ 5,017,121.04</u> | | <u>\$ 4,999,237.87</u> | |
| Percent Collections | <u>0.00%</u> | | <u>99.44%</u> | | <u>99.88%</u> | |

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2013

| | Year Ending <u>April 30</u> | Governmental Fund Types | | <u>Total</u> |
|-----------------------------------|-----------------------------------|----------------------------|------------------------|------------------------|
| | | <u>Principal</u> | <u>Interest</u> | |
| General Obligation | | | | |
| Corporate Purpose Debt | 2014 | \$ 50,000.00 | \$ 4,720.00 | \$ 54,720.00 |
| Certificate, Series 2006: | 2015 | 50,000.00 | 2,360.00 | 52,360.00 |
| Interest and principal payable | | <u>\$ 100,000.00</u> | <u>\$ 7,080.00</u> | <u>\$ 107,080.00</u> |
| November 10 of each year | | | | |
| at a rate of 4.72% | | | | |
| General Obligation | | | | |
| Corporate Purpose Debt | 2014 | \$ 410,000.00 | \$ 92,250.00 | \$ 502,250.00 |
| Certificate (Limited Tax), | 2015 | 410,000.00 | 74,210.00 | 484,210.00 |
| Series 2007: | 2016 | 410,000.00 | 55,965.00 | 465,965.00 |
| Interest and principal pay- | 2017 | 410,000.00 | 37,515.00 | 447,515.00 |
| able on June 15 of each | 2018 | 410,000.00 | 18,860.00 | 428,860.00 |
| year at a rate varying | | <u>\$ 2,050,000.00</u> | <u>\$ 278,800.00</u> | <u>\$ 2,328,800.00</u> |
| from 4.15% to 4.60% | | | | |
| Taxable General Obligation | | | | |
| Recovery Zone Economic Bonds, | 2014 | \$ --- | \$ 149,227.00 | \$ 149,227.00 |
| Series 2009 Dated | 2015 | --- | 149,227.00 | 149,227.00 |
| January 15, 2010: | 2016 | 120,000.00 | 149,227.00 | 269,227.00 |
| Interest payable June 1 | 2017 | 130,000.00 | 143,599.00 | 273,599.00 |
| and December 1 of each | 2018 | 135,000.00 | 136,865.00 | 271,865.00 |
| year at a rate varying | 2019 | 140,000.00 | 129,656.00 | 269,656.00 |
| from 4.69% to 6.75% | 2020 | 150,000.00 | 121,970.00 | 271,970.00 |
| | 2021 | 155,000.00 | 113,660.00 | 268,660.00 |
| | 2022 | 165,000.00 | 104,887.00 | 269,887.00 |
| | 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>\$ 1,611,961.00</u> | <u>\$ 4,096,961.00</u> |

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2013

| | Year Ending <u>April 30</u> | Governmental Fund Types | | <u>Total</u> |
|---------------------------------|---|---|----------------------|------------------------|
| | | <u>Principal</u> | <u>Interest</u> | |
| General Obligation | | | | |
| Corporate Purpose Debt | 2014 | \$ 642,000.00 | \$ 98,611.20 | \$ 740,611.20 |
| Certificate (Limited Tax), | 2015 | 642,000.00 | 86,734.20 | 728,734.20 |
| Series 2012A Dated | 2016 | 642,000.00 | 71,904.00 | 713,904.00 |
| October 3, 2012: | 2017 | 642,000.00 | 54,891.00 | 696,891.00 |
| Interest payable on | 2018 | 642,000.00 | 37,236.00 | 679,236.00 |
| June 1 and December 1 of | 2019 | 642,000.00 | 18,939.00 | 660,939.00 |
| each year at a rate varying | | <u>\$ 3,852,000.00</u> | <u>\$ 368,315.40</u> | <u>\$ 4,220,315.40</u> |
| from 1.71% to 2.95%. | | | | |
| Principal payable on | | | | |
| December 1 of each year. | | | | |
| | <u>Year</u> <u>Ending</u> <u>April 30</u> | <u>Waterworks And</u> <u>Sewerage Fund</u> | | <u>Total</u> |
| | | <u>Principal</u> | <u>Interest</u> | |
| Sanitary Sewer Extension | | | | |
| Debt Certificate, Series 2005: | | | | |
| Payments monthly of \$17,500, | 2014 | \$ 236,689.87 | \$ 13,310.13 | \$ 250,000.00 |
| starting March 1, 2006, through | 2015 | 217,484.77 | 3,582.30 | 221,067.07 |
| March 1, 2015, except May | | <u>\$ 454,174.64</u> | <u>\$ 16,892.43</u> | <u>\$ 471,067.07</u> |
| of each year starting in 2007 | | | | |
| when payment is \$57,500 at | | | | |
| a rate of 4.05% | | | | |
| Waterworks And Sewerage | 2014 | \$ 63,778.46 | \$ 24,862.40 | \$ 88,640.86 |
| Construction Loan: | 2015 | 65,382.88 | 23,257.98 | 88,640.86 |
| Payments of \$65,704.30 | 2016 | 67,027.67 | 21,613.19 | 88,640.86 |
| on October 30, 2007, then | 2017 | 68,713.83 | 19,927.03 | 88,640.86 |
| payments of \$44,320.43 due | 2018 | 70,442.41 | 18,198.45 | 88,640.86 |
| April 30 and October 30 | 2019 | 72,214.48 | 16,426.38 | 88,640.86 |
| starting April 30, 2008 | 2020 | 74,031.12 | 14,609.74 | 88,640.86 |
| through October 30, 2026, | 2021 | 75,893.47 | 12,747.39 | 88,640.86 |
| with interest rate of 2.50% | 2022 | 77,802.67 | 10,838.19 | 88,640.86 |
| | 2023 | 79,759.90 | 8,880.96 | 88,640.86 |
| | 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>\$ 1,010,341.78</u> | <u>\$ 186,309.83</u> | <u>\$ 1,196,651.61</u> |

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2013

| | Year Ending April 30 | Waterworks And Sewerage Fund | | Total |
|-------------------------------------|----------------------------|---------------------------------|----------------------|------------------------|
| | | Principal | Interest | |
| | 2014 | \$ 125,000.00 | \$ 75,475.00 | \$ 200,475.00 |
| General Obligation | 2015 | 125,000.00 | 73,162.50 | 198,162.50 |
| 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>\$ 2,250,000.00</u> | <u>\$ 794,325.00</u> | <u>\$ 3,044,325.00</u> |
| Waterworks And Sewerage | 2014 | \$ 287,728.76 | \$ --- | \$ 287,728.76 |
| Construction Loan: | 2015 | 294,820.04 | --- | 294,820.04 |
| Payments of \$140,318.74 | 2016 | 294,820.04 | --- | 294,820.04 |
| on July 24, 2012, January 24, 2013, | 2017 | 294,820.04 | --- | 294,820.04 |
| and July 24, 2013, then payments | 2018 | 294,820.04 | --- | 294,820.04 |
| of \$147,410.02 due semiannually | 2019 | 294,820.04 | --- | 294,820.04 |
| January 24, 2014, through | 2020 | 294,820.04 | --- | 294,820.04 |
| July 24, 2031, at a rate of 0% | 2021 | 294,820.04 | --- | 294,820.04 |
| | 2022 | 294,820.04 | --- | 294,820.04 |
| | 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>\$ 5,447,079.52</u> | <u>\$ ---</u> | <u>\$ 5,447,079.52</u> |

City Of Ottawa, Illinois
Schedule Of Debt Service Requirements
April 30, 2013

| | Year Ending <u>April 30</u> | Waterworks And Sewerage Fund | | <u>Total</u> |
|---|-----------------------------------|---------------------------------|----------------------|------------------------|
| | | <u>Principal</u> | <u>Interest</u> | |
| General Obligation | | | | |
| Corporate Purpose Debt | 2014 | \$ 318,000.00 | \$ 66,052.41 | \$ 384,052.41 |
| Certificate (Limited Tax), Series 2013 Dated March 26, 2013: | 2015 | 327,000.00 | 91,618.80 | 418,618.80 |
| Interest payable on | 2016 | 336,000.00 | 85,569.30 | 421,569.30 |
| June 1 and December 1 of each year at a rate varying from 1.71% to 3.42%. | 2017 | 344,000.00 | 77,807.70 | 421,807.70 |
| Principal payable on | 2018 | 353,000.00 | 68,691.70 | 421,691.70 |
| December 1 of each year. | 2019 | 362,000.00 | 58,984.20 | 420,984.20 |
| | 2020 | 371,000.00 | 48,667.20 | 419,667.20 |
| | 2021 | 380,000.00 | 37,722.70 | 417,722.70 |
| | 2022 | 389,000.00 | 26,132.70 | 415,132.70 |
| | 2023 | 399,000.00 | 13,645.80 | 412,645.80 |
| | | <u>\$ 3,579,000.00</u> | <u>\$ 574,892.51</u> | <u>\$ 4,153,892.51</u> |
| | | | | |
| Installment Note - | | | | |
| Dated June 16, 2009: | 2014 | \$ 85,015.03 | \$ 2,662.61 | \$ 87,677.64 |
| 60 Monthly Payments of \$7,306.47 with interest rate of 3.85% | 2015 | 21,778.14 | 141.27 | 21,919.41 |
| | | <u>\$ 106,793.17</u> | <u>\$ 2,803.88</u> | <u>\$ 109,597.05</u> |
| | | | | |
| Installment Note - | | | | |
| Dated July 16, 2009: | 2014 | \$ 32,253.78 | \$ 5,509.50 | \$ 37,763.28 |
| 96 Monthly Payments of \$3,146.94 with interest rate of 4.11% | 2015 | 33,623.78 | 4,139.50 | 37,763.28 |
| | 2016 | 35,046.03 | 2,717.25 | 37,763.28 |
| | 2017 | 36,540.60 | 1,222.68 | 37,763.28 |
| | 2018 | 9,375.88 | 64.94 | 9,440.82 |
| | | <u>\$ 146,840.07</u> | <u>\$ 13,653.87</u> | <u>\$ 160,493.94</u> |

City Of Ottawa, Illinois
 Schedule Of Expenditures Of Federal Awards
 Year Ended April 30, 2013

| <u>Federal Grantor/Pass-Through Grantor</u> | <u>CFDA Number</u> | <u>State/Agency Project Number</u> | <u>Revenues</u> 5/1/12 - 4/30/13 | <u>Expenditures</u> 5/1/12 - 4/30/13 | <u>Budget</u> |
|---|------------------------|--|-------------------------------------|---|-----------------|
| U.S. Department of Housing and Urban Development Passed Through Illinois Department Of Commerce & Economic Opportunity | | | | | |
| CDAP Flexible Opportunity Grant | 14.228 | 09-240029 | \$ 10,000.00 | \$ 10,000.00 | \$ 1,000,000.00 |
| CDAP Public Infrastructure Grant | 14.228 | 08-358011 | 625,064.60 | 625,064.60 | 914,125.00 |
| U.S. Department Of Transportation Passed Through Illinois Department Of Transportation | | | | | |
| Downstate Public Transportation Operating Assistance Grant | 20.509 | RPT-13-045 | 167,907.06 | 167,907.06 | 175,000.00 |
| U.S. Department Of Commerce | | | | | |
| Public Works: Industrial Park Infrastructure Improvements Grant | 11.300 | 0605695-00 | --- | 43,891.08 | 1,980,462.00 |
| U.S. Federal Highways Administration Agency Passed Through Illinois Department Of Transportation | | | | | |
| Highway Planning & Construction Grants | 20.205 | TE-00D3(061) | 11,814.00 | 11,814.00 | 11,814.00 |
| U.S. Environmental Protection Agency | | | | | |
| Brownfields Assessment And Cleanup Cooperative Agreements | 66.818 | BF- 00E61101-0 | 67,148.35 | 67,148.35 | 67,148.35 |
| 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 | 82,448.57 | 82,448.57 | 82,448.57 |
| U.S. Department Of Homeland Security | | | | | |
| Assistance To Firefighters Grant Program - Operations And Safety | 97.044 | EMW-2012- FO-06084 | 88,692.00 | 88,692.00 | 88,692.00 |
| Total Federal Financial Assistance | | | <u>\$ 1,053,074.58</u> | <u>\$ 1,096,965.66</u> | |

City Of Ottawa, Illinois
Notes To The Schedule Of Expenditures Of Federal Awards (SEFA)
Year Ended April 30, 2013

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.

City Of Ottawa, Illinois
Schedule Of Findings And Questioned Costs
Year Ended April 30, 2013

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> |
|--------------------|---|
| 14.228 | CDAP Public Infrastructure 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, 2013

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER: 1 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.

City Of Ottawa, Illinois
Summary Schedule Of Prior Audit Findings
Year Ended April 30, 2013

| <u>Finding Number</u> | <u>Condition</u> | <u>Current Status</u> |
|-----------------------|---|-----------------------|
| 1 | 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, 2013

Corrective Action Plan

Finding No.: 1

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.