



Town of the City of Peoria, Illinois

Financial Report
March 31, 2016

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Independent Auditor's Report

RSM US LLP

To the Town Officials
Town of the City of Peoria, Illinois

Report on the Financial Statements

We have audited the accompanying cash basis financial statements of the governmental activities and major fund of the Town of the City of Peoria, Illinois (the Town) as of and for the years ended March 31, 2016 and 2015, and the related notes to the financial statements, which collectively comprise the Town'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 the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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. 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities and major fund of the Town of the City of Peoria, Illinois, as of March 31, 2016 and 2015, and the respective changes in cash basis financial position thereof for the years then ended in accordance with the cash basis of accounting described in Note 1.

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Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the Town's basic financial statements. The management's discussion and analysis; the combining statements of cash receipts, disbursements and changes in cash and cash equivalents – cash basis – governmental fund – General Fund, by accounts; and the budgetary comparison information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The management's discussion and analysis (pages 3-10); the combining statements of cash receipts, disbursements and changes in cash and cash equivalents – cash basis – governmental fund – General Fund, by accounts (pages 21-22); and the budgetary comparison information (pages 23-32) is the responsibility of management and was derived from and relates 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.

The management's discussion and analysis; the combining statements of cash receipts, disbursements and changes in cash and cash equivalents – cash basis – governmental fund – General Fund, by accounts; and the budgetary comparison information have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

RSM US LLP

Peoria, Illinois
September 22, 2016

Town of the City of Peoria, Illinois

**Management's Discussion and Analysis
March 31, 2016, 2015 and 2014**

The Town of the City of Peoria, Illinois' (the Town) Management's Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on the Town's significant financial issues, (2) provide an overview of the Town's financial activity, (3) identify changes in the Town's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the Town's approved budget ordinance and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on financial activities for the years ended March 31, 2016, 2015 and 2014, resulting changes and currently known facts, please read it in conjunction with the Town's March 31, 2016 financial statements (beginning on page 11).

FINANCIAL HIGHLIGHTS AS OF AND FOR THE YEAR ENDED MARCH 31, 2016

- Receipts for the Town were \$2,647,343.
- Disbursements for the Town were \$2,669,493.
- As of the close of the year ended March 31, 2016, the Town's General Fund (General Town Account, General Assistance Account and Retirement Account) reported combined ending cash and cash equivalents of \$1,854,218, a decrease of \$22,150 (1.2%) in comparison with the prior year. Of this amount, \$846,598 (45.7%) is unassigned and available to meet ongoing and future obligations of the Town.

FINANCIAL HIGHLIGHTS AS OF AND FOR THE YEAR ENDED MARCH 31, 2015

- Receipts for the Town were \$2,510,181.
- Disbursements for the Town were \$2,646,956.
- As of the close of the year ended March 31, 2015, the Town's General Fund (General Town Account, General Assistance Account and Retirement Account) reported combined ending cash and cash equivalents of \$1,876,368, a decrease of \$136,775 (6.8%) in comparison with the prior year. Of this amount, \$897,063 (47.8%) is unassigned and available to meet ongoing and future obligations of the Town.

FINANCIAL HIGHLIGHTS AS OF AND FOR THE YEAR ENDED MARCH 31, 2014

- Receipts for the Town were \$2,556,190.
- Disbursements for the Town were \$2,691,725.
- As of the close of the year ended March 31, 2014, the Town's General Fund (General Town Account, General Assistance Account and Retirement Account) reported combined ending cash and cash equivalents of \$2,013,143, a decrease of \$135,535 (6.3%) in comparison with the prior year. Of this amount, \$886,782 (44.0%) is unassigned and available to meet ongoing and future obligations of the Town.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements are comprised of three primary components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the basic financial statements. The Town's financial statements also contain other information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business. The statements of activities and changes in cash and cash equivalents - cash basis present information on the Town's cash position and how the Town's cash and cash equivalents changed during the years ended March 31, 2016 and 2015. Over time, increases or decreases in available cash and cash equivalents may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating. All changes in cash and cash equivalents are reported as soon as cash is received or disbursed, regardless of when the event giving rise to the change occurred.

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
March 31, 2016, 2015 and 2014

The governmental activities of the Town include general government and public welfare. Real estate taxes and governmental receipts consisting of State of Illinois replacement taxes, temporary assistance reimbursements (see explanation following Table 3 in this discussion) and interest income finance these activities.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The General Fund, comprised of the General Town Account, General Assistance Account and Retirement Account, is the only fund of the Town and is classified for financial reporting purposes as a governmental fund.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

Information for the General Town Account, General Assistance Account and the Retirement Account are presented separately in the statement of cash receipts, disbursements and changes in cash and cash equivalents as supplementary information. The General Fund is considered to be the major fund as it is the only fund of the Town. The Town adopts an annual appropriated budget for each of its governmental accounts.

Government-Wide Financial Statements

TABLE 1
Cash and Cash Equivalents - Cash Basis
As of March 31, 2016, 2015 and 2014

| | Governmental Activities | | |
|----------------------------|----------------------------|---------------------|---------------------|
| | 2016 | 2015 | 2014 |
| Cash and cash equivalents: | | | |
| Restricted | \$ 1,007,620 | \$ 979,305 | \$ 1,126,361 |
| Unrestricted | 846,598 | 897,063 | 886,782 |
| | <u>\$ 1,854,218</u> | <u>\$ 1,876,368</u> | <u>\$ 2,013,143</u> |

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
 March 31, 2016, 2015 and 2014

TABLE 2
Statements of Activities and
Changes in Cash and Cash Equivalents - Cash Basis
For the Years Ended March 31, 2016, 2015 and 2014

| | Governmental Activities | | |
|---------------------------------------|----------------------------|---------------------|---------------------|
| | 2016 | 2015 | 2014 |
| Receipts: | | | |
| General receipts: | | | |
| Property taxes | \$ 2,180,777 | \$ 2,143,607 | \$ 2,167,600 |
| Illinois replacement taxes | 288,695 | 261,022 | 273,177 |
| Interest | 5,249 | 5,610 | 5,777 |
| Miscellaneous | 1,119 | 346 | 95 |
| Program receipts: | | | |
| Temporary assistance reimbursements | 171,503 | 99,596 | 109,541 |
| | <u>2,647,343</u> | <u>2,510,181</u> | <u>2,556,190</u> |
| Disbursements: | | | |
| General government | 1,300,464 | 1,167,326 | 1,283,079 |
| Public welfare | 1,369,029 | 1,479,630 | 1,408,646 |
| | <u>2,669,493</u> | <u>2,646,956</u> | <u>2,691,725</u> |
| Decrease in cash and cash equivalents | <u>\$ (22,150)</u> | <u>\$ (136,775)</u> | <u>\$ (135,535)</u> |

Financial Analysis of the Town's Fund

Governmental Fund

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of March 31, 2016, the Town's governmental fund reported ending cash and cash equivalents of \$1,854,218, a decrease of 1.2% in comparison to the prior year. Of the total cash and cash equivalents, \$898,749 or 48.5% is restricted for the General Assistance Account for program and administration, \$108,871 or 5.8% is restricted for the Retirement Account (Social Security and IMRF funds) and the remaining \$846,598 or 45.7% is unassigned and available through the General Town Account to meet the Town's general services and administration.

As of March 31, 2015, the Town's governmental fund reported ending cash and cash equivalents of \$1,876,368, a decrease of 6.8% in comparison to the prior year. Of the total cash and cash equivalents, \$883,467 or 47.1% is restricted for the General Assistance Account for program and administration, \$95,838 or 5.1% is restricted for the Retirement Account (Social Security and IMRF funds) and the remaining \$897,063 or 47.8% is unassigned and available through the General Town Account to meet the Town's general services and administration.

As of March 31, 2014, the Town's governmental fund reported ending cash and cash equivalents of \$2,013,143, a decrease of 6.3% in comparison to the prior year. Of the total cash and cash equivalents, \$1,011,925 or 50.3% was restricted for the General Assistance Account for program and administration, \$114,436 or 5.7% was restricted for the Retirement Account (Social Security and IMRF funds) and the remaining \$886,782 or 44.0% was unassigned and available through the General Town Account to meet the Town's general services and administration.

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
March 31, 2016, 2015 and 2014

General Town Account

Overview. The General Town Account is the primary operating account of the Town. The March 31, 2016, cash and cash equivalents of the General Town Account decreased by \$50,465 from the prior year, due to disbursements exceeding receipts by the General Town Account. The March 31, 2015, cash and cash equivalents of the General Town Account increased by \$10,281 from the prior year, due to receipts exceeding disbursements by the General Town Account. The March 31, 2014, cash and cash equivalents of the General Town Account decreased by \$92,135 from the prior year, due to disbursements exceeding receipts by the General Town Account. The following table presents a comparison summary of the receipts and disbursements for the fiscal years ended March 31, 2015, 2014 and 2013.

TABLE 3
General Town Account Statements of Cash Receipts and Disbursements
For the Years Ended March 31, 2016, 2015 and 2014

| | 2016 | Increase (Decrease) | 2015 | Increase (Decrease) | 2014 |
|-----------------------|-------------------|------------------------|-------------------|------------------------|-------------------|
| Receipts: | | | | | |
| Property taxes | \$ 627,912 | \$ 9,075 | \$ 618,837 | \$ 33,623 | \$ 585,214 |
| Replacement taxes | 246,690 | 23,647 | 223,043 | (10,387) | 233,430 |
| Interest | 2,606 | 66 | 2,540 | (283) | 2,823 |
| Miscellaneous | 560 | 214 | 346 | 251 | 95 |
| | <u>\$ 877,768</u> | <u>\$ 33,002</u> | <u>\$ 844,766</u> | <u>\$ 23,204</u> | <u>\$ 821,562</u> |
| Disbursements: | | | | | |
| Assessor | \$ 433,660 | \$ 26,669 | \$ 406,991 | \$ 13,612 | \$ 393,379 |
| Town Clerk | 51,673 | (725) | 52,398 | (10,770) | 63,168 |
| Town Collector | 36,167 | 1,386 | 34,781 | (7,526) | 42,307 |
| Supervisor | 95,552 | 3,144 | 92,408 | 3,037 | 89,371 |
| Other | 311,181 | 63,274 | 247,907 | (77,565) | 325,472 |
| | <u>\$ 928,233</u> | <u>\$ 93,748</u> | <u>\$ 834,485</u> | <u>\$ (79,212)</u> | <u>\$ 913,697</u> |

In 2016, receipts from property taxes and replacement taxes increased by approximately \$33,000 from the prior year, contributing to a net increase in total receipts of approximately \$33,000. There was an increase in overall disbursements of approximately \$94,000 comparing 2016 to the prior year. There was an overall decrease in cash and cash equivalents. Disbursements having a larger increase than the increase in receipts contributed to the overall decrease in cash and cash equivalents in 2016 as more monies were disbursed than were received during the year.

In 2015, receipts from property taxes and replacement taxes increased by approximately \$23,000 from the prior year, contributing to a net increase in total receipts of approximately \$23,000. There was a decrease in overall disbursements of approximately \$79,000 comparing 2015 to the prior year. There was an overall increase in cash and cash equivalents. The increase in receipts and decrease in disbursements contributed to the overall increase in cash and cash equivalents in 2015 as more monies were received than were disbursed during the year.

Town of the City of Peoria, Illinois

**Management's Discussion and Analysis
March 31, 2016, 2015 and 2014**

General Town Account Budgetary Highlights. There were no changes between the original and final budgets For the Years Ended March 31, 2016, 2015 and 2014 for the General Town Account. 2016 receipts were under budgeted amounts by \$2,659 while disbursements were under budgeted amounts by \$55,086. Receipts were under budget primarily because property tax receipts were less than anticipated during the year ended March 31, 2016. Disbursements were under budget largely due to employee health insurance, appraisal services, and other office expenses being lower than expected.

2015 receipts were over budgeted amounts by \$52,075 while disbursements were under budgeted amounts by \$163,309. Receipts were over budget primarily because the Town received Illinois replacement taxes receipts of \$223,043, which were over the budgeted amount by \$58,600 during the year ended March 31, 2015. Disbursements were under budget largely due to salaries, employee health insurance, postretirement benefits and other office expenses being lower than expected.

2014 receipts were over budgeted amounts by \$65,233 while disbursements were under budgeted amounts by \$99,357. Receipts were over budget primarily because the Town received Illinois replacement taxes receipts of \$233,430, which were over the budgeted amount by \$68,987 during the year ended March 31, 2014. Disbursements were under budget largely due to salaries, employee health insurance and other office expenses being lower than expected.

Economic Factors. Property tax receipts for the fiscal year ending March 31, 2016 were slightly less than anticipated. This is consistent with 2015, when property tax receipts were also slightly less than anticipated. As the State of Illinois struggles to reduce budget deficits, Town officials will continue to monitor the need for tax levy increases in order to maintain appropriate funding levels. The Town's objective is to keep such increases to a minimum (less than 5%).

Interest received for the General Town Account in the years ended March 31, 2016, 2015 and 2014 was approximately \$2,600, \$2,500 and \$2,800, respectively. Interest receipt fluctuations are generally expected due to changes in the average overall cash balance throughout the year as well as changes in the interest rates offered by financial institutions over time.

General Assistance Account

Overview. The Town administers its General Assistance Program through the General Assistance Account. The cash and cash equivalents of the General Assistance Account increased \$15,282 during the year ended March 31, 2016, decreased \$128,458 during the year ended March 31, 2015, and decreased \$35,504 during the year ended March 31, 2014. The 2016 increase is primarily due to an increase in temporary assistance reimbursements along with an overall decrease in total disbursements paid out of the General Assistance Account. The 2015 decrease is primarily due to decreases in property tax receipts and temporary assistance reimbursements along with an increase in total disbursements paid out of the General Assistance Account. The 2014 decrease was also primarily due to decreases in property tax receipts and temporary assistance reimbursements along with an increase in total disbursements paid out of the General Assistance Account. The following schedule presents a comparative summary of the receipts and disbursements for the fiscal years ended March 31, 2016, 2015 and 2014.

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
 March 31, 2016, 2015 and 2014

TABLE 4
General Assistance Account Statements of Cash Receipts and Disbursements
For the Years Ended March 31, 2016, 2015 and 2014

| | 2016 | Increase (Decrease) | 2015 | Increase (Decrease) | 2014 |
|-----------------------|---------------------|------------------------|---------------------|------------------------|---------------------|
| Receipts: | | | | | |
| Property taxes | \$ 1,479,438 | \$ (1,086) | \$ 1,480,524 | \$ (36,832) | \$ 1,517,356 |
| Temporary assistance | | | | | |
| reimbursements | 171,503 | 71,907 | 99,596 | (9,945) | 109,541 |
| Interest | 2,326 | (173) | 2,499 | (93) | 2,592 |
| Miscellaneous | 559 | 559 | - | - | - |
| | <u>\$ 1,653,826</u> | <u>\$ 71,207</u> | <u>\$ 1,582,619</u> | <u>\$ (46,870)</u> | <u>\$ 1,629,489</u> |
| Disbursements: | | | | | |
| Administrative | \$ 269,515 | \$ 38,068 | \$ 231,447 | \$ (24,900) | \$ 256,347 |
| Relief assistance | 1,369,029 | (110,601) | 1,479,630 | 70,984 | 1,408,646 |
| | <u>\$ 1,638,544</u> | <u>\$ (72,533)</u> | <u>\$ 1,711,077</u> | <u>\$ 46,084</u> | <u>\$ 1,664,993</u> |

General Assistance Account Budgetary Highlights. There were no amendments to the original budget for the years ended March 31, 2016, March 31, 2015, and March 31, 2014 for the General Assistance Account. Total disbursements were under budgeted amounts by \$52,306 in 2016. Total disbursements were over budgeted amounts by \$16,787 in 2015. Total disbursements were under budgeted amounts by \$27,801 in 2014. Significant disbursements in the General Assistance Account for 2016, and comparative amounts for prior years are as follows:

TABLE 5
General Assistance Account Selected Disbursements
For the Years Ended March 31, 2016, 2015 and 2014

| | 2016 | Increase (Decrease) | 2015 | Increase (Decrease) | 2014 |
|----------------------|------------|------------------------|------------|------------------------|------------|
| Emergency assistance | | | | | |
| vouchers | \$ 441,377 | \$ (121,185) | \$ 562,562 | \$ 26,327 | \$ 536,235 |
| Direct grants | 856,651 | 13,112 | 843,539 | 132,299 | 711,240 |
| Medical relief | | | | | |
| disbursements | 7,501 | (87) | 7,588 | (84,788) | 92,376 |
| Heartland Clinic | 50,000 | - | 50,000 | - | 50,000 |

Emergency assistance vouchers include disbursements for utility assistance, dental and optical care, prescription medications and bus passes. The Town's contract with the Heartland Clinic enables the Town to provide prescription medications and medical assistance to clients at considerable savings. Additional detail on 2016 disbursements within the General Assistance Account can be found on pages 27 and 28 of this report.

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
March 31, 2016, 2015 and 2014

The Town receives reimbursement from the Social Security Administration of the direct grant amount a client was awarded while awaiting a decision on SSI from the Social Security Administration. In 2016, Town receipts were \$71,907 more than 2015 SSI reimbursements. In 2015, Town receipts were \$9,945 less than 2014 SSI reimbursements.

Economic Factors. The Town experienced a decrease in assistance disbursements for client utility payments to \$414,588 for the year ended March 31, 2016, compared with \$526,579 for 2015 and \$418,839 for 2014. These amounts can vary year over year depending on the level of energy costs and environmental factors. The General Assistance Account interest income decreased in 2016 and 2015 due to falling interest rates and less cash held. Overall, the General Assistance Account disbursements were under budget by \$52,306 in the fiscal year ended March 31, 2016, and the receipts were over budget by \$48,130. Total receipts were over budget primarily due to temporary assistance reimbursements being over budget by \$66,503, which is attributed to more individuals than anticipated in 2016 that received cash assistance from the Town then were later approved to receive social security benefits.

Retirement Account

Overview. The Retirement Account is maintained in order to pay the social security taxes and Illinois Municipal Retirement Fund (IMRF) retirement liabilities for the Town. The cash and cash equivalent balances of the Retirement Account increased \$13,033 in the year ended March 31, 2016, decreased \$18,598 in the year ended March 31, 2015, and decreased \$7,896 in the year ended March 31, 2014. The increase in 2016 was due to a larger increase in overall receipts collected than the increase in overall disbursements.

In the years ended March 31, 2016, 2015, and 2014, the Town recognized \$73,427, \$44,246 and \$65,030 of property tax revenues, and Illinois replacement tax revenues of \$42,005, \$37,979 and \$39,747, respectively, in the Retirement Account.

The following table presents a comparison summary of the receipts and disbursements for the fiscal years ended March 31, 2016, 2015, and 2014.

TABLE 6
Retirement Account Statements of Cash Receipts and Disbursements
For the Years Ended March 31, 2016, 2015 and 2014

| | 2016 | Increase (Decrease) | 2015 | Increase (Decrease) | 2014 |
|-----------------------|-------------------|------------------------|-------------------|------------------------|-------------------|
| Receipts: | | | | | |
| Property taxes | \$ 73,427 | \$ 29,181 | \$ 44,246 | \$ (20,784) | \$ 65,030 |
| Replacement taxes | 42,005 | 4,026 | 37,979 | (1,768) | 39,747 |
| Interest | 317 | (254) | 571 | 209 | 362 |
| | <u>\$ 115,749</u> | <u>\$ 32,953</u> | <u>\$ 82,796</u> | <u>\$ (22,343)</u> | <u>\$ 105,139</u> |
| Disbursements: | | | | | |
| Pension contributions | \$ 40,201 | \$ (1,624) | \$ 41,825 | \$ (11,382) | \$ 53,207 |
| Payroll taxes | 62,515 | 2,946 | 59,569 | (259) | 59,828 |
| | <u>\$ 102,716</u> | <u>\$ 1,322</u> | <u>\$ 101,394</u> | <u>\$ (11,641)</u> | <u>\$ 113,035</u> |

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
 March 31, 2016, 2015 and 2014

Retirement Account Budgetary Highlights. There were no changes between the original and final budgets for the Retirement Account in the years ended March 31, 2016, 2015, and 2014.

Receipts were under the budget by \$9 while the disbursements were under the budget by \$7,284 for the year ended March 31, 2016.

Receipts were over the budget by \$9,744 while the disbursements were under budget by \$8,606 for the year ended March 31, 2015.

Receipts were over the budget by \$11,386 while the disbursements were under budget by \$14,965 for the year ended March 31, 2014.

Economic Factors. The Town has budgeted a Retirement Account property tax levy since the year ended March 31, 2007. Town management monitors the funding requirements of the IMRF and makes appropriate employee contributions for pension obligations. The Town will monitor this fund for future tax levy appropriations.

The following table presents the funding progress for the IMRF for the calendar years ended December 31, 2015, 2014, and 2013.

TABLE 7
IMRF Schedule of Funding Progress
For the Calendar Years Ended December 31, 2015, 2014 and 2013

| <u>Schedule of Funding Progress</u> | | | | | | |
|-------------------------------------|-------------------------------|---|---------------------------|--------------------|---------------------|---|
| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial 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) |
| December 31, 2015 | \$ 3,585,327 | \$ 3,245,728 | \$ (339,599) | 110.46% | \$ 756,592 | N/A |
| December 31, 2014 | 3,385,589 | 2,956,007 | (429,582) | 114.53% | 726,904 | N/A |
| December 31, 2013 | 3,063,210 | 2,623,623 | (439,587) | 116.75% | 748,052 | N/A |

Other Postemployment Benefits

The Town participates in the City of Peoria, Illinois' health care plan, which offers its active and pre-65 retirees and their dependents medical, prescription drug and dental coverage. Post-65 retirees are offered a fully-insured Medicare Supplement Plan. The Town's current funding policy is to pay health claims as they occur. For fiscal years 2016, 2015 and 2014, the Town contributed \$0. The following table presents the funding progress for the Other Postemployment Benefit Plan for the calendar years ended December 31, 2015, 2014, and 2013.

Town of the City of Peoria, Illinois

Management's Discussion and Analysis
 March 31, 2016, 2015 and 2014

TABLE 8
Other Postemployment Benefit Plan
For the Calendar Years Ended December 31, 2015, 2014 and 2013

Schedule of Funding Progress

| Fiscal Year Ended | Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial 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) |
|-------------------|--------------------------|-------------------------------|---|---------------------------|--------------------|---------------------|---|
| 2016 | 01/01/2016 | \$ - | \$ 625,000 | \$ 625,000 | 0.00% | \$ 740,093 | 84.45% |
| 2015 | 01/01/2014 | - | 863,000 | 863,000 | 0.00% | 717,029 | 120.36% |
| 2014 | 01/01/2014 | - | 863,000 | 863,000 | 0.00% | 720,702 | 119.74% |

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Joseph P. Whalen, Supervisor, Town of the City of Peoria, 205 SW Adams, Peoria, IL 61602.

Town of the City of Peoria, Illinois

Statements of Activities and Changes in Cash and Cash Equivalents - Cash Basis
Year Ended March 31, 2016

| | Cash Disbursements | Program Receipts | | | Net (Disbursements) Receipts and Changes in Net Position |
|--|-----------------------|-------------------------|---------------------|-------------------|--|
| | | Charges for Services | Operating Grants | Capital Grants | |
| Governmental activities: | | | | | |
| General government | \$ (1,300,464) | \$ - | \$ - | \$ - | \$ (1,300,464) |
| Public welfare | (1,369,029) | - | 171,503 | - | (1,197,526) |
| Total governmental activities | \$ (2,669,493) | \$ - | \$ 171,503 | \$ - | (2,497,990) |
| General receipts: | | | | | |
| Taxes: | | | | | |
| Property | | | | | 2,180,777 |
| Illinois replacement | | | | | 288,695 |
| Interest | | | | | 5,249 |
| Miscellaneous | | | | | 1,119 |
| Total general receipts | | | | | 2,475,840 |
| | | | | | |
| Change in cash and cash equivalents | | | | | (22,150) |
| | | | | | |
| Cash and cash equivalents: | | | | | |
| Beginning | | | | | 1,876,368 |
| Ending | | | | | \$ 1,854,218 |
| | | | | | |
| Cash and cash equivalents: | | | | | |
| Restricted for: | | | | | |
| Retirement | | | | | \$ 108,871 |
| Public welfare | | | | | 898,749 |
| Unrestricted | | | | | 846,598 |
| | | | | | \$ 1,854,218 |

See notes to basic financial statements.

Town of the City of Peoria, Illinois

Statements of Activities and Changes in Cash and Cash Equivalents - Cash Basis
Year Ended March 31, 2015

| | Cash Disbursements | Program Receipts | | | Net (Disbursements) Receipts and Changes in Net Position |
|--|-----------------------|-------------------------|---------------------|-------------------|--|
| | | Charges for Services | Operating Grants | Capital Grants | |
| Governmental activities: | | | | | |
| General government | \$ (1,167,326) | \$ - | \$ - | \$ - | \$ (1,167,326) |
| Public welfare | (1,479,630) | - | 99,596 | - | (1,380,034) |
| Total governmental activities | \$ (2,646,956) | \$ - | \$ 99,596 | \$ - | (2,547,360) |
| General receipts: | | | | | |
| Taxes: | | | | | |
| Property | | | | | 2,143,607 |
| Illinois replacement | | | | | 261,022 |
| Interest | | | | | 5,610 |
| Miscellaneous | | | | | 346 |
| Total general receipts | | | | | 2,410,585 |
| Change in cash and cash equivalents | | | | | (136,775) |
| Cash and cash equivalents: | | | | | |
| Beginning | | | | | 2,013,143 |
| Ending | | | | | \$ 1,876,368 |
| Cash and cash equivalents: | | | | | |
| Restricted for: | | | | | |
| Retirement | | | | | \$ 95,838 |
| Public welfare | | | | | 883,467 |
| Unrestricted | | | | | 897,063 |
| | | | | | \$ 1,876,368 |

See notes to basic financial statements.

Town of the City of Peoria, Illinois

Statements of Cash Receipts, Disbursements and Changes in Cash and
Cash Equivalents - Cash Basis - Governmental Fund
Year Ended March 31, 2016

| | General Fund |
|--|---------------------|
| <hr/> | |
| Receipts: | |
| Property taxes | \$ 2,180,777 |
| Illinois replacement taxes | 288,695 |
| Temporary assistance reimbursements | 171,503 |
| Interest | 5,249 |
| Miscellaneous | 1,119 |
| | <u>2,647,343</u> |
| | |
| Disbursements: | |
| General government | 1,300,464 |
| Public welfare | 1,369,029 |
| | <u>2,669,493</u> |
| | |
| Deficiency of receipts over disbursements | (22,150) |
| | |
| Cash and cash equivalents: | |
| Beginning | <u>1,876,368</u> |
| | |
| Ending | <u>\$ 1,854,218</u> |
| | |
| Cash and cash equivalents: | |
| Restricted for: | |
| Retirement | \$ 108,871 |
| Public welfare | 898,749 |
| Unassigned | <u>846,598</u> |
| | <u>\$ 1,854,218</u> |

See notes to basic financial statements.

Town of the City of Peoria, Illinois

Statements of Cash Receipts, Disbursements and Changes in Cash and
Cash Equivalents - Cash Basis - Governmental Fund
Year Ended March 31, 2015

| | General Fund |
|--|---------------------|
| Receipts: | |
| Property taxes | \$ 2,143,607 |
| Illinois replacement taxes | 261,022 |
| Temporary assistance reimbursements | 99,596 |
| Interest | 5,610 |
| Miscellaneous | 346 |
| | <u>2,510,181</u> |
| Disbursements: | |
| General government | 1,167,326 |
| Public welfare | 1,479,630 |
| | <u>2,646,956</u> |
| Deficiency of receipts over disbursements | (136,775) |
| Cash and cash equivalents: | |
| Beginning | <u>2,013,143</u> |
| Ending | <u>\$ 1,876,368</u> |
| Cash and cash equivalents: | |
| Restricted for: | |
| Retirement | \$ 95,838 |
| Public welfare | 883,467 |
| Unassigned | <u>897,063</u> |
| | <u>\$ 1,876,368</u> |

See notes to basic financial statements.

Town of the City of Peoria, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Summary of Significant Accounting Policies

Nature of operations: The Town of the City of Peoria, Illinois (Town) provides a broad range of services to citizens, including general government and relief and emergency assistance.

Reporting entity: Accounting principles generally accepted in the United States of America require that the financial reporting entity include 1) the primary government, 2) organizations for which the primary government is financially accountable and 3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based on these criteria, the Town is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these statements.

A summary of the Town's significant accounting policies is as follows:

Basis of presentation

Government-wide financial statements

The government-wide financial statements report information on all of the non-fiduciary activities of the government. Governmental activities normally are supported by taxes and intergovernmental receipts.

The government-wide financial statements demonstrate the degree to which the direct disbursements of a given function are offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function or segment. Program receipts include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items which are not classified as program receipts are presented as general receipts of the Town.

Fund Financial Statements

The statements of cash receipts, disbursements and changes in cash and cash equivalents – governmental funds are provided for all governmental funds. Fund financial statements are designed to present financial information of the Town at a more detailed level. The focus of governmental fund financial statements is on major funds; one major fund is presented.

The accounts of the Town are organized on the basis of funds, each of which is considered to be a separate accounting entity. The transactions of each fund are accounted for by providing a separate set of self-balancing funds, which comprise its cash and cash equivalent balances, receipts and disbursements. There are three categories of funds: governmental, proprietary and fiduciary; however, the Town only maintains a governmental fund.

The Town considers its only fund to be major governmental fund:

General Town Fund - The General Town Fund is the general operating fund of the Town. It is used to account for all financial transactions except those required to be accounted for in other funds.

Accounts within the General Town Fund:

General Assistance Account - The General Assistance Account is used to account for the proceeds of specific revenue sources that are legally restricted to disbursements for relief and emergency assistance to individuals.

Town of the City of Peoria, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Summary of Significant Accounting Policies (Continued)

Retirement Account - The Retirement Account is used to account for the proceeds of specific revenue sources that are legally restricted, primarily for disbursements for the Town's participation in the Illinois Municipal Retirement Fund on behalf of the Town's employees and for payment of certain social security taxes and Medicare benefits.

For the year ended March 31, 2016, the Town's General Assistance Account had a total budget for relief disbursements of \$1,425,300. Actual expenditures were \$1,369,029 which resulted in an excess of budget over expenditures of \$56,271. For the year ended March 31, 2015, the Town's General Assistance Account had a total budget for relief disbursements of \$1,419,500. Actual expenditures were \$1,479,630 which resulted in an excess of expenditures over budget of \$60,130.

Measurement focus and basis of accounting: The government-wide financial statements and governmental fund financial statements are prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP); therefore, receivables, payables, capital assets and depreciation, which may be material in amount, are not recognized. Property taxes are recognized as revenue in the year in which they are collected.

If the Town utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting and the government-wide financial statements would be presented on the accrual basis of accounting.

Cash and cash equivalents: For purposes of financial reporting, the Town considers all money market accounts and certificates of deposit, regardless of maturity, to be cash equivalents.

Property taxes: Property taxes are levied in December and attach as an enforceable lien on the property the preceding January 1, and are generally collectible in June and September of the year following the December tax levy.

Appropriations and budgetary accounting: As of March 31, 2016 and 2015, appropriations/budgets for all funds of the Town are adopted on the cash basis, which is not consistent with GAAP. For reporting purposes, the Appropriation Ordinance is considered the budget. Budgetary comparisons presented in this report are on this non-GAAP budgetary basis. Appropriations/budgets approved through this process lapse at year-end. The level of legal control is the fund budget in total.

Fund balances: Effective April 1, 2011, the Town adopted the provisions of Governmental Accounting Standards Board Statement No. 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classification of stabilization amounts on the face of the balance sheet. Pursuant to this guidance, the Town was required to report fund balances previously reported in the general assistance and retirement funds (special revenue funds) as part of the general fund.

Within the governmental fund types, the Town's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact. At March 31, 2016 and 2015, the Town did not report any nonspendable fund balance amounts.

Town of the City of Peoria, Illinois

Notes to Basic Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation and Summary of Significant Accounting Policies (Continued)

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation. At March 31, 2016 and 2015, the Town has restricted fund balances in the General Fund for Retirement and Public Welfare.

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Town's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Town removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Town's highest level of decision-making authority rests with the Board of Town Trustees. The Town passes formal resolutions to commit their fund balances. At March 31, 2016 and 2015, the Town did not report any committed fund balance amounts.

Assigned – includes amounts that are constrained by the Town's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Board of Town Trustees itself; or b) a body or official to which the Board of Town Trustees has delegated the authority to assign amounts to be used for specific purposes. At March 31, 2016 and 2015, the Town did not report any assigned fund balance amounts.

Unassigned – includes the residual fund balance that has not been restricted, committed, or assigned within the General Fund and unassigned deficit fund balances of other governmental funds.

It is the Town's policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unassigned (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

Note 2. Deposits

State statutes authorize the Town to make deposits in commercial banks and savings and loan institutions, and to make investments in certificates of deposit, obligations of the U.S. Treasury and U.S. Agencies, obligations of states and their political subdivisions, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds' Money Market Fund.

Custodial credit risk: Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits may not be returned to the Town. As of March 31, 2016 and 2015, the Town's deposits, which include certificates of deposit, amounted to \$1,854,218 and \$1,876,368, respectively, with bank balances of \$1,867,198 and \$1,898,280, respectively. The insured and collateral status of the bank balances, by category of risk, as of March 31, 2016 and 2015, were as follows:

| | 2016 | 2015 |
|--|---------------------|---------------------|
| Covered by federal depository insurance or collateralized with securities held by the Town or its agent in the Town's name | \$ 1,867,198 | \$ 1,898,280 |
| Uncollateralized which includes bank balances collateralized with securities held by the pledging institution or by its trust department or agent but not in the Town's name | - | - |
| | <u>\$ 1,867,198</u> | <u>\$ 1,898,280</u> |

Town of the City of Peoria, Illinois

Notes to Basic Financial Statements

Note 2. Deposits (Continued)

As of March 31, 2016 and 2015, the Town had no investments; therefore, they are not subject to interest rate risk, credit risk and concentration of credit risk.

Note 3. Illinois Municipal Retirement Fund (IMRF)

IMRF Plan Description

The Town'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 Town's plan is managed by the IMRF, the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this note. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and other information. The report is available for download at www.imrf.org.

Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Contributions

As set by statute, the Town's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Town's annual contribution rate for calendar years 2015 and 2014 were 5.43% and 5.77%, respectively. For the fiscal years ended March 31, 2016 and 2015, the Town contributed \$40,201 and \$41,825, respectively, to the plan. The Town 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Town of the City of Peoria, Illinois

Notes to Basic Financial Statements

Note 4. Other Postemployment Benefits

Plan Description

The Town participates in the City of Peoria, Illinois' health care plan, which offers its active and pre-65 retirees and their dependents medical, prescription drug and dental coverage. Post-65 retirees are offered a fully-insured Medicare Supplement Plan. Employees of the Town must be a minimum of age 60 with 5 or more years of service to be eligible for retiree benefits. Pre-65 retirees contribute 90% of the cost less age/service discounts, and post-65 retirees contribute 80% of the cost with no age/service discounts. The Town's contributions are established by the Joint Labor/Management Healthcare Committee of the City of Peoria, Illinois. The provisions of this plan may only be modified upon the unanimous agreement of all of the voting members of the Committee and approval by the City of Peoria Council. The plan does not issue a stand-alone financial report.

Contributions are required for both retiree and dependent coverage. The retiree contributions are based on an expected average gross premium that is dependent on a retiree's age and family coverage. In addition, monthly contributions can be offset by the following:

- All retirees under age 65 receive a 20% discount from the expected cost of coverage through a City of Peoria, Illinois Council discount.
- Retirees may receive a \$15 per month offset to the retiree contribution if they retired with 20 years of service.
- Employees who have retired due to a disability may receive a \$25 monthly discount off their monthly contributions. Employees who retire at age 60 to 64 may receive a discount off of their monthly contributions of \$65.

Funding Policy

The Town establishes and amends contribution requirements. The current funding policy of the Town is to pay health claims as they occur. This arrangement does not qualify as OPEB plan assets under GASB for current GASB reporting.

The required contribution is based on projected pay-as-you-go financing. For both fiscal years 2016 and 2015, the Town contributed \$0.

Annual OPEB Cost

The Town's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The Town's annual OPEB cost for the years ended March 31, 2016 and 2015 was \$56,000 and \$71,000, respectively.

Note 5. Lease and Total Rental Payments

The Town of the City of Peoria currently leases its general assistance program and Assessor's office facility located in Peoria, Illinois, from the City of Peoria on an annual renewal basis at a cost of \$2,726 per year.

Rental payments included in the General Assistance Account disbursements were \$1,363 for each of the years ended March 31, 2016 and 2015. Rental payments in the General Town Account were \$1,363 for each of the years ended March 31, 2016 and 2015.

Town of the City of Peoria, Illinois

Notes to Basic Financial Statements

Note 6. Risk Management

The Town is exposed to various risks of loss related to tort, theft, damage to or destruction of assets, errors and omissions, injuries to employees and natural disasters. These risks are covered by the purchase of commercial insurance. The Town has not experienced any losses in excess of its commercial insurance coverage in any of the past three fiscal years, and management does not believe that such a situation exists as of the date of these financial statements.

Note 7. Governmental Accounting Standards Board (GASB) Statements

The Town adopted the following statements during the year ended March 31, 2016:

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. This statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This statement also enhances accountability and transparency through revised and new note disclosures and other information. As the Town is on the cash basis of accounting, no amounts were recorded as a result of adopting this statement. However, the note disclosures and other information were revised.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. The objective of this statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. This statement had no effect on the Town's basic financial statements.

As of March 31, 2016, the GASB has issued statements not yet required to be implemented by the Town. The statements which might impact the Town are as follows:

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, will be effective for the Town beginning with its year ending March 31, 2019. This statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* and requires governments to report a liability on the face of the financial statements for the OPEB that they provide. This statement requires governments in all types of OPEB plans to present more extensive note disclosures and required supplementary information (RSI) about their OPEB liabilities. Among the new note disclosures is a description of the effect on the reported OPEB liability of using a discount rate and a healthcare cost trend rate that are one percentage point higher and one percentage point lower than assumed by the government. The new RSI includes a schedule showing the causes of increases and decreases in the OPEB liability and a schedule comparing a government's actual OPEB contributions to its contribution requirements.

Management has not yet determined the effect these GASB Statements will have on the Town's basic financial statements.

Town of the City of Peoria, Illinois

**Combining Statements of Cash Receipts, Disbursements and Changes in Cash and
Cash Equivalents - Cash Basis - Governmental Fund
General Fund, by Accounts
Year Ended March 31, 2016**

| | General Town Account | General Assistance Account | Retirement Account | Total General Fund |
|---|----------------------------|----------------------------------|-----------------------|--------------------------|
| Receipts: | | | | |
| Property taxes | \$ 627,912 | \$ 1,479,438 | \$ 73,427 | \$ 2,180,777 |
| Illinois replacement taxes | 246,690 | - | 42,005 | 288,695 |
| Temporary assistance reimbursements | - | 171,503 | - | 171,503 |
| Interest | 2,606 | 2,326 | 317 | 5,249 |
| Miscellaneous | 560 | 559 | - | 1,119 |
| | <u>877,768</u> | <u>1,653,826</u> | <u>115,749</u> | <u>2,647,343</u> |
| Disbursements: | | | | |
| General government | 928,233 | 269,515 | 102,716 | 1,300,464 |
| Public welfare | - | 1,369,029 | - | 1,369,029 |
| | <u>928,233</u> | <u>1,638,544</u> | <u>102,716</u> | <u>2,669,493</u> |
| Excess (deficiency) of receipts over disbursements | (50,465) | 15,282 | 13,033 | (22,150) |
| Cash and cash equivalents: | | | | |
| Beginning | 897,063 | 883,467 | 95,838 | 1,876,368 |
| Ending | <u>\$ 846,598</u> | <u>\$ 898,749</u> | <u>\$ 108,871</u> | <u>\$ 1,854,218</u> |
| Cash and cash equivalents: | | | | |
| Restricted for: | | | | |
| Retirement | \$ - | \$ - | \$ 108,871 | \$ 108,871 |
| Public welfare | - | 898,749 | - | 898,749 |
| Unassigned | 846,598 | - | - | 846,598 |
| | <u>\$ 846,598</u> | <u>\$ 898,749</u> | <u>\$ 108,871</u> | <u>\$ 1,854,218</u> |

Town of the City of Peoria, Illinois

**Combining Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents - Cash Basis - Governmental Fund
General Fund, by Accounts
Year Ended March 31, 2015**

| | General Town Account | General Assistance Account | Retirement Account | Total General Fund |
|---|----------------------------|----------------------------------|-----------------------|--------------------------|
| Receipts: | | | | |
| Property taxes | \$ 618,837 | \$ 1,480,524 | \$ 44,246 | \$ 2,143,607 |
| Illinois replacement taxes | 223,043 | - | 37,979 | 261,022 |
| Temporary assistance reimbursements | - | 99,596 | - | 99,596 |
| Interest | 2,540 | 2,499 | 571 | 5,610 |
| Miscellaneous | 346 | - | - | 346 |
| | <u>844,766</u> | <u>1,582,619</u> | <u>82,796</u> | <u>2,510,181</u> |
| Disbursements: | | | | |
| General government | 834,485 | 231,447 | 101,394 | 1,167,326 |
| Public welfare | - | 1,479,630 | - | 1,479,630 |
| | <u>834,485</u> | <u>1,711,077</u> | <u>101,394</u> | <u>2,646,956</u> |
| Excess (deficiency) of receipts over disbursements | 10,281 | (128,458) | (18,598) | (136,775) |
| Cash and cash equivalents: | | | | |
| Beginning | 886,782 | 1,011,925 | 114,436 | 2,013,143 |
| Ending | <u>\$ 897,063</u> | <u>\$ 883,467</u> | <u>\$ 95,838</u> | <u>\$ 1,876,368</u> |
| Cash and cash equivalents: | | | | |
| Restricted for: | | | | |
| Retirement | \$ - | \$ - | \$ 95,838 | \$ 95,838 |
| Public welfare | - | 883,467 | - | 883,467 |
| Unassigned | 897,063 | - | - | 897,063 |
| | <u>\$ 897,063</u> | <u>\$ 883,467</u> | <u>\$ 95,838</u> | <u>\$ 1,876,368</u> |

Town of the City of Peoria, Illinois
 General Town Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
 Budget and Actual
 Year Ended March 31, 2016

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|----------------|
| Receipts: | | | |
| Property taxes | \$ 642,300 | \$ 642,300 | \$ 627,912 |
| Illinois replacement taxes | 241,600 | 241,600 | 246,690 |
| Interest | 2,950 | 2,950 | 2,606 |
| Miscellaneous (1% loss on levy) | (6,423) | (6,423) | 560 |
| | <u>880,427</u> | <u>880,427</u> | <u>877,768</u> |
| Disbursements: | | | |
| Assessor's office: | | | |
| Salary, assessor | 106,050 | 106,050 | 105,999 |
| Salary, deputies | 287,664 | 287,664 | 287,069 |
| Office supplies and expense | 10,630 | 10,630 | 8,950 |
| Telephone | 800 | 800 | 248 |
| Printing, publishing and photographic services | 500 | 500 | 300 |
| Appraisal services | 20,000 | 20,000 | 14,000 |
| Purchase and rental of equipment | 8,700 | 8,700 | 3,362 |
| Transportation and travel | 8,750 | 8,750 | 6,206 |
| Repairs and maintenance of equipment | 4,200 | 4,200 | 4,036 |
| Subscriptions, dues, fees and education | 2,800 | 2,800 | 2,127 |
| Office rent | 1,400 | 1,400 | 1,363 |
| | <u>451,494</u> | <u>451,494</u> | <u>433,660</u> |
| Town Clerk's office: | | | |
| Salary, town clerk | 6,000 | 6,000 | 6,000 |
| Salary, office help | 45,500 | 45,500 | 42,184 |
| Office supplies | 1,000 | 1,000 | 659 |
| Printing and publishing | 600 | 600 | 165 |
| Transportation and travel | 2,200 | 2,200 | 2,200 |
| Purchase and rental of equipment | 650 | 650 | 388 |
| Maintenance | 550 | 550 | 77 |
| Record restoration | 500 | 500 | - |
| | <u>57,000</u> | <u>57,000</u> | <u>51,673</u> |
| Supervisor's office: | | | |
| Salary, supervisor | 93,000 | 93,000 | 92,966 |
| Transportation and travel | 2,200 | 2,200 | 2,200 |
| Life insurance | 400 | 400 | 386 |
| | <u>95,600</u> | <u>95,600</u> | <u>95,552</u> |
| Town Collector's office: | | | |
| Salary, town collector | 6,000 | 6,000 | 6,000 |
| Salaries | 18,500 | 18,500 | 17,120 |
| Transportation and travel | 2,300 | 2,300 | 2,200 |
| Training and education | 200 | 200 | - |
| Public tax notice | 500 | 500 | - |
| General liability bond | 10,000 | 10,000 | 9,410 |
| Data processing fees | 100 | 100 | - |
| Maintenance | 400 | 400 | - |
| Postage | 400 | 400 | 294 |
| Office supplies | 700 | 700 | 686 |
| Equipment purchase/rental | 1,200 | 1,200 | 457 |
| | <u>40,300</u> | <u>40,300</u> | <u>36,167</u> |

(Continued)

Town of the City of Peoria, Illinois
 General Town Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
 Budget and Actual (Continued)
 Year Ended March 31, 2016

| | Original Budget | Final Budget | Actual |
|--|---------------------|---------------------|-------------------|
| Disbursements (Continued): | | | |
| Other: | | | |
| Attorney fees | \$ 15,000 | \$ 15,000 | \$ 15,104 |
| Auditing | 13,000 | 13,000 | 13,037 |
| Other professional services | 2,500 | 2,500 | 2,157 |
| Office supplies | 800 | 800 | 100 |
| Elected trustees | 33,000 | 33,000 | 32,500 |
| Insurance | 8,000 | 8,000 | 7,741 |
| Provision for contingencies | 5,000 | 5,000 | - |
| Salaries | 45,500 | 45,500 | 45,188 |
| Dues and membership fees | 2,000 | 2,000 | 1,586 |
| Equipment repair and maintenance | 250 | 250 | - |
| Group insurance | 145,000 | 145,000 | 124,954 |
| Computer services | 4,275 | 4,275 | 3,929 |
| Capital purchases | 1,600 | 1,600 | - |
| Training and education | 1,200 | 1,200 | 525 |
| Postretirement benefits | 59,000 | 59,000 | 61,770 |
| Other | 2,800 | 2,800 | 2,590 |
| | <u>338,925</u> | <u>338,925</u> | <u>311,181</u> |
| | <u>983,319</u> | <u>983,319</u> | <u>928,233</u> |
| Deficiency of receipts over disbursements | <u>\$ (102,892)</u> | <u>\$ (102,892)</u> | (50,465) |
| Cash and cash equivalents: | | | |
| Beginning | | | <u>897,063</u> |
| Ending | | | <u>\$ 846,598</u> |

Town of the City of Peoria, Illinois
General Town Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
Budget and Actual
Year Ended March 31, 2015

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|----------------|
| Receipts: | | | |
| Property taxes | \$ 625,448 | \$ 625,448 | \$ 618,837 |
| Illinois replacement taxes | 164,443 | 164,443 | 223,043 |
| Interest | 2,800 | 2,800 | 2,540 |
| Miscellaneous | - | - | 346 |
| | <u>792,691</u> | <u>792,691</u> | <u>844,766</u> |
| Disbursements: | | | |
| Assessor's office: | | | |
| Salary, assessor | 103,404 | 103,404 | 103,720 |
| Salary, deputies | 285,310 | 285,310 | 277,029 |
| Office supplies and expense | 10,230 | 10,230 | 8,779 |
| Telephone | 800 | 800 | 278 |
| Printing, publishing and photographic services | 500 | 500 | 474 |
| Appraisal services | 25,000 | 25,000 | - |
| Purchase and rental of equipment | 8,500 | 8,500 | 2,958 |
| Transportation and travel | 10,100 | 10,100 | 7,752 |
| Repairs and maintenance of equipment | 3,500 | 3,500 | 3,681 |
| Subscriptions, dues, fees and education | 2,750 | 2,750 | 957 |
| Office rent | 1,400 | 1,400 | 1,363 |
| | <u>451,494</u> | <u>451,494</u> | <u>406,991</u> |
| Town Clerk's office: | | | |
| Salary, town clerk | 6,000 | 6,000 | 6,000 |
| Salary, office help | 45,000 | 45,000 | 42,045 |
| Office supplies | 1,000 | 1,000 | 772 |
| Printing and publishing | 600 | 600 | 164 |
| Transportation and travel | 2,200 | 2,200 | 2,200 |
| Purchase and rental of equipment | 650 | 650 | 402 |
| Maintenance | 550 | 550 | 30 |
| Record restoration | 1,000 | 1,000 | 785 |
| | <u>57,000</u> | <u>57,000</u> | <u>52,398</u> |
| Supervisor's office: | | | |
| Salary, supervisor | 89,823 | 89,823 | 89,822 |
| Transportation and travel | 2,200 | 2,200 | 2,200 |
| Life insurance | 400 | 400 | 386 |
| | <u>92,423</u> | <u>92,423</u> | <u>92,408</u> |
| Town Collector's office: | | | |
| Salary, town collector | 6,000 | 6,000 | 6,000 |
| Salaries | 21,800 | 21,800 | 15,732 |
| Transportation and travel | 2,300 | 2,300 | 2,200 |
| Training and education | 200 | 200 | - |
| Public tax notice | 700 | 700 | - |
| General liability bond | 15,000 | 15,000 | 8,954 |
| Data processing fees | 100 | 100 | - |
| Maintenance | 400 | 400 | - |
| Postage | 400 | 400 | 265 |
| Office supplies | 700 | 700 | 985 |
| Equipment purchase/rental | 1,200 | 1,200 | 645 |
| | <u>48,800</u> | <u>48,800</u> | <u>34,781</u> |

(Continued)

Town of the City of Peoria, Illinois
 General Town Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
 Budget and Actual (Continued)
 Year Ended March 31, 2015

| | Original Budget | Final Budget | Actual |
|---|---------------------|---------------------|-------------------|
| Disbursements (Continued): | | | |
| Other: | | | |
| Attorney fees | \$ 15,000 | \$ 15,000 | \$ 9,019 |
| Auditing | 27,000 | 27,000 | 22,620 |
| Other professional services | 3,500 | 3,500 | 1,107 |
| Office supplies | 800 | 800 | 827 |
| Elected trustees | 33,000 | 33,000 | 33,000 |
| Insurance | 8,000 | 8,000 | 7,741 |
| Provision for contingencies | 5,000 | 5,000 | - |
| Salaries | 44,127 | 44,127 | 44,086 |
| Dues and membership fees | 2,000 | 2,000 | 1,565 |
| Equipment repair and maintenance | 250 | 250 | - |
| Group insurance | 136,000 | 136,000 | 121,708 |
| Computer services | 8,800 | 8,800 | 3,920 |
| Capital purchases | 1,600 | 1,600 | 80 |
| Training and education | 1,200 | 1,200 | 125 |
| Postretirement benefits | 59,000 | 59,000 | - |
| Other | 2,800 | 2,800 | 2,109 |
| | <u>348,077</u> | <u>348,077</u> | <u>247,907</u> |
| | <u>997,794</u> | <u>997,794</u> | <u>834,485</u> |
| Excess (deficiency) of receipts over disbursements | <u>\$ (205,103)</u> | <u>\$ (205,103)</u> | 10,281 |
| Cash and cash equivalents: | | | |
| Beginning | | | <u>886,782</u> |
| Ending | | | <u>\$ 897,063</u> |

Town of the City of Peoria, Illinois
 General Assistance Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
 Budget and Actual
 Year Ended March 31, 2016

| | Original Budget | Final Budget | Actual |
|---|--------------------|------------------|------------------|
| Receipts: | | | |
| Property taxes | \$ 1,513,632 | \$ 1,513,632 | \$ 1,479,438 |
| Temporary assistance reimbursements | 105,000 | 105,000 | 171,503 |
| Interest | 2,200 | 2,200 | 2,326 |
| Miscellaneous (1% loss on levy) | (15,136) | (15,136) | 559 |
| | <u>1,605,696</u> | <u>1,605,696</u> | <u>1,653,826</u> |
| Disbursements: | | | |
| Administrative disbursements: | | | |
| Salaries | 188,000 | 188,000 | 191,370 |
| Office supplies | 5,800 | 5,800 | 4,931 |
| Equipment maintenance and rentals | 4,150 | 4,150 | 3,779 |
| Postage | 4,200 | 4,200 | 3,850 |
| Office rent and maintenance | 6,000 | 6,000 | 5,018 |
| Equipment purchases | 2,500 | 2,500 | 500 |
| Travel and education | 3,200 | 3,200 | 1,309 |
| Telephone | 4,000 | 4,000 | 4,299 |
| Group insurance | 15,000 | 15,000 | 14,494 |
| Postretirement benefits | 8,500 | 8,500 | 9,230 |
| Provision for contingencies | 1,800 | 1,800 | - |
| Professional services | 19,900 | 19,900 | 28,263 |
| Computer maintenance and purchases | 2,500 | 2,500 | 2,472 |
| Total administrative disbursements | <u>265,550</u> | <u>265,550</u> | <u>269,515</u> |

(Continued)

Town of the City of Peoria, Illinois
 General Assistance Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
 Budget and Actual (Continued)
 Year Ended March 31, 2016

| | Original Budget | Final Budget | Actual |
|---|--------------------|--------------------|-------------------|
| Disbursements (Continued): | | | |
| Relief disbursements: | | | |
| Funeral and burial | \$ 3,000 | \$ 3,000 | \$ 3,000 |
| Medical: | | | |
| Other | 8,000 | 8,000 | 7,501 |
| Emergency assistance: | | | |
| Transportation vouchers | 20,000 | 20,000 | 14,234 |
| Utilities vouchers | 470,000 | 470,000 | 414,588 |
| Medication vouchers | 7,000 | 7,000 | 1,885 |
| Dental vouchers | 7,000 | 7,000 | 3,573 |
| Optical vouchers | 11,000 | 11,000 | 7,097 |
| | <u>515,000</u> | <u>515,000</u> | <u>441,377</u> |
| Direct grant | 836,300 | 836,300 | 856,651 |
| Heartland Clinic | 50,000 | 50,000 | 50,000 |
| Center for Prevention of Abuse | 10,000 | 10,000 | 10,000 |
| Other | 3,000 | 3,000 | 500 |
| | <u>899,300</u> | <u>899,300</u> | <u>917,151</u> |
| Total relief disbursements | <u>1,425,300</u> | <u>1,425,300</u> | <u>1,369,029</u> |
| | <u>1,690,850</u> | <u>1,690,850</u> | <u>1,638,544</u> |
| Excess (deficiency) of receipts over disbursements | <u>\$ (85,154)</u> | <u>\$ (85,154)</u> | 15,282 |
| Cash and cash equivalents: | | | |
| Beginning | | | <u>883,467</u> |
| Ending | | | <u>\$ 898,749</u> |

**Town of the City of Peoria, Illinois
General Assistance Account**

**Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
Budget and Actual
Year Ended March 31, 2015**

| | Original Budget | Final Budget | Actual |
|---|--------------------|------------------|------------------|
| Receipts: | | | |
| Property taxes | \$ 1,563,619 | \$ 1,563,619 | \$ 1,480,524 |
| Temporary assistance reimbursements | 90,000 | 90,000 | 99,596 |
| Interest | 2,200 | 2,200 | 2,499 |
| | <u>1,655,819</u> | <u>1,655,819</u> | <u>1,582,619</u> |
| Disbursements: | | | |
| Administrative disbursements: | | | |
| Salaries | 183,500 | 183,500 | 169,528 |
| Office supplies | 4,000 | 4,000 | 5,798 |
| Equipment maintenance and rentals | 4,480 | 4,480 | 3,547 |
| Postage | 4,200 | 4,200 | 4,291 |
| Office rent and maintenance | 5,960 | 5,960 | 4,798 |
| Equipment purchases | 2,500 | 2,500 | - |
| Travel and education | 1,700 | 1,700 | 1,294 |
| Telephone | 5,100 | 5,100 | 4,382 |
| Group insurance | 14,000 | 14,000 | 11,322 |
| Postretirement benefits | 8,500 | 8,500 | - |
| Provision for contingencies | 5,000 | 5,000 | - |
| Professional services | 33,350 | 33,350 | 24,060 |
| Computer maintenance and purchases | 2,500 | 2,500 | 2,427 |
| Total administrative disbursements | <u>274,790</u> | <u>274,790</u> | <u>231,447</u> |

(Continued)

Town of the City of Peoria, Illinois
 General Assistance Account

Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
 Budget and Actual (Continued)
 Year Ended March 31, 2015

| | Original Budget | Final Budget | Actual |
|--|--------------------|--------------------|-------------------|
| Disbursements (Continued): | | | |
| Relief disbursements: | | | |
| Funeral and burial | \$ 3,000 | \$ 3,000 | \$ 3,985 |
| Medical: | | | |
| Other | 7,000 | 7,000 | 7,588 |
| Emergency assistance: | | | |
| Transportation vouchers | 25,000 | 25,000 | 15,000 |
| Utilities vouchers | 526,000 | 526,000 | 526,579 |
| Medication vouchers | 20,000 | 20,000 | 5,180 |
| Dental vouchers | 30,000 | 30,000 | 6,702 |
| Optical vouchers | 35,000 | 35,000 | 9,101 |
| | <u>636,000</u> | <u>636,000</u> | <u>562,562</u> |
| Direct grant | 711,500 | 711,500 | 843,539 |
| Heartland Clinic | 50,000 | 50,000 | 50,000 |
| Center for Prevention of Abuse | 10,000 | 10,000 | 10,000 |
| Other | 2,000 | 2,000 | 1,956 |
| | <u>773,500</u> | <u>773,500</u> | <u>905,495</u> |
| Total relief disbursements | <u>1,419,500</u> | <u>1,419,500</u> | <u>1,479,630</u> |
| | <u>1,694,290</u> | <u>1,694,290</u> | <u>1,711,077</u> |
| Deficiency of receipts over disbursements | <u>\$ (38,471)</u> | <u>\$ (38,471)</u> | <u>(128,458)</u> |
| Cash and cash equivalents: | | | |
| Beginning | | | <u>1,011,925</u> |
| Ending | | | <u>\$ 883,467</u> |

**Town of the City of Peoria, Illinois
Retirement Account**

**Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
Budget and Actual
Year Ended March 31, 2016**

| | Original Budget | Final Budget | Actual |
|--|--------------------|-----------------|-------------------|
| Receipts: | | | |
| Property taxes | \$ 75,000 | \$ 75,000 | \$ 73,427 |
| Illinois replacement taxes | 41,138 | 41,138 | 42,005 |
| Interest | 370 | 370 | 317 |
| Miscellaneous (1% loss on levy) | (750) | (750) | - |
| | <u>115,758</u> | <u>115,758</u> | <u>115,749</u> |
| Disbursements: | | | |
| Pension contributions | 46,000 | 46,000 | 40,201 |
| Employer payroll taxes | 64,000 | 64,000 | 62,515 |
| | <u>110,000</u> | <u>110,000</u> | <u>102,716</u> |
| Excess of receipts over disbursements | <u>\$ 5,758</u> | <u>\$ 5,758</u> | 13,033 |
| Cash and cash equivalents: | | | |
| Beginning | | | <u>95,838</u> |
| Ending | | | <u>\$ 108,871</u> |

**Town of the City of Peoria, Illinois
Retirement Account**

**Statements of Cash Receipts, Disbursements and Changes in Cash and Cash Equivalents -
Budget and Actual
Year Ended March 31, 2015**

| | Original Budget | Final Budget | Actual |
|--|--------------------|--------------------|------------------|
| Receipts: | | | |
| Property taxes | \$ 44,675 | \$ 44,675 | \$ 44,246 |
| Illinois replacement taxes | 28,077 | 28,077 | 37,979 |
| Interest | 300 | 300 | 571 |
| | <u>73,052</u> | <u>73,052</u> | <u>82,796</u> |
| Disbursements: | | | |
| Pension contributions | 45,000 | 45,000 | 41,825 |
| Employer payroll taxes | 65,000 | 65,000 | 59,569 |
| | <u>110,000</u> | <u>110,000</u> | <u>101,394</u> |
| Deficiency of receipts over disbursements | <u>\$ (36,948)</u> | <u>\$ (36,948)</u> | <u>(18,598)</u> |
| Cash and cash equivalents: | | | |
| Beginning | | | <u>114,436</u> |
| Ending | | | <u>\$ 95,838</u> |