

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

ANNUAL FINANCIAL REPORT

As of and for the Year Ended

March 31, 2020

Phillips & Associates, CPAs, P.C.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

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INDEPENDENT AUDITORS' REPORT

Board of Trustees Town of the City of Bloomington, Illinois

We have audited the accompanying cash basis financial statements of the government activities, the aggregate discrete component units, each major fund, and the aggregate remaining fund information of the Town of the City of Bloomington, Illinois, as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Township'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 modified cash basis of accounting described in Note 1; this includes determining that the modified 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 error or fraud.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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.

Basis for Qualified Opinion on Modified Cash Basis of Accounting

Disclosures required by the Governmental Accounting Standards Board Statement 45, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pension*, have been omitted in these financial statements. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

Qualified Opinion on Modified Cash Basis of Accounting

In our opinion, except for the effect of the matter describe in the "*Basis for Qualified Opinion on Modified Cash Basis Accounting*" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position—modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of the City of Bloomington, Illinois, as of March 31, 2020, and the respective changes in financial position—modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

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 modified 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 that matter.

Other Information and Statistical Section

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of the City of Bloomington, Illinois' financial statements. The other information and statistical sections are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Phillips & Associates, CPAs, P.C.

Normal, Illinois
August 13, 2020

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

GOVERNMENT-WIDE STATEMENT OF NET POSITION MODIFIED CASH BASIS

March 31, 2020

	Governmental Activities	Discrete Component Unit
Assets		
Cash & Cash Equivalents	\$ 1,639,358	\$ 18,701
Investments	806,215	435,042
Capital Assets (net of Accumulated Depreciation)	527,217	1,008,210
Total Assets	\$ 2,972,790	\$ 1,461,953
Liabilities		
Current Portion of Debt Certificates Payable	\$ -	\$ 58,867
General Obligation Debt Certificates	-	30,034
Total Liabilities	-	88,901
Net Position		
Invested in Capital Assets (net of Related Debt)	527,217	919,309
Restricted for General Assistance	513,346	-
Restricted for Cemetery Operations	-	453,743
Unrestricted	1,932,227	-
Total Net Position	\$ 2,972,790	\$ 1,373,052

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

GOVERNMENT WIDE - STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS

Year Ended March 31, 2020

Functions/Programs	Program Revenues				Net (Expense) / Revenue and Changes in Net Position		
	Expenses	Fines, Fees, & Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Total Governmental Activities	Total	Discrete Component Unit
Governmental Activities:							
General Government	\$ 1,315,048	\$ 18,341	\$ -	\$ -	\$ (1,296,707)	\$ (1,296,707)	\$ -
Public Assistance	533,689	-	-	-	(533,689)	(533,689)	-
Total Governmental Activities	1,848,737	18,341	-	-	(1,830,396)	(1,830,396)	-
Component Unit:							
General Government	82,319	-	-	-	-	-	(82,319)
Cemetery Operations	611,588	190,500	-	-	-	-	(421,088)
Total Component Unit	\$ 693,907	\$ 190,500	\$ -	\$ -	\$ -	\$ -	(503,407)
General Revenues:							
Taxes							
Intergovernmental					1,842,394	1,842,394	505,861
Replacement Taxes					176,833	176,833	48,553
Refunds and Recoveries					43,750	43,750	-
Interest					19,337	19,337	1,905
Miscellaneous					19,933	19,933	35,379
Transfers - Internal activity					-	-	-
Total General Revenues and Transfers					2,102,247	2,102,247	591,698
Changes in Net Position					271,851	271,851	88,291
Net Position - Beginning					2,700,939	2,700,939	1,284,761
Net Position - Ending					\$ 2,972,790	\$ 2,972,790	\$ 1,373,052

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

GOVERNMENTAL FUNDS STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES MODIFIED CASH BASIS March 31, 2020

	Major Governmental Funds		
	General Town Fund	General Assistance Fund	Total Governmental Funds
Assets			
Cash	\$ 1,126,012	\$ 513,346	\$ 1,639,358
Investments	806,215	-	806,215
Due from other funds	-	-	-
Total Assets	\$ 1,932,227	\$ 513,346	\$ 2,445,573
Liabilities			
Due to other funds	\$ -	\$ -	\$ -
Due to governmental entities	-	-	-
Total Liabilities	-	-	-
Fund Balances			
Restricted for General Assistance	-	513,346	513,346
Unassigned	1,932,227	-	1,932,227
Total Fund Balances	1,932,227	513,346	2,445,573
Total Liabilities and Fund Balances	\$ 1,932,227	\$ 513,346	\$ 2,445,573

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

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

Year Ended March 31, 2020

	Major Governmental Funds		
	Town Fund	General Assistance Fund	Total Governmental Funds
Revenues:			
Taxes	\$ 1,642,699	\$ 199,696	\$ 1,842,394
Intergovernmental Revenue			
Personal Property Replacement Tax	157,666	19,167	176,833
Local Revenue	-	43,750	43,750
Miscellaneous	36,211	32	36,243
Interest	17,745	1,592	19,337
	<u>1,854,320</u>	<u>264,237</u>	<u>2,118,557</u>
TOTAL REVENUES			
Expenditures:			
General Government	957,280	-	957,280
Public Assistance	474,501	389,859	864,360
Debt Service Principal and Interest			
Principal	-	-	-
Interest	-	-	-
	<u>1,431,781</u>	<u>389,859</u>	<u>1,821,640</u>
TOTAL EXPENDITURES			
Excess (deficiency) of Revenues Over Expenditures	422,539	(125,622)	296,917
Fund Balance - Beginning of Year	<u>1,509,688</u>	<u>638,968</u>	<u>2,148,656</u>
Fund Balance - End of Year	<u>\$ 1,932,227</u>	<u>\$ 513,346</u>	<u>\$ 2,445,573</u>

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS TO GOVERNMENTAL FUND STATEMENTS

March 31, 2020

Total Fund Balance - Total Governmental Funds	\$ 2,445,573
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital Assets Used in Governmental Activities are Not Current Financial Resources and Therefore are Not Reported in the Governmental Funds Balance Sheet.	<u>527,217</u>
Net Position of Governmental Activities	<u>\$ 2,972,790</u>
Net change in fund balances - total governmental funds	\$ 296,917
Amounts reported for governmental activities in the statement of activities are different because:	
Depreciation expense on capital assets is reported in the government- wide statement of activities and changes in net assets, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds.	<u>(25,066)</u>
Change in Net Position of Governmental Activities	<u>\$ 271,851</u>

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT
GOVERNMENT-WIDE STATEMENT OF NET POSITION
MODIFIED CASH BASIS

March 31, 2020

	Governmental Activities	Totals
Assets		
Cash and cash equivalents	\$ 18,701	\$ 18,701
Investments	435,042	\$ 435,042
Capital Assets (net of Accumulated Depreciation)	1,008,210	1,008,210
Total Assets	\$ 1,461,953	\$ 1,461,953
Liabilities		
Current Portion of Debt Certificates Payable	\$ 58,867	58,867
General Obligation Debt Certificates	30,034	30,034
Total Liabilities	88,901	88,901
Net Position		
Invested in capital assets - Net of related debt	919,309	919,309
Unrestricted	453,743	453,743
Total Net Position	\$ 1,373,052	\$ 1,373,052

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS

Year Ended March 31, 2020

Component Unit:	Expenses	Program Revenues			Net (Expense) / Revenue and Changes in Net Position	
Functions/Programs		Fines, Fees, & Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Total
General Government	\$ 82,319	\$ -	\$ -	\$ -	\$ (82,319)	\$ (82,319)
Public Assistance	611,588	190,500	-	-	(421,088)	(421,088)
Total Governmental Activities	\$ 693,907	\$ 190,500	\$ -	\$ -	\$ (503,407)	(503,407)
		Taxes			505,861	505,861
		Intergovernmental			48,553	48,553
		Interest			1,905	1,905
		Miscellaneous			35,379	35,379
		Transfers - Internal activity			-	-
		Total General Revenues and Transfers			591,698	591,698
		Changes in Net Position			88,291	88,291
		Net Position - Beginning			1,284,761	1,284,761
		Net Position - Ending			\$ 1,373,052	\$ 1,373,052

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
 CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT - GOVERNMENTAL FUNDS
 STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
 MODIFIED CASH BASIS

March 31, 2020

	Governmental Funds	Totals
Assets		
Cash and cash equivalents	\$ 304,306	\$ 304,306
Investments	149,437	\$ 149,437
Total Assets	\$ 453,743	\$ 453,743
Liabilities		
Total Liabilities	-	-
Fund Balances		
Restricted	\$ 453,743	453,743
Unassigned	-	-
Total Fund Balance	453,743	453,743
Total Liabilities and Fund Balance	\$ 453,743	\$ 453,743

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT - GOVERNMENTAL FUNDS
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCES

Year Ended March 31, 2020

	Governmental Funds	Totals
Revenues:		
Taxes	\$ 505,861	\$ 505,861
Intergovernmental Revenue	48,553	48,553
Local Revenue	190,500	190,500
Miscellaneous	16,880	16,880
Interest	1,905	1,905
 TOTAL REVENUES	 763,699	 763,699
 Expenditures:		
General Government	82,319	82,319
Cemetery Operations	449,703	449,703
Capital Outlay	182,239	182,239
Debt Service - Principal	55,882	55,882
Debt Service - Interest	4,910	4,910
 TOTAL EXPENDITURES	 775,053	 775,053
 Excess (Deficiency) of Revenues Over Expenditures	 (11,354)	 (11,354)
 Fund Balance - Beginning of Year	 465,097	 465,097
 Fund Balance - End of Year	 \$ 453,743	 \$ 453,743

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT
 RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS
 TO GOVERNMENTAL FUND STATEMENTS

Year Ended March 31, 2020

Change in net position per Statement of Activities Modified Cash Basis	\$ 88,291
Current year capital additions recorded as capital outlay in the governmental funds	(131,363)
Depreciation recorded on government-wide Statement of Activities not recorded on the governmental fund statements	87,600
<p>The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items</p>	
Repayment of Long-Term Obligations	<u>(55,882)</u>
Change in fund balance per the Statement of Revenues Received, Expenditures Disbursed , and Changes in Fund Balances	<u>\$ (11,354)</u>
Net Position per Statement of Net Position Modified Cash Basis	\$ 1,373,052
Beginning of year governmental fixed assets included on only the Statement of Net Position Modified Cash Basis; net of accumulated depreciation totaling \$1,357,867	(964,448)
Additions to governmental fixed assets included on only the Statement of Net Position - Modified Cash Basis	(131,363)
Depreciation recorded on government-wide Statement of Activities not recorded on the governmental fund statements	87,600
Beginning of year debt included only on the Statement of Net Position	144,782
Repayment of long-term debt	<u>(55,882)</u>
Fund balances per the Statement of Assets, Liabilities, and Fund Balances - Modified Cash Basis	<u>\$ 453,741</u>

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
 CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT - FIDUCIARY FUNDS
 STATEMENT OF FIDUCIARY NET POSITION
 MODIFIED CASH BASIS

March 31, 2020

	<u>Private- Purpose Trusts</u>
Assets	
Cash and cash equivalents	\$ 36,452
Investments	<u>183,249</u>
Total Assets	<u><u>\$ 219,701</u></u>
Liabilities	<u>\$ -</u>
Net Position Held in Trust	
Restricted	<u>219,701</u>
Total Net Position	<u><u>\$ 219,701</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

DISCRETE COMPONENT UNIT - FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
MODIFIED CASH BASIS

Year Ended March 31, 2020

	Private- Purpose Trusts
Additions	
Investment Income	\$ 4,700
Gain (loss) on investments	(17,576)
Total Revenue	(12,876)
Deductions	
Cemetery Operations	9,691
Total Expenditures	9,691
Change in Net Position	(22,567)
Net Position - Beginning of Year	242,268
Net Position - End of Year	\$ 219,701

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2020

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The Town of the City of Bloomington, Illinois, operates under a trustee form of government. The Town has coterminous boundaries with the City of Bloomington, Illinois. Therefore, in accordance with the Illinois Compiled Statutes, the City Council members automatically serve as trustees for the Town and the City's Mayor presides over Town Board meetings. The Township Supervisor is the elected chief executive officer for the Township. These financial statements present the Town of the City of Bloomington as a primary government. The Township provides the following services as authorized by state statutes: general assistance and general administrative services.

Evergreen Memorial Cemetery is included in these financial statements as a discretely presented component unit. A separate Board of Trustees appointed by the Township Board governs the operations of the Cemetery. However, the Cemetery is financially dependent on the Township and has no independent power to contract bonded indebtedness or to levy taxes. A complete set of financial statements for the Cemetery may be obtained from the Township office, 607 S. Gridley Street, Bloomington, Illinois 61701. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Township. The discretely presented component unit has a March year-end. The discretely presented component unit operates a cemetery.

The criteria of oversight responsibility, special financing relationships, and scope of public service was used in determining the agencies or entities that comprise the Township for financial reporting purposes. Oversight responsibility is determined by the extent of financial interdependency, control over the selection of the governing operations, and accountability for fiscal matters. The accounting policies of the Town of the City of Bloomington, Illinois, conform to generally accepted accounting principles as applicable to governments except that all funds are accounted for on the modified cash basis of accounting instead of reporting on the modified accrual basis or accrual basis of accounting.

BASIS OF PRESENTATION

A. Basic Financial Statements

The Township's basic financial statements include both government-wide (reporting the township as a whole) and fund financial statements (reporting the Township's major funds). Both the government-wide and fund financial statements categorize primary activities as governmental activities.

Government-Wide Statements

In the government-wide financial statements, the governmental activities columns (a) are presented on a consolidated basis by column, (b) and are reported on the modified cash, economic resource basis, which recognizes all long-term assets as well as long-term debt. The Township's net position is reported in three parts—invested in capital assets net of related debt; restricted net assets; and unrestricted net assets. The Township first uses restricted resources to finance qualifying activities.

The Statement of Net Assets - Modified Cash Basis and the Statement of Activities - Modified Cash Basis present financial information about the reporting government as a whole. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting on internal transactions. Governmental activities generally are financed through taxes and intergovernmental revenues.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Government-Wide Statements - continued

The Statement of Activities - Modified Cash Basis reports both the gross and net cost of each of the Town's functions. Gross program expenses (including depreciation) are offset by direct program revenues that are directly associated with the function (general government, highways and streets, public assistance, cemetery, etc.). The net costs (by function) are normally covered by general revenue (property or utility taxes, intergovernmental revenue, interest income, etc.).

This government-wide focus is more on the sustainability of the Township as an entity and the change in the Township's net assets resulting from the current year's activities.

Fund Accounting

The financial transactions of the Township are reported in individual funds, which are all major funds in the fund financial statements. Each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses, as appropriate. The various funds are reported by generic classification within the financial statements. The following are the Township's governmental fund types:

Governmental Funds

The focus of the governmental funds' measurement (in the funds statements) is upon determination of financial position and changes in financial position rather than upon net income. The following is a description of the governmental funds of the Township:

Town Fund – is the general operating fund of the Township. It is used to account for all financial resources except those that are required to be accounted for in another fund.

Special Revenue Funds – are used to account for the proceeds to specific revenue sources (other than special assessments, expendable trust, or major capital projects) that are legally restricted to expenditures for specified purposes. The General Assistance fund accounts for tax levies restricted for assistance to individuals and families in need.

The emphasis in fund financial statements is on the major funds in the governmental activities category. Non-major funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses of either fund category of the governmental activities) for the determination of major funds. The Township has no non-major funds.

Fiduciary Funds

Trust Funds – are used to account for the proceeds from private sources (other than special assessments, expendable trust, or major capital projects) that are legally restricted to expenditures for specified purposes.

B. Significant Accounting Policies

Basis of Accounting

Revenue and expenditures of governmental fund types are recognized on the modified cash basis of accounting.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

B. Significant Accounting Policies - continued

Revenue is recognized in the accounting period when it is received.

Expenditures are generally recognized in the accounting period when obligations are paid, with the exception of capital purchases. Capital purchases are recognized in the government-wide statement at full cost including payments made during the fiscal year plus any financing used to complete their purchase.

Fair Value Measurements of Financial Instruments

The Cemetery follows accounting standards on fair value measurements which define fair value and establish a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices that are observable, either directly or indirectly with fair value being determined through the use of models or other valuation methodologies. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Investments

Investments are stated at their fair value, (quoted market price or the best available estimate). Purchases and sales are recorded on a trade-date basis. Interest and dividends are recorded when deposited into the investment trust accounts. Realized and unrealized gains and losses are included in the determination of the change in net assets.

Property and Equipment

Equipment purchased or acquired with an original cost of \$5,000 or more, and buildings costing in excess of \$10,000 are capitalized at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays, where cost meets the Township's capitalization policies and significantly extend the useful life of an asset, are also capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and Infrastructure	40 years
Machinery and Equipment	7 years
Cemetery Infrastructure	40 years

GASB No. 34 requires the Township to report and depreciate new infrastructure assets prospectively. Infrastructure assets include roads, bridges, underground pipe (other than those related to utilities), traffic signals, etc. It is unlikely that the Township will ever have any infrastructure assets since the Township is coterminous with the City of Bloomington, Illinois', which is responsible for the infrastructure.

Resource Utilization

The Township first applies restricted resources to expenses when both restricted and unrestricted net position is available. Similarly, the most limiting classification of committed, assigned, or unassigned amounts are considered to have been spent when an expenditure is incurred for which any of those could be used.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Property and Other Taxes

The Township's property tax is levied each year on all taxable real property located within the Township boundaries on or before the last Tuesday in December. The Board of Trustees passed the 2018 levy on November 28, 2018 in amounts deemed necessary to defray expenses and liabilities for the fiscal year ended March 31, 2019. Property taxes attached as an enforceable lien on property as of January 1, 2018 and are payable in two installments in the following year in June and September. Taxes from the 2018 Levy which will be collected during the fiscal year ended March 31, 2020.

Program Revenues

The Township receives program revenue from providing services to the discrete component unit and other townships by intergovernmental agreement as follows:

Administrative Services

Discretely Presented Component Unit

Evergreen Memorial Cemetery (Cemeteries of the Town of the City of Bloomington, Illinois), maintains a general operating fund and two fiduciary funds for private trusts. The fiduciary funds are used to account for specific revenue sources that are legally restricted to expenditures for specified purposes. The Cemetery reimburses the Town Fund for personnel expenses related to services provided by the fiscal office.

Government Fund Balance Reporting

Government Accounting Standards require government fund balances to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Fund balances in the governmental fund statements have been restated as of the beginning of the fiscal year to reflect changes in presentation. Below are definitions of the differences and a reconciliation of how these balances are reported.

A. Nonspendable Fund Balance

The nonspendable fund balance classification 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. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis nature of the township all such items are expensed at the time of purchase, so there is nothing to report for this classification.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The township has several revenue sources received within different funds that also fall into these categories such as property taxes, state grants, interest, charges for services, and/or insurance reimbursement. The General Assistance funds and Cemetery funds are restricted by the enabling legislation for property tax levies.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Government Fund Balance Reporting - continued

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Board of Trustees). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

The Board of Trustees commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. There were no committed fund balances.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the Board of Trustees or (b) the budget or finance committee or (c) an official to which the Board has delegated the authority to assign amounts to be used for specific purposes. There were no assigned fund balances.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amount in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

F. Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

NOTE 2 – BUDGET AND BUDGETARY ACCOUNTING

The budget or appropriation ordinance is adopted on a cash basis. The appropriation ordinance for the Town of the City of Bloomington, Illinois, which was adopted on March 25, 2019, covered appropriations for the general and special revenue funds as well as Evergreen Memorial Cemetery, a discretely presented component unit of the Town of the City of Bloomington, Illinois.

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

(a) Prior to the beginning of a fiscal year, the Township Supervisor submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them. It is prepared on a cash basis.

(b) Public hearings are held to obtain taxpayer comments.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 2 – BUDGET AND BUDGETARY ACCOUNTING - continued

(c) The budget is legally enacted through passage of an ordinance no later than during the first three months of the fiscal year.

(d) Any budget amendments are approved by the Town Board of Trustees. Transfers of more than 10% of fund appropriations require a repetition of the entire budget process.

(e) Appropriations lapse at the end of the fiscal year. The level of control for each budget is the fund total rather than individual line items.

(f) Management makes estimates and assumptions during the preparation of financial statements. Accordingly, actual results could differ from those estimates.

NOTE 3 – CASH AND CASH INVESTMENTS

Permitted Deposits and Investments - Illinois statutes and the Township's investment policy authorizes the Township to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township, or municipal corporation of the State of Illinois, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and The Illinois Funds (a money market fund created by the State of Illinois under the State Treasurer that maintains a \$1 per share value).

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, Certain External Investment Pools and Pool Participants, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

The Township has formally adopted deposit and investment policies that limit its allowable deposits or investments and address the specific types of risks to which the Township is exposed. State statutes authorize the Township to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, and Illinois Funds Money Market Fund.

The Township's cash and investments are maintained in accounts fully covered by the Federal Deposit Insurance Corporation or pledged collateral security held by the depository and in The Illinois Public Treasurers' Investment Pool.

The Township holds the following investments at March 31, 2020:

Illinois Funds	\$ <u>806,215</u>
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Cemetery private trust funds are allowed by statute to be invested in every kind of investment, including specifically bonds, debentures and other corporate obligations, preferred or common stocks and real estate mortgages.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 3 – CASH AND CASH INVESTMENTS

The Cemetery holds the following investments which are recorded using fair market values at March 31, 2020:

General Funds	
Super Money Market	\$ 285,605
Super Money Market	<u>149,737</u>
	<u>\$ 435,042</u>
Fiduciary Funds	
Private Lot Trust Fund - Super Money Market	<u>\$ 36,452</u>
Investments in Private Irrevocable Trust	
Money Market Funds	\$ 143
Mutual and Exchange Traded Funds	
Fixed Income	
Vanguard Total Bond Market Index	17,245
iShares Core US Aggregate Bond	36,919
iShares iBoxx Investment Grade Corporate Bond	19,144
Equities	
SPDR Dow Jones Industrial Average	23,019
SPDR S&P 500	44,075
SPDR S&P Midcap 400	26,025
iShares Russell 2000	9,729
iShares MSCI EAFE	<u>6,950</u>
	<u>\$ 183,249</u>

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. One of the ways the cemetery addresses risk is the use of professional investment advisors.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer on an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The cemetery's deposits with financial institutions are not subject to credit risk rating.

All investments held in the private trusts are Level 1 (quoted prices in active markets) in the fair value hierarchy.

NOTE 4 – CHANGES IN FIXED ASSETS

A summary of changes in general fixed assets for the year ended March 31, 2020, was as follows:

	Balance April 1	Additions	Deletions	Balance March 31
Governmental Activities:				
Capital assets being depreciated				
Building	\$ 916,903	\$ -	\$ -	\$ 916,903
Equipment	<u>26,579</u>	-	-	<u>26,579</u>
Total Capital assets being depreciated	<u>943,482</u>	-	-	<u>943,482</u>
Less accumulated depreciation for:				
Building	(366,762)	-	(22,923)	(389,685)
Equipment	<u>(24,437)</u>	-	<u>(2,143)</u>	<u>(26,580)</u>
Total accumulated depreciation	<u>(391,199)</u>	-	<u>(25,066)</u>	<u>(416,265)</u>
Governmental activities capital assets, net	<u>\$ 552,283</u>	<u>\$ -</u>	<u>\$ (25,066)</u>	<u>\$ 527,217</u>

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED
March 31, 2020

NOTE 4 – CHANGES IN FIXED ASSETS - continued

Depreciation expense was charged to programs of the primary government as follows:

Governmental Activities – General Fund:	
Building	\$ 22,923
Equipment	<u>2,143</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 25,066</u>

A summary of component unit fixed assets for the year ended March 31, 2020, was as follows:

Component Unit Activities:	Balance April 1	Additions	Deletions	Balance March 31
Capital assets not being depreciated				
Land	\$ 93,245	\$ -	\$ -	\$ 93,245
Capital assets being depreciated				
Buildings & Improvements	284,124	-	-	284,124
Equipment	635,104	51,153	(33,066)	653,191
Land Improvements	25,984	-	-	25,984
Infrastructure	271,453	37,711	-	309,164
Veteran's Area	25,600	42,500	-	68,100
Mausoleum	986,804	-	-	986,804
Total capital assets being depreciated	<u>2,229,069</u>	<u>131,364</u>	<u>(33,066)</u>	<u>2,327,367</u>
Less accumulated depreciation for:				
Buildings & Improvements	(263,336)	-	(8,278)	(271,614)
Equipment	(512,884)	33,066	(30,753)	(510,571)
Land Improvements	(8,661)	-	(1,732)	(10,393)
Infrastructure	(236,797)	-	(16,873)	(253,670)
Veteran's Area	(4,416)	-	(6,068)	(10,484)
Mausoleum	(331,773)	-	(23,896)	(355,669)
Total accumulated depreciation	<u>(1,357,867)</u>	<u>33,066</u>	<u>(87,600)</u>	<u>(1,412,401)</u>
Total capital assets being depreciated, net	<u>871,202</u>	<u>164,430</u>	<u>(120,666)</u>	<u>914,966</u>
Business-type activities capital assets, net	<u>\$ 964,447</u>	<u>\$ 164,430</u>	<u>\$ (120,666)</u>	<u>\$ 1,008,211</u>

Depreciation expense was charged to programs of the component unit as follows:

Component Unit Activities – General Fund:	
Buildings & Improvements	\$ 8,278
Equipment	30,753
Land Improvements	1,732
Infrastructure	16,873
Veteran's Area	6,068
Mausoleum	<u>23,896</u>
Total depreciation expense – Component Unit Activities:	<u>\$ 87,600</u>

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 5 – LONG-TERM DEBT

Component Unit Activities
General Obligation Debt Certificates

On February 25, 2008, the Board of Trustees for the Township approved Ordinance No. 2008-01 authorizing the issuance of General Obligation (Limited Tax) Debt Certificates, Series 2008 not to exceed \$688,725 to finance Cemetery township facilities. The debt is included as part of the discretely presented component unit of the Township. There was no levy and extension of taxes for repayment of the certificates. The Cemetery plans to pay the certificates from its general revenues. The certificates original interest rate was 4.5%, however, the township refinanced the certificates on September 9, 2013 at a new interest rate of 3.10%. The revised monthly payments including principle and interest, are amortized over the remainder of the fifteen year period. The Township has the option to redeem the certificates in any amount prior to the stated due date. The total amount outstanding at March 31, 2020 was \$88,901.

The annual aggregate maturities for general obligation debt certificates for the years subsequent to March 31, 2020, are as follows:

<u>Year Ending</u> <u>March 31</u>	<u>General Obligation Debt Certificate</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	58,868	1,924	60,792
2022	30,034	272	30,306
Total	\$ 88,901	\$ 2,196	\$ 89,120

Changes in Outstanding Debt – Transactions for the year ended March 31, 2020 are summarized as follows:

	<u>Balance</u> <u>April 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>March 31</u>	<u>Due Within</u> <u>one year</u>
Governmental Activities:					
General Obligation Bond	\$ 144,783	\$ -	\$ 55,882	\$ 88,901	\$ 58,868
Total Activities	\$ 144,783	\$ -	\$ 55,882	\$ 88,901	\$ 58,868

Legal Debt Margin - The legal debt margin of the Township, as of March 31, 2020 is computed as follows:

Assessed Valuation (Property Tax Year 2019)	\$ 1,880,796,385
Debt Limit – 2.875% of assessed value	\$ 54,072,896
Less: Debt subject to General Obligation Bond	(88,901)
Legal Debt Margin	\$ 53,983,995

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 6 – RETIREMENT PLANS

ILLINOIS MUNICIPAL RETIREMENT PLAN

IMRF Plan Description

The Township'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 Township'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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary 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.

Employees Covered by Benefit Terms

At December 31, 2019, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	27
Inactive, non-retired members	15
Active members	<u>19</u>
Total	<u>61</u>

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 6 – RETIREMENT PLANS - CONTINUED

Contributions

As set by statute, Township regular plan members are required to contribute 4.5% of their annual covered salary. The statutes require the Township to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual required contribution rate for the calendar year 2018 was 12.61%. The Township also contributes for disability benefits, death benefits, and supplemental retirements 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.

The Township's pension contributions included in these financial statements as expense for the current fiscal year on a modified cash basis is \$110,615. This includes \$27,043 contributed by the discrete component unit Evergreen Cemetery. Pension expense determined for calendar year 2019 reported on an accrual basis was \$74,547.

Net Pension Liability

The Township's net pension liability, \$400,091, was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine the 2019 Contribution Rates:

- Actuarial Cost Method: Aggregate Entry Age Normal
- Amortization Method: Level Percentage of Payroll, Closed
- Remaining Amortization Period: Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 24-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 19 years for most employers (two employers were financed over 28 years and four others were financed over 29 years).
- Asset Valuation Method: 5-Year smoothed market; 20% corridor
- Wage growth: 3.25%
- Price Inflation: 2.50%
- Salary Increases: 3.35% to 14.25% including inflation
- Investment Rate of Return: 7.50%
- Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014 - 2016.
- Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

There were no benefit changes during the year.

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 6 – RETIREMENT PLANS - CONTINUED

The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on Bond Buyer Index, general obligation, 20-years to maturity, mixed quality general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

Changes in Net Pension Liability

The Township's changes in net position liability / (asset) for the calendar year ended December 31, 2019 was as follows:

	Total Pension Liability <u>(a)</u>	Increase (Decrease) Plan Fiduciary Net Position <u>(b)</u>	Net Pension Liability/(Asset) <u>(a)-(b)</u>
Service Cost	\$ 119,378	\$ -	\$ 119,378
Interest on the Total Pension Liability	515,695	-	515,695
Differences between expected and actual experience of the Total Pension Liability	57,192	-	57,192
Change of assumptions	-	-	108,093
Benefit payments, including refunds of employee contributions	(441,450)	(441,450)	-
Contributions-Employer	-	110,580	(110,580)
Contributions-Employee	-	50,315	(50,315)
Net investment income	-	1,199,565	(1,199,565)
Other (Net Transfer)	-	68,014	(68,014)
Net Change in total pension liability	250,815	987,024	(736,209)
Balances at December 31, 2018	<u>7,274,070</u>	<u>6,137,770</u>	<u>1,136,300</u>
Balance at December 31, 2019	<u>\$ 7,524,885</u>	<u>\$ 7,124,794</u>	<u>\$ 400,091</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

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

	1% Lower (6.25%)	Current Discount (7.25%)	1% Higher (8.25%)
Net Pension Liability	\$ 1,217,350	\$ 400,091	\$ (288,934)

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 7 – OTHER INDIVIDUAL FUND DISCLOSURES

A. The Cemetery (discrete component unit) employees participate in the IMRF pension plan and reimburse the Town for their share of employer costs incurred. In addition, the Cemetery reimburses the Town for services provided by the fiscal office. There were no individual fund inter-fund receivable and payable balances at March 31, 2020 between the Town fund and the Cemetery Fund component unit.

B. There were no deficit fund balances of individual funds at March 31, 2020.

NOTE 8 - VACATION AND SICK LEAVE

The Township provides full-time employees with vacation and sick leave in varying amounts. Vacation and sick pay expenses are charged to operations when taken by the employee. The Township has not recorded the liability for vacation, which totals \$32,801 on March 31, 2020.

NOTE 9 - CONTINGENCIES AND COMMITMENTS

1. Debit Cards and Disbursing Orders

The Township provides assistance to income-qualified recipients in the form of debit cards, disbursing orders and referrals. At year-end, the Township was liable for \$8,708 for purchases made on the debit cards. In addition, unused balances on debit cards issued totaled \$1,539 and the total amount of unpaid general assistance disbursing orders was \$1,665 at March 31, 2020.

NOTE 10 – ACTIVITIES BETWEEN PRIMARY GOVERNMENT AND COMPONENT UNIT

The Township and its component unit, Evergreen Memorial Cemetery, file and make pension contributions together. The Cemetery reimburses the General Fund for its share of the obligation on a monthly basis. Any amounts in due to/from accounts are for IMRF withholdings from Evergreen Memorial Cemetery employees that have not been transferred to the Township general fund for remittance. The Cemetery is purchasing employee benefits through the Township; these include health, dental and vision insurance for full-time, permanent employees, Section 125 Cafeteria plan for pre-tax insurance benefits and Flexible Spending Accounts.

The Township also charges the Cemetery for financial administrative services which totaled \$12,200 during the fiscal year.

NOTE 12 – SUBSEQUENT EVENTS

Management evaluated subsequent events occurring through August 13, 2020, which represents the date the financial statements were available to be issued.

Township service delivery operations have been impacted by precautions placed in service to protect the health of its staff and the public it serves. The Town has ceased in-person applications for assistance, but continues to provide assistance through its website, email, and fax, and it allows drop-off in person at the entryway to the Township offices. Information regarding service delivery changes are publicized via its website, Facebook page, and message board in the office entryway.

Township personnel are working in the office and at home, where possible, to allow proper social distancing.

The Township plans to continue services in this manner until guidelines implemented by the Governor's Executive Order provide otherwise.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES BUDGET TO ACTUAL - MODIFIED CASH BASIS

General Town Fund
Year Ended March 31, 2020

	2020			Actual Over (Under) Budget
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES:				
Local Tax Revenues:				
Property Taxes	\$ 1,645,000	\$ 1,645,000	\$ 1,642,699	\$ (2,301)
Intergovernmental Revenue:				
Personal Property Replacement Tax	75,000	75,000	157,666	82,666
John Scott Administration	-	-	5,000	5,000
Work Fare Administration	-	-	1,141	1,141
Cemetery Financial Administration	-	-	12,200	12,200
Other Local Sources:				
Interest	9,000	9,000	17,745	8,745
Retiree Insurance Reimbursements	-	-	16,073	16,073
Cemetery Benefits Reimbursements	-	-	0	0
Litigation Income	25	25	-	(25)
Other Income	33,880	33,880	1,797	(32,083)
Total Revenues	1,762,905	1,762,905	1,854,320	(91,415)
EXPENDITURES:				
Assessor's Office Expenditures:				
Rent/Debt Service Principle	21,544	21,544	-	(21,544)
Auto Expense	3,000	3,000	751	(2,249)
Telephone	3,000	3,000	2,896	(104)
Utilities	5,800	5,800	4,824	(976)
Postage	300	300	-	(300)
Office Supplies	2,000	2,000	3,286	1,286
Publications and Printing	500	500	227	(273)
Publications	-	-	-	-
Equipment	6,000	6,000	2,546	(3,454)
Equipment Repair/Rental	1,500	1,500	-	(1,500)
Education/Conference/Meetings	9,000	9,000	7,751	(1,249)
Replatting/Remapping	9,000	9,000	-	(9,000)
Appraisal Services	34,000	34,000	11,101	(22,899)
Recorder	-	-	-	-
Janitorial	2,000	2,000	1,800	(200)
Computer Services	20,000	20,000	23,993	3,993
Mapping/GIS Services	30,000	30,000	-	(30,000)
Membership Dues/Assessor's Staff	2,500	2,500	1,475	(1,025)
Total Assessor's Office Expenditures	150,144	150,144	60,651	(89,493)
Total Expenditures (current page)	\$ 150,144	\$ 150,144	\$ 60,651	\$ (89,493)

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MODIFIED CASH BASIS

General Town Fund
Year Ended March 31, 2020

	2020			Actual Over (Under) Budget
	Budgeted Amounts		Actual	
	Original	Final		
Total Expenditures (previous page)	\$ 150,144	\$ 150,144	\$ 60,651	\$ (89,493)
Community Agency Funding				
Community Medical	31,000	31,000	18,500	(12,500)
Transportation	-	-	-	-
GA Client Service Funding	19,400	19,400	19,799	399
Youth Services	37,500	37,500	35,000	(2,500)
Senior Services	68,500	68,500	68,500	-
	<u>156,400</u>	<u>156,400</u>	<u>141,799</u>	<u>(14,601)</u>
Compensation and Benefits				
Supervisor	94,000	94,000	94,000	-
Assessor	96,000	96,000	96,000	-
Town Clerk	2,500	2,500	2,400	(100)
Town Trustees	2,800	2,800	2,320	(480)
General Assistance Staff	396,000	396,000	332,702	(63,298)
Deputy Assessors	404,000	404,000	334,415	(69,585)
IMRF/Employer	99,000	99,000	83,572	(15,428)
FICA (SS/MC)/Employer	76,140	76,140	61,045	(15,095)
Group Medical Insurance/Employer	177,000	177,000	134,543	(42,457)
Unemployment Insurance/Employer	1,400	1,400	896	(504)
Total Compensation and Benefit Expenditures	<u>1,348,840</u>	<u>1,348,840</u>	<u>1,141,892</u>	<u>(206,948)</u>
Services and Expenses				
Membership Dues	1,835	1,835	1,765	(70)
Auditing Expenses	7,500	7,500	6,950	(550)
Legal Expenses	10,000	10,000	11,174	1,174
Court Costs	-	-	-	-
Surety Bonds	-	-	-	-
Insurance	13,000	13,000	13,242	242
Publishing	1,500	1,500	262	(1,238)
Other Expenses	3,500	3,500	2,759	(741)
Debt Service-Princ. Int.	100	100	-	(100)
Building Maintenance	6,000	6,000	10,032	4,032
Janitorial Services and Supplies	6,000	6,000	4,269	(1,731)
Building Security	-	-	-	-
Building Repairs	200,000	200,000	-	(200,000)
Special Projects	50,000	50,000	871	(49,129)
Total Services and Expenses	<u>299,435</u>	<u>299,435</u>	<u>51,325</u>	<u>(248,110)</u>
Total Expenditures (current page)	<u>\$ 1,954,819</u>	<u>\$ 1,954,819</u>	<u>\$ 1,395,668</u>	<u>\$ (559,151)</u>

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MODIFIED CASH BASIS**

General Town Fund
Year Ended March 31, 2020

	2020			Actual Over (Under) Budget
	Budgeted Amounts		Actual	
	Original	Final		
Total Expenditures (previous page)	\$ 1,954,819	\$ 1,954,819	\$ 1,395,668	\$ (559,151)
Supervisor's Office Expenditures:				
Postage	1,500	1,500	1,427	(73)
Rent/Debt Service	40,000	40,000	-	(40,000)
Janitorial	2,500	2,500	2,250	(250)
Utilities	9,500	9,500	7,229	(2,271)
Telephones	4,000	4,000	3,635	(365)
Car Expense	2,000	2,000	1,884	(116)
Education/Conference/Meetings	2,000	2,000	2,481	481
Equipment	5,000	5,000	323	(4,677)
Equipment Repair/Rental	8,000	8,000	2,934	(5,066)
Office Supplies	4,000	4,000	2,489	(1,511)
Printing Expenses	500	500	39	(461)
Publications	250	250	108	(143)
Computer Services/Contracts	16,900	16,900	11,179	(5,721)
Membership Dues	450	450	135	(315)
	96,600	96,600	36,113	(60,487)
Total Supervisor's Office Expenditures				
	2,051,419	2,051,419	1,431,781	(619,638)
Total Expenditures				
Excess (deficiency) of Revenues Received and other financing sources over Expenditures Disbursed and other financing uses	(288,514)	(288,514)	422,539	\$ 711,053
Fund Balance - Beginning of Year			1,509,688	
Fund Balance - End of Year			\$ 1,932,227	

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES BUDGET TO ACTUAL - MODIFIED CASH BASIS

General Assistance Welfare Fund
Year Ended March 31, 2020

	2020			Actual Over (Under) Budget
	Budgeted Amounts		Actual	
	Original	Final		
Revenues:				
Taxes:				
Property Tax	\$ 200,000	\$ 200,000	\$ 199,696	\$ (304)
Intergovernmental Revenue:				
Personal Property Replacement Tax	17,000	17,000	19,167	2,167
Other Local Revenues				
Refunds and Recoveries	40,000	40,000	43,750	3,750
Interest	2,000	2,000	1,592	(408)
Other	150	150	32	(118)
Total Revenues	259,150	259,150	264,237	5,087
Expenditures:				
Public Assistance				
Groceries/Personal Essentials	90,000	90,000	91,905	1,905
Rent	200,000	200,000	177,841	(22,159)
Utilities	30,000	30,000	24,883	(5,117)
Medical	20,000	20,000	-	(20,000)
Emergency Assistance	70,000	70,000	57,392	(12,608)
Hospital	10,000	10,000	-	(10,000)
Burial	3,000	3,000	-	(3,000)
Transportation	30,000	30,000	29,061	(939)
Allowances	10,000	10,000	8,777	(1,223)
Total Expenditures	463,000	463,000	389,859	(73,141)
Excess (deficiency) of Revenues Received over Expenditures Disbursed	(203,850)	(203,850)	(125,622)	78,228
Other Financing Sources (Used)				
Operating Transfers - In	-	-	-	-
Operating Transfers - out	-	-	-	-
Excess (deficiency) of Revenues Received and other financing sources over Expenditures Disbursed and other financing uses	\$ (203,850)	\$ (203,850)	(125,622)	\$ 78,228
Fund Balance - Beginning of Year			638,968	
Fund Balance - End of Year			\$ 513,346	

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - MODIFIED CASH BASIS

Component Unit - General Governmental Fund
Year Ended March 31, 2020

	2020			
	Budgeted Amounts		Actual	Actual Over (Under) Budget
	Original	Final		
REVENUES:				
Local Taxes:				
Property and Related Taxes	\$ 506,600	\$ 506,600	\$ 505,861	\$ (739)
Intergovernmental Revenue:				
Replacement Tax	30,000	41,000	48,553	7,553
Other Local Sources:				
Opening/Closing	60,000	70,000	81,150	11,150
Marker Commission	8,000	13,000	12,295	(705)
Sale of Spaces	95,900	103,750	95,030	(8,720)
Interest from savings/Checking	3,500	2,000	1,905	(95)
Income from Trusts	500	5,000	7,769	2,769
Other Income	5,000	3,000	9,111	6,111
Inspection Fees	3,000	2,000	2,025	25
Total Revenues	712,500	746,350	763,699	17,349
EXPENDITURES:				
Administrative Expenditures:				
Wages	329,000	329,000	280,098	(48,902)
Payroll Taxes & IMRF	58,298	58,298	46,790	(11,508)
IDES - Unemployment	20,000	20,000	8,566	(11,434)
Employee Insurance	70,000	70,000	52,325	(17,675)
Payroll Fees	1,000	1,000	711	(289)
Casualty Insurance	20,317	20,717	20,711	(6)
Contractual Services	10,000	9,600	6,301	(3,299)
Office Supplies	4,000	4,000	2,353	(1,647)
Utilities	18,500	18,500	16,526	(1,974)
Advertising	2,000	1,000	144	(856)
Dues and Seminars	600	600	350	(250)
Legal Expense	3,000	2,000	285	(1,715)
Audit Expense	7,100	7,100	6,950	(150)
Financial Administration Expense	12,200	12,200	12,200	-
Special Events	10,000	10,000	9,720	(280)
Office Equipment	3,000	3,000	1,674	(1,326)
Equipment Building	1,000	50	-	(50)
Other Admin Expense	4,500	6,500	5,105	(1,395)
Total Administrative Expenditures	577,515	576,565	470,809	(105,756)
Total Expenditures (current page)	\$ 577,515	\$ 576,565	\$ 470,809	\$ (105,756)

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 BUDGET TO ACTUAL - MODIFIED CASH BASIS

Component Unit - General Governmental Fund
 Year Ended March 31, 2020

	2020			Actual Over (Under) Budget
	Budgeted Amounts		Actual	
	Original	Final		
Total Expenditures (previous page)	\$ 577,515	\$ 576,565	\$ 470,809	\$ (105,756)
Cemetery Operations:				
Fuel, Oil and Equipment	11,000	9,000	7,860	(1,140)
Tree Removal and Monument Repairs	30,000	41,300	36,300	(5,000)
Equipment Repairs	4,000	4,500	4,266	(234)
Cemetery Supplies & Maintenance	5,000	5,000	3,483	(1,517)
Equipment Rental and Leasing	1,000	1,000	132	(868)
IGA Leaves and Branches	7,000	3,000	1,600	(1,400)
Abandon Lot Reclamation	5,000	50	-	(50)
Office Repairs and Maintenance	-	-	-	-
Other Expenses	10,500	10,500	7,572	(2,928)
Total Cemetery Operation Expenditures	73,500	74,350	61,213	(13,137)
Capital Outlays:				
Operating Equipment	71,800	61,800	46,769	(15,031)
Office Building	3,000	24,500	24,356	(144)
Flags & Poles	5,000	5,000	4,393	(607)
Grounds Maintenance & Repairs	16,000	13,000	10,044	(2,956)
Road, Fence, Lots, Drains, Flags & Flag Poles	40,000	40,000	38,379	(1,621)
Office Equipment	-	-	-	-
Mausoleum (including debt service)	62,000	62,500	62,292	(208)
Grave Markers	9,000	15,000	13,948	(1,052)
Scattering Grounds	4,000	50	-	(50)
Dirt Shelter	11,000	50	-	(50)
Veteran's Memorial	43,000	43,000	42,850	(150)
Real Estate for Parking Lot	5,000	5,000	-	(5,000)
Total Capital Outlay Expenditures	269,800	269,900	243,031	(26,869)
Total Expenditures	920,815	920,815	775,053	(145,762)
Excess (deficiency) of Revenue over Expenditures	(208,315)	(174,465)	(11,354)	163,111
Other Financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing	-	-	-	-
Excess (deficiency) of Revenues and other sources over Expenditures and other uses	\$ (208,315)	\$ (174,465)	(11,354)	\$ 163,111
Fund Balance - Beginning of Year			465,097	
Fund Balance - End of Year			\$ 453,743	

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS - CONTINUED

March 31, 2020

NOTE 1 – BUDGET AND BUDGETARY ACCOUNTING

The budget or appropriation ordinance is adopted on a modified cash basis, which is the basis of accounting followed by the Township when preparing its financial statements. The appropriation ordinance for the Town of the City of Bloomington, Illinois, which was adopted on March 25, 2019, covered appropriations for the general and special revenue funds as well as Evergreen Memorial Cemetery, a discretely presented component unit of the Town of the City of Bloomington, Illinois.

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

(a) Prior to the beginning of a fiscal year, the Township Supervisor submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them. It is prepared on a cash basis.

(b) Public hearings are held to obtain taxpayer comments.

(c) The budget is legally enacted through passage of an ordinance no later than during the first three months of the fiscal year.

(d) Any budget amendments are approved by the Town Board of Trustees. Transfers of more than 10% of fund appropriations require a repetition of the entire budget process.

(e) Appropriations lapse at the end of the fiscal year. The level of control for each budget is the fund total rather than individual line items.

(f) Management makes estimates and assumptions during the preparation of financial statements. Accordingly, actual results could differ from those estimates.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

SUMMARY OF LOCAL TAX DATA
FOR THE LEVY YEAR:

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Assessed Valuation	\$ 1,871,606,642	\$ 1,857,445,338	\$ 1,850,628,917	\$ 1,810,956,798	\$ 1,795,475,453	\$ 1,761,520,835	\$ 1,524,823,330	\$ 1,557,479,968	\$ 1,331,224,372	\$ 1,305,122,677	\$ 1,265,590,988
Tax Rates:											
General Corporate	0.0881	0.0832	0.0808	0.0881	0.0777	0.0614	0.0763	0.0752	0.0508	0.0954	0.0981
Cemetery	0.0271	0.0273	0.0274	0.0280	0.0282	0.0288	0.0332	0.0325	0.0380	0.0369	0.0373
General Assistance	0.0107	0.0162	0.0135	0.0083	0.0195	0.0323	0.0320	0.0356	0.0443	0.0498	0.0514
Total Tax Rates	0.1259	0.1266	0.1217	0.1244	0.1254	0.1225	0.1415	0.1433	0.1731	0.1822	0.1868
Tax Extensions:											
General Corporate	\$ 1,645,005	\$ 1,545,023	\$ 1,494,938	\$ 1,595,091	\$ 1,395,084	\$ 1,081,500	\$ 1,162,677	\$ 1,171,536	\$ 1,206,752	\$ 1,245,609	\$ 1,242,051
Cemetery	506,572	506,525	506,517	506,325	506,683	506,600	506,698	506,025	505,998	481,982	472,445
General Assistance	199,977	299,977	250,020	149,947	349,938	568,450	487,486	553,996	569,466	649,951	650,008
Total Tax Extensions	\$ 2,351,554	\$ 2,351,525	\$ 2,251,475	\$ 2,251,363	\$ 2,251,706	\$ 2,156,550	\$ 2,156,861	\$ 2,231,557	\$ 2,304,216	\$ 2,377,542	\$ 2,364,504
Collections *	\$ -	\$ 2,350,579	\$ 2,249,760	\$ 2,246,606	\$ 2,248,624	\$ 2,154,112	\$ 2,154,689	\$ 2,230,570	\$ 2,307,000	\$ 2,377,122	\$ 2,350,289

* Collections include railroad, mobile home, and prior year collections, adjustments, and abatements.