City of Decatur, IL

Comprehensive Annual Financial Report

Fiscal Year January 1 to December 31, 2018

Imagine the Possibilities...

LIVING IN DECATUR

Choosing to live in Decatur is an easy choice both because of its impressive quality of life and local housing value. Decatur is an attractive choice for long term residents and those looking to call Central Illinois home for the first time.

WORKING IN DECATUR

Decatur, a leader in American manufacturing and technological breakthroughs, from providing the crops that feed our families to serving as a world leader in creating the fuel of the future. Today's Decatur offers a mixture of work opportunities, from traditional manufacturing to cutting edge technology development to customer service support.

PLAYING IN DECATUR

Whether you're looking to spend some time relaxing outdoors, want to shop 'till you drop or prefer your entertainment on the stage or big screen, Decatur's got something just for you. Today we offer more than 2,000 acres of parks and recreational areas and host more than 130 festivals and other entertainment events including the Decatur Celebration, Illinois' largest free family street festival. Free downtown events include the annual Cruisin' Car Show, Arts in Central Park and the summer Blues in Central Park series.

LEARNING IN DECATUR

They are local and state government officials, award winning musicians, Broadway performers and leaders of private enterprise. And they're all products of Decatur area schools. Area schools provide world-class educational opportunities, mixing fundamentals with exposure to innovative educational disciplines. Millikin University and Richland Community College combine first-rate education at a value unseen in other areas of the country.

Merchant Street

Children's Museum of Illinois

Farm Progress Show

Visit the City of Decatur web site at www.decaturil.gov

Comprehensive Annual Finance Report

City of Decatur, Illinois

For the period January 1 to December 31, 2018

Prepared by:
Department of Financial Management
Gregg D. Zientara, City Treasurer & Director of Finance

Cover Photo: A vista view of Lake Decatur from Nelson Park. Named after U.S. Navy Commodore Stephen Decatur, Lake Decatur was formed by damning of the Sangamon River to secure a sustainable source of water for Decatur and surrounding towns, and to provide a sustainable water supply for early 20th Century corn processing manufacturing, led by the A.E. Staley Manufacturing Company. Created in 1920-1922, it is the largest lake on the Sangamon River.

Lake Decatur is now the host of many opportunities that bring Decatur to life such as recreational boating, lakeside parks, the marina, 4th of July fireworks celebration, and plenty of wildlife.

Inside Back Page Photo(s):

Upper left –First opening to the public in 1967, Decatur's Scovill Zoo houses hundreds of animals from cheetahs to pythons.

Middle right – Founded by Decatur businessman James Millikin in 1901, Millikin University is a privately funded university based under the philosophy of providing an education combining theory and practice.

Lower left – Augustus Eugene "Gene" Staley founded a business of repacking and selling cornstarch under his own Cream brand in Baltimore in 1898. On 6 November 1906, he incorporated the business as A. E. Staley Manufacturing Company to start his own production of food starch. In 1909, Gene Staley purchased an inoperative cornstarch plant in Decatur and it became one of the largest processors of corn in the United States.

In 1988, British company, Tate and Lyle acquired 90% of the business and in 2000 purchased the remaining 10%. The name was changed from A.E. Staley to Tate and Lyle in 2005.

All photographs contained herein are courtesy of the City of Decatur archives and the Decatur Area Convention & Visitors Bureau.

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I Introductory Section

City of Decatur
City Officials

Office	Official	Term of Office	
Mayor	Julie Moore Wolfe	05-01-2017 to 04-30-2019	elected
	Julie Moore Wolfe	05-01-2019 to 04-30-2023	elected
Council Members			
at large	Dr. Dana Ray	05-01-2015 to 04-30-2019	elected
at large	Lisa Gregory	05-01-2015 to 04-30-2019	elected
at large	Bill Faber	05-01-2015 to 04-30-2019	elected
at large	Chuck Kuhle	05-01-2017 to 04-30-2021	elected
at large	David Horn	05-01-2017 to 04-30-2021	elected
at large	Patrick McDaniel	05-01-2017 to 04-30-2021	elected
at large	Lisa Gregory	05-01-2019 to 04-30-2023	elected
at large	Bill Faber	05-01-2019 to 04-30-2023	elected
at large	Rodney Walker	05-01-2019 to 04-30-2023	elected
City Manager	Tim Gleason	Resignation 07-21-2018	contractual
Interim City Manager	Billy Tyus	07-22-2018 to 02-06-2019	contractual
Interim City Manager	Wendy Morthland	02-07-2019 to 03-18-2019	contractual
City Manager	Scot Wrighton	03-19-2019 per contract	contractual
City Treasurer	Gregg D. Zientara	05-01-2015 to 04-30-2019	appointed
City Clerk	Debra Bright	Resignation 09-07-2018	appointed
City Clerk	Kimberly Althoff	09-08-2018 to 04-30-2019	appointed

Note: Mayor Michael McElroy served as Mayor of the City of Decatur from May 1, 2011 until his passing on July 17, 2015. McElroy was elected to a 2nd term in office effective May 1, 2015. Council member Julie Moore Wolfe served in the capacity as Mayor Pro-Tempore following the passing of Mayor McElroy until her election by the Council to serve as Acting Mayor until the April 2017 municipal election.

Julie Moore Wolfe was elected Mayor during the April 2017 municipal election, to serve as Mayor for a 2-year term. A Mayoral election will occur in April 2019, where the elected Mayor will commence resumption of a 4-year term in office. During the April 2017 municipal election, Chuck Kuhle, David Horn and Patrick McDaniel were elected to council seats for a 4-year term in office.

City Manager Gleason resigned employment July 21, 2018. Deputy City Manager Billy Tyus was appointed Interim City Manager effective upon the resignation of Mr. Gleason. Mr. Tyus served as Interim City Manager until his resignation from employment February 06, 2019, upon which Ms. Wendy Morthland, Corporation Counsel, was appointed Interim City Manager to serve until the start date of Mr. Scot Wrighton, in the capacity as City Manager. Mr. Wrighton was offered and accepted the position in January 2019, with start date of March 19, 2019.

CITY OF DECATUR ILLINOIS

1 GARY K. ANDERSON PLAZA DECATUR, ILLINOIS 62523

June 12, 2019

Honorable Mayor Julie Moore Wolfe,
Members of the City of Decatur City Council,
Residents of the City of Decatur,
Stakeholders of the City of Decatur, and
Interested Parties:

This Comprehensive Annual Financial Report ("CAFR"), for the City of Decatur, Illinois ("City") for the fiscal year ending December 31, 2018 is hereby submitted.

The City is responsible for the accuracy of the information contained herewith, and the completeness and fairness of the presentation, including all disclosures.

To the best knowledge and belief of the City, the information contained in this report is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of all funds of the City of Decatur. All notes and disclosures necessary to enable the reader to gain an understanding of the financial activities have been included in this report.

Generally Accepted Accounting Principles ("GAAP") requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of the Management Discussion & Analysis ("MD&A").

This letter of transmittal is intended to complement the MD&A and should be read in conjunction with the MD&A. The MD&A can be found in Section II of this CAFR, immediately following the independent auditors' report, as performed by CliftonLarsonAllen, LLP, which renders opinion on the financial statements of the City.

The City is required to undergo an annual single audit in conformity with the provisions of the United States Office of Management and Budget Control, and Uniform Grant Guidance.

The independent auditors' single audit report, as performed by CliftonLarsonAllen, LLP, including the schedule of expenditures of federal awards, findings and recommendations, report on internal control structure, and report on compliance with applicable laws and regulations, is included in this CAFR.

General Information

The City of Decatur is the county seat of Macon County, Illinois, and is the thirteenth (13) largest Municipal City within the State of Illinois, according to the 2010 U.S. Government Census. Macon County is the nineteenth (19) largest county within the State of Illinois, according to the 2010 U.S. Government Census. The County has a total land mass area of 581 square miles and contains seventeen (17) townships and twelve (12) municipalities.

The City of Decatur is located within the central heartland of the agricultural region of the State of Illinois and is in the geographic center of the state. The City of Decatur is located approximately one-hundred (100) miles west of the Illinois and Indiana State boundary line, one-hundred and seventy-five (175) miles south of Chicago, one-

hundred and twenty (120) miles northeast of St. Louis, Missouri, and within a region of fifty (50) mile proximity to the communities of Champaign/Urbana, Bloomington/Normal, and Springfield, Illinois.

The year 2010 U.S. Bureau of the Census population for the City of Decatur was reported as 76,122, whereas the year 2010 Census population for Macon County was reported as 110,768. The City of Decatur population is currently reported at 73,505 inhabitants, according to U.S. Census Bureau 2017 forecast estimation (current available data).

Macon County is the epitome of America's agricultural heartland. Vast expanses of corn and soybean cropland cover eighty-four percent (84%) of the County landmass. Macon County continues as a major center for agribusiness with many local and global businesses participating in a thriving manufacturing economy based in-large part on the agricultural resources in the County.

Decatur and Macon County is a vibrant and diverse area with a strong local economy based on a mix of manufacturing and service, agricultural, higher education and other commercial based industries. The diverse economic mix creates varied employment opportunities for residents while providing some level of diversification from economic downturns.

The City of Decatur provides a full range of governmental services to citizens. Services include:

- general government,
- public safety police and fire protection,
- public works street construction and maintenance,
- public works infrastructure construction and maintenance,
- water, sewer, and storm water utility services to commercial, industrial and residential properties within the city,
- public transit operations,
- community and economic development services,
- and parking operations within the central city footprint

The City of Decatur was incorporated in 1836, and since 1971 has operated as a Home Rule unit of local government pursuant to the State of Illinois Constitution. The City operates under a managerial form of government, under which the elected Mayor and City Council discharge the legislative function and establish municipal policy, with an appointed City Manager responsible for all city administrative and operational functions.

The City of Decatur governmental structure includes elected officials and appointed officials as follows with defined management and legislative authority in compliance with State of Illinois Statutes.

Mayor	Chief Legislative Officer Chair of City Council Non-partisan elected official	4-year term in office
Council Members	Six (6) member legislative body All members are non-partisan elected officials	4-year term in office
City Manager	Appointed by Mayor & City Council	Contractual term
City Clerk	Recording Secretary of City Council Appointed by Mayor & City Council	4-year term in office
City Treasurer	Appointed by Mayor & City Council	4-year term in office

Source: City of Decatur

The Decatur City Council, the legislative body of the municipal city government, includes seven (7) voting members, including, the Mayor as the Chair of the Council, and six (6) Council Members. All elected officials are non-partisan positions.

The City of Decatur municipal year, as defined by Council Ordinance and City Code, commences on the 1st of May each year and ends the following April 30th; this corresponds with the City's political election calendar and with several appointments and agreements. However, the City of Decatur fiscal year, as defined by Council Ordinance, commences on January 1 of each year and ends on December 31.

All elected officials serve four (4) year terms. The Mayor and three (3) Council seats are elected every four (4) years, with the three (3) remaining Council seats elected two (2) years hence. Mayoral and Council elections are held every other year in odd numbered years, in April, in accordance with Illinois Consolidated Election Laws.

The City operates with Boards and Commissions, some with autonomous functions, and some acting in an advisory capacity on matters of policy or legislative nature. The City Council considers such recommendations of the Boards and Commissions in its determination, acceptance or rejection of those resolutions and ordinances presented to the City Council by the City Manager.

The City Manager is appointed by the Mayor and City Council for a contractual period and is responsible for the administration and operation of city government.

Mr. Tim Gleason was appointed City Manager effective March 23, 2015. Mr. Gleason, previously served as City Administrator for the City of Washington, Illinois. Mr. Gleason resigned the position as City Manager July 21, 2018.

Billy Tyus, Deputy City Manager was appointed by the City Council to serve as Interim City Manager effective with the resignation of Mr. Gleason July 21, 2018. Mr. Tyus resigned employment with the City of Decatur February 6, 2019. Ms. Wendy Morthland, Corporation Counsel was appointed by the City Council to serve as Interim City Manager effective with the resignation of Mr. Tyus.

Mr. Scot Wrighton was appointed City Manager effective March 19, 2019. Mr. Wrighton previously served as City Manager for the City of Streator, Illinois, a position he held for more than four years. Wrighton also served as Streator's city manager from 1987 to 1994. Between his two terms as Streator city manager, Wrighton served as the city manager of Kirksville, Missouri for nine years; was on the faculty of the University of Georgia's Carl Vinson Institute of Government for six years; and as city manager of a private new urbanism development project in India for five years. Early in his career, Mr. Wrighton' s first municipal manager's job was village administrator of Mt. Zion, Illinois, a collar village of the City of Decatur.

The City Manager's duties include the enforcement of laws and ordinances as enacted by the City Council, directing the operation and delivery of City provided services to taxpayers and stakeholders, hiring authority for all employees of the City, reporting to the Mayor and City Council on all matters concerning the operation and delivery of services, and making operational and legislative recommendations to the City Council.

City fiscal affairs are the responsibility of the City Treasurer and Director of Finance, reporting to and under the direction of the City Manager. The City Treasurer and Director of Finance is responsible for the annual independent audit, accounting and controlling of all financial activities, treasury activities and management, debt management, investment of funds management, risk management, procurement activities, licensing, and utility customer service including billing and collection. Mr. Zientara has served as City Treasurer and Director of Finance since May of 2012, having previously served as Controller and Chief Financial Officer for the City of South Bend, Indiana. Prior to municipal government service, Mr. Zientara served in senior level financial positions in the private sector with two multi-national organizations including overseas assignments in Europe and the Far East.

Economic Demographics, Economic Condition, Position & Outlook

The City of Decatur and Macon County, historically and at present, has experienced a strong and vibrant economic profile based on a mix of employment including agriculture, manufacturing and service, higher education, and other commercial based industries.

Population

The population for the City of Decatur is reported at 76,122 inhabitants per the 2010 U.S. Bureau of Census, thus representing a decline in population level in comparison to the year 2000 U.S Bureau of Census population of 81,860. The City of Decatur population is currently reported at 73,505 inhabitants, according to U.S. Census Bureau 2017 forecast estimation (current available data).

The population demographics of the City of Decatur resembles the state and national profiles, albeit, with certain divergences. Compared with the state and national profiles, current demographics indicate higher female population, an older age disbursement, a lower demographic in the primary wage earner ages of 25-64 years of age, a higher post 65 years of age demographic, a demographic skewed towards unmarried residents, and a less diverse race demographic given the lower level of Asian and Hispanic population, with home ownership percentage below the state demographic and on par with the national demographic levels.

The following provides a current demographic profile of the residents of Decatur as compared to the state and national profiles.

		City of Decatur	State	National
Gender	Male	46.7%	49.1%	49.2%
	Female	53.3%	50.9%	50.8%
Age	0 – 24 years of age	32.4%	32.6%	32.7%
	25 – 44	24.0%	26.8%	26.4%
	45 – 64	25.2%	26.3%	26.1%
	65 +	18.4%	14.3%	14.8%
	Median age (in years)	39.0	37.7	37.8
Race	White alone	69.8%	62.0%	61.6%
	Black alone	19.8%	14.1%	12.3%
	American Indian alone	0.4%	0.1%	0.7%
	Asian alone	1.2%	5.2%	5.3%
	Pacific Islander alone	0.0%	0.0%	0.2%
	Other (same or multiracial)	6.2%	1.8%	2.3%
	Hispanic origin	2.6%	16.8%	17.6%
Marital status	Never married	35%	35%	33%
	Married	43%	49%	50%
	Widowed	7%	6%	6%
	Divorced	15%	10%	11%

Data source: U.S. Census Bureau Fact Finder

The following provides a current demographic profile of the residential housing component of Decatur as compared to the state and national profiles.

		City of Decatur	State	National
Households	Total number	36,170	5,334,847	135,393,564
	Occupied	31,028	4,818,452	118,825,921
Home ownership	Owner occupied	19,650	3,185,142	75,833,135
	Renter occupied	11,378	1,633,310	42,992,786
	Owner occupied	63%	66%	64%
	Renter occupied	37%	34%	36%
	Avg. household owner occ	2.29	2.71	2.70
	Avg. household renter occ	2.19	2.41	2.52

Data source: U.S. Census Bureau Fact Finder

Education

The educational profile of the City of Decatur residents age 25 and older diverges from both the state and national profile, whereby, the percentage of population earning educational degree completion beyond high school graduation lags both the state and national levels. Population with high school graduation and some college experience is higher than both the state and national profiles.

The following provides a current highest educational attainment profile of the residents of Decatur as compared to the state and national profile for population age 25 and older.

	City of Decatur	State	National
Less than Grade 9	3.2%	5.2%	5.4%
Grade 9 – 12, no diploma	8.6%	6.3%	7.2%
High school graduate	33.7%	26.3%	27.3%
Some college, no degree	24.5%	20.9%	20.8%
Associates degree	8.3%	7.9%	8.3%
Bachelor's degree	13.3%	20.5%	19.1%
Graduate degree	8.3%	13.0%	11.8%

Data source: U.S. Census Bureau Fact Finder. Numbers may not add due to rounding.

The City of Decatur Community School Corporation, District 61, is the primary responsible authority for the elementary and secondary school structure within the City of Decatur. In addition, school corporation authorities of Argenta/Oreana, CerroGordo, Maroa/Forsyth, Meridian, Mt. Zion, and Warrensburg/Latham have limited jurisdiction for elementary and secondary school structure within certain township locales within the City of Decatur Corporation limits. In addition, parochial schools at both the elementary and secondary level, remain a vibrant part of the primary and secondary educational structure within the City of Decatur.

The City of Decatur includes two institutions of higher education: Millikin University and Richland Community College.

Millikin University is a private American co-educational, comprehensive four-year university with traditional undergraduate programs in arts and sciences, business, fine arts, and professional studies, as well as non-traditional, adult degree-completion programs (PACE) and graduate programs in business administration and nursing, founded in 1901 with a student enrollment of approximately 2,100 students.

Richland Community College District No. 537 ("Richland Community College") was founded in 1972 and offers course study in baccalaureate, occupational, development and public service programs to an enrollment of approximately 2,800 students.

Employment

The total resident labor force in the City of Decatur per the U.S. Census Bureau analysis was reported as 31,859 resident workers for employed population 16 years and older.

Employment statistics for the City of Decatur's major economic sectors are as follows for employed population 16 years and older:

Economic Sector	Employment	% of Total
Agriculture/mining	357	1.1%
Construction	1,232	3.9%
Manufacturing	5,140	16.1%
Wholesale trade	573	1.8%
Retail trade	4,309	13.5%
Transportation/utilities	2,319	7.3%
Information	636	2.0%
Finance/insurance/real estate	1,449	4.5%
Services	14,744	46.3%
Public administration	1,100	3.5%
Total	31,859	100.0%

Data source: U.S. Census Bureau Fact Finder

The employment profile for the City of Decatur is comprised of 69.8% service industries, 10.2% other industries and 20.0% manufacturing and construction industries. Service sector is the largest employment category with 14,744 workers or 46.3% of the workforce population. Other significant employment sectors include manufacturing with 5,140 workers or 16.1% of the workforce, followed by retail trade at 4,309 workers or 13.5%, transportation / utilities at 2,319 workers or 7.3%, Agricultural and Construction at 1,589 workers or 5.0%, finance / insurance / real estate at 1,449 or 4.5%, and others at 2,309 or 7.3%.

Employment statistics for the City of Decatur by occupation type is as follows for employed population 16 years and older:

Occupation	Employment	% of Total
Management, business, services, arts	9,509	30.0%
Service	7,180	22.5%
Sales and office	7,669	24.1%
Construction and maintenance	2,074	6.5%
Production, transportation, material moving	5,427	16.9%
Total	31,859	100.0%

Data source: U.S. Census Bureau Fact Finder

The largest employers in the City of Decatur are represented in the following chart. Seven (7) employers are classified in the manufacturing, utility and transportation sectors, three (3) are classified in the service sector, and one (1) is classified in education and government sectors. The top employers account for 15,488 workers representing approximately 49% of the labor workforce.

Employer	Employees
Archer Daniels Midland	4,070
Caterpillar, Inc.	3,150
Decatur Memorial Hospital	2,300
Decatur Public School Corporation	1,740
St. Mary's Hospital	930
Ameren aka Illinois Power	630
The Kelly Group (Construction)	575
Tate & Lyle, Inc.	563
Mueller Co., Inc.	530
Akorn Incorporated	500
Norfolk Southern Railway	500
Total	15,488

Data source: Decatur Economic Development Foundation, Illinois Department of Employment Security, Specific Employer data

The City of Decatur continues to place high emphasis on a growing and diversified local economy. The City has been historically active in supporting manufacturing operations, offering a strong residential labor force, with low-cost alternatives to other cities in Illinois and in the Midwest region. In addition, the City offers a strong infrastructure backbone for establishment of manufacturing, transportation, and distribution industry operations in the City footprint.

The City is the North American Headquarters of Archer Daniels Midland Company ("ADM"), a leading multi-national agricultural product processor; the global manufacturing center for the mining heavy-equipment business unit of Caterpillar, Inc. ("CAT"), a world leading manufacturer of construction and mining equipment, diesel and natural gas engines, industrial gas turbines and diesel electric locomotives; a major production location of Tate & Lyle Ingredients Americas, Inc. ("Tate & Lyle") a multi-national leader in the agricultural food additives industry; is a primary manufacturing center for Akorn Pharmaceuticals, a niche product multi-national pharmaceutical enterprise; and the Mueller Company, the largest supplier of innovative potable water distribution products in North America.

Unemployment

Unemployment statistics as reported by the U.S. Bureau of Labor Statistics reflects an unemployment rate of 5.6% in the City of Decatur for the composite 2018 calendar year. The seasonally adjusted unemployment rate for the City of Decatur was reported as 5.5% as of April 2019.

The Decatur unemployment situation has improved substantially from 2016 to the present time.

Locale	Unemployment % 2016	Unemployment % 2017	Unemployment % 2018	Unemployment % April, 2019
City of Decatur	6.6%	5.5%	5.6%	5.5%
Bloomington / Normal	5.1%	4.1%	4.3%	4.0%
Champaign / Urbana	5.1%	4.2%	4.4%	4.1%
Peoria	6.5%	5.4%	5.1%	4.8%
Springfield	4.9%	4.2%	4.3%	4.2%
State of Illinois	5.9%	5.0%	4.3%	4.4%
National	4.9%	4.4%	3.9%	3.6%

Data source: United States Bureau of Labor Statistics annual average rate in percent

Unemployment levels have declined since 2016 in the City of Decatur as well as in comparable cities in Central Illinois, the State of Illinois and at the United States national level, thus, signaling continued improvement in the overall economy and in economic conditions specific to the City of Decatur.

Personal Income

The City of Decatur presently has an estimated 31,028 households with an average per capita personal income of $25,042 per U.S. Census Bureau analysis, which compares to the State of Illinois average per capita income of $32,924 and the United States per capita income of $31,177. Median household and mean household income levels for the City of Decatur are significantly below both the state and national levels.

$ whole	Decatur	State	National
Per capita income	25,042	32,924	31,177
Median household income	41,977	61,229	57,652
Mean household income	57,192	85,262	81,283

Data source: U.S. Census Bureau Fact Finder

Cost of Living

The City of Decatur maintains an affordable cost of living currently ranked 25% below the national average and continues to be one of the greatest advantages of living in the community. Decatur ranks favorably when compared to similar locations within the state and the region.

The following chart depicts the cost of living ranking of the City of Decatur in comparison to other locales within the State of Illinois, closely located major centers, and national epicenters.

	Ranking
National average	100%
Decatur	75%
Bloomington / Normal, IL	90%
Champaign / Urbana, IL	86%
Danville, IL	73%
Peoria, IL	79%
Rockford, IL	80%
Springfield, IL	81%
Indianapolis, IN	88%
St. Louis, MO	89%
Chicago, IL	118%
New York, NY	209%

Data source: Best Places 2019

The housing costs in Decatur are below the state and national averages. Per the U.S. Census Bureau Fact Finder report for 2013-2017 Selected Housing Characteristics, the median home value for a single-family home in the City of Decatur statistical area is $80,600 as compared to a median home value in the State of Illinois of $179,700. The national median home value is $193,500.

Economic Condition and Position

Located in the heart of Illinois, in the great Midwest, within 200 miles of the metropolitan areas of Chicago, Indianapolis and St. Louis, with more than 95 million population located within a 500-mile radius, Decatur is well positioned geographically as a manufacturing, distribution and logistics center.

The City has a robust infrastructure of roads, utility service structure, quick and easy access to Interstate highways (I-72, I-55, I-57, and I-74) and the convergence of three (3) Class I railroads (Norfolk Southern, Canadian Northern, CSX) directly connected by a privately-owned intermodal ramp as a part of the Midwest Inland Port.

The Midwest Inland Port is a unique, intermodal facility provides direct access to ports on both coasts, domestically and through Canada, as well as access to the Gulf of Mexico and Mexico. The Norfolk Southern Decatur rail yard is one of the nation's largest. The Decatur Airport, with runways of 8,500 feet in length and 150 feet wide is capable of handling large freight carrying aircraft.

The Midwest Inland Port is served by a Foreign Trade Zone and provides local Customs Clearing.

Together, this transportation infrastructure, consisting of highway, rail and air, and customs clearing, provides access to suppliers and customers, both domestically and worldwide.

The City of Decatur economy is largely a manufacturing driven economy with service industry economic drivers supporting the main employment thrust in the City, as evidenced by the supporting statistics previously reported in this document.

The educational element of the economy, with the presence of Millikin University and Richland Community College, continues to be an important contributor to the economic profile of the City of Decatur.

In addition, the cultural and recreational offerings of Millikin University and Richland Community College, coupled with the Decatur Parks District, provide an array of events and activities that generate economic activity within the City of Decatur, contributing to the local economy.

The City has long maintained and continues to maintain a healthy city economic philosophy, whereby, it is incumbent upon the City to possess the financial resources to provide essential services to taxpayers and stakeholders, at all times, regardless of the economic climate existing in the community.

The City is financially stable, with short-term adequate reserves that have assisted the City to weather economic challenges. However, the City is not immune to economic shocks, and many of its leading employers are closely tied to trends in state and local economies.

Recent Awards and Recognitions

NerdWallet named the City of Decatur, IL as the metropolitan area with the nation's most affordable housing after analysis of home costs and income in the city, dated July 3, 2018
https://herald-review.com/business/local/decatur-named-most-affordable-housing-market-in-u-s/article_ea27487c-86c3-5151-8742-01e53dbf2d55.html

ValuePenguin, named the City of Decatur as the most affordable city in Illinois for homeowners, dated May 28, 2019.
https://www.valuepenguin.com/2019/05/most-and-least-affordable-cities-illinois-homeowners-renters

Decatur, IL named to ***Global Trade Magazine****'s* 2018 annual pick for top 100 cities for global trade, earning special recognition in the "Cities to Watch" category, dated December 3, 2018.
https://www.decaturedc.com/decatur-named-top-city-to-watch-by-global-trade-magazine/

Forbes Magazine ranked the City of Decatur, IL as **"second in the country"** for having a thriving agricultural economy, whereas, the average agribusiness worker in Decatur earns $85,900 per year, three times the amount compared to top ranked Madera, California.

Business Facilities **Magazine** ranked the Decatur area 3rd for logistics hubs in the nation. Nearly $1 billion of capital investment is currently planned or underway in the region.

City of Decatur ranked 9th on the list of *Best Illinois Cities for Families* based on housing costs, school quality, child friendliness and safety by ***Apartment List Magazine*****,** a leading, award-winning housing search magazine.

Decatur Recently Ranked in Top 25 of American Cities for Global Trade by *Global Trade Magazine* – According to the story, *"Equidistant from Chicago, Indianapolis and St. Louis, Decatur is poised to warehouse and export goods, bypassing its larger Midwest neighbors."*

Decatur, IL Rules the Heartland by *Business Facilities Magazine* (May 14, 2014). According to the story, "*Decatur is becoming a leading transportation and logistics hub……Its centralized location connected by a robust network of Interstate highways…….providing uncongested toll-free access to locations and markets to the north, east, south and west…..Three Class I railroads (Norfolk Southern, Canadian Northern, and CSX) serve Decatur and are directly interconnected through a privately owned intermodal ramp as part of the Midwest Inland Port…..The Midwest Inland Port is served by a Foreign Trade Zone and provides local Customs Clearing…..*"

City of Decatur, IL ranked as 3rd most affordable housing market in the 13th Annual Demographia International Housing Affordability Survey published February 2, 2017, Decatur ranks as the 3rd most affordable housing market both nationally and internationally. First reported by CNN Style, the Demographia report scores middle-income housing affordability using the "median multiple" principle, which takes median house price divided by gross annual median household income to calculate affordability.

Economic Development and Infrastructure Development

Executive Management of the City of Decatur continues to pursue economic development and public works opportunities that will have long term favorable impact on the economic prospects for the community. These projects include:

Ongoing or Recently Completed Initiatives

Aramark Corporation – $8.4 million construction of a new 105,000-square foot facility. Aramark is an American food service, facilities, and uniform services provider to clients in fields including education, healthcare, business, corrections, and leisure.

Ameren Gas Control Facility – $5.3 million expansion of the existing Ameren facility.

City Fire Station Rehabilitation – $2.2 million project to refurbish aged fire station facilities. Project commenced in 2016 and will be completed in 2019.

City Fire Station New Construction – City Council approved action to construct replacements of three older aged fire stations. This $9.0 million project commenced in late fall 2018 with completion expected in 2020.

Community Care Campus – $30.0 million drug treatment campus, funded through a contribution from the Howard G. Buffett Foundation. Construction is under way on the 31,000-square-foot detox and residential building and the 17,000-square-foot transitional housing facility, scheduled to open in 2019. The 17-acre site will focus on the treatment and rehabilitation of drug addiction and opioid abuse in the community.

Community Care Campus – Additional $25.0 million contribution from the Howard G. Buffett Foundation to construct a combined Early Childhood, Senior, and Community Center on the campus. The 80,000-square foot facility will accommodate Baby Talk and Decatur Macon County Opportunities Corporation expanding the campus to 27-acres. This new center will provide low-income families with access to job training, employment readiness, utility assistance, homeless services, senior services, parent training, alternative education for teen mothers, fatherhood programming, and early childhood education.

Northeast Community Fund – $2.0 million 20,000-square foot new construction in the Community Care Campus. The Northeast Community Fund provides food, clothing, household and other items to people in need.

Local Motor Fuel Tax Road and Street Resurfacing – City Council implemented a local motor fuel tax effective April 1, 2016. Revenue received from the tax will finance local road and street resurfacing and improvements. Project work began in 2016 and is scheduled for completion in 2019.

Fiber Optic Initiative – Installation of phase III of the City-owned high-speed broadband fiber optic cable network. The project was made possible through a contribution from the Howard G. Buffett Foundation.

Law Enforcement Training Center – $15 million state of art training facility that serves law enforcement agencies across the state. The project was made possible through a contribution from the Howard G. Buffett Foundation.

Decatur Parks District Amphitheater in Nelson Park – Creation of a $4.25 million, 2,200 seat amphitheater venue on the shore of Lake Decatur in Nelson Park for cultural and entertainment events. The project was made possible through a contribution from the Howard G. Buffett Foundation. The Amphitheater was dedicated over the Memorial Day weekend, 2019.

Decatur Parks District Aquatic Center – Creation of a $3.8 million aquatic center in Nelson Park, including a 7,800-square foot leisure pool and a 25-yard lap pool. Completion is anticipated in 2020.

HSHS Medical Group – $1.5 million construction of a new medical group facility serving the north-central part of the city, and $7.8 million medical building expansion on the St. Mary's Hospital campus.

Walnut Mart, LLC – $1.1 million renovation and conversion of a closed retailer into a convenience store on the city's east side.

Completed Projects of Significance

Old Dominion Freight – $1.8 million expansion of the existing Old Dominion facility.

United Parcel Service – $1.5 million expansion of the existing UPS facility.

Holiday Inn & Suites / Burger Theory – $9 million hotel and restaurant facility that includes 114 guest rooms, conference space and a gourmet restaurant opened to the public in 2017.

Hampton Inn – $8 million hotel including 80 guest rooms opened to the public in 2017.

Busey Bank FirsTech Renovation – Back office payment processing service provider subsidiary of Busey Bank completed a $3.5 million investment initiative in the downtown footprint renovating the current facility. The

investment is a collaboration of private / public funding and secures continued operation of an important employer in the City of Decatur.

Westfield Industries / ShurCo expansion – $3.6 million facility investment by manufacturer of farm equipment, subsidiary of AG Growth International.

Akorn Pharmaceutical – A significant Decatur enterprise and employer, $25 million plant expansion facilitated in part through use of City brown-field grant and planning and zoning adjustments. This multi-year capital improvement plan will add local employment. Company will add 60,000 square feet to accommodate its expanding pharmaceutical development, analytical and microbiology testing laboratories and manufacturing operations.

Crossing Healthcare – $6 million state of art medical center in Wabash Crossing redevelopment area opened in 2015 serving the Decatur community, allowing for expansion of medical staff and service to an increased number of patients.

Police Department Law Enforcement Center – Decatur Police moved into a new facility at 707 Southside Drive on June 1, 2014. The City had been searching for more than a decade for adequate space to house the Police Headquarters. The state-of-art, 46,000 square foot renovated facility provides the Police Department and staff the space and tools needed to effectively and efficiently manage the police protection affairs of the City of Decatur. Working with a local developer, who purchased and renovated the building, this project returned a vacated industrial site to productive community use and has positioned further commercial and economic development opportunities in the adjacent area.

Downtown Revitalization – The City's Downtown Streetscape project, completed in 2015, was a $14 million public development imagined as the next step in efforts to bring a new look, feel and energy to the City's Central Business District. The three-phased plan has brought new sidewalks, landscaping, lighting, recreational opportunities and other amenities to Downtown Decatur. Improvements to Central Park, Merchant Street and Lincoln Square were completed in 2013 with 150 new downtown parking spaces added to facilitate the increase in activity. The project spurred a return to prominence of the City's downtown district in the form of new businesses and jobs, entertainment options and the creation of a "new" downtown that is now a destination for residents and visitors. The project was funded with $10 million from the 2010 General Obligation Bond Issue, $2 million in motor fuel tax from the State of Illinois, and $2 million in transportation grants from the Illinois Department of Transportation.

Downtown Parking - The City implemented sweeping changes to its downtown parking system designed to make the local shopping experience more convenient for shoppers while providing a range of options for downtown employees. The program included, among other upgrades, a transition from parking meters to free parking for most of the downtown area and the addition of 150 new spaces as part of the overall downtown streetscape project.

Lakeshore Landing Lakefront Development Project – The Decatur Park District and the City continue to work together to bring a new face and amenities to the Nelson Park lakefront. The project will create a destination for both residents and people who come to Decatur to live, work and play. The installation of new boat docks and piers, and lake front promenade improvements were completed in 2013. The project continues with further development initiatives envisioned including a water park, additional boat docks, new restaurant and recreation amenities, and lake view condominium housing.

Ashley Furniture / Mound Center Development – Ashley Furniture opened for business in 2015 with a 35,000-square foot commercial building bringing needed furniture shopping opportunities to residents. Ashley Furniture stores consistently rank among the largest home furnishing retailers in the country.

Jackson Ford Development Agreement – The Decatur City Council approved a redevelopment agreement with Jackson Ford and Jackson Family Limited Partnership to allow for the construction of a new dealership on the site previously occupied by its Ford dealership on East Pershing Road. This $4.1 million project was completed in early 2014.

St. Mary's / Decatur Memorial Hospital Expansion – St. Mary's completed a $31 million facility expansion in 2014 including new lobby, emergency care department, laboratory rooms and hospital façade. Decatur Memorial Hospital completed its $39 million facility expansion in 2014 adding hospital rooms, a new tower, cafeteria and other amenities, and recently opened a new, state-of-art Cancer Care Center.

Parke & Son, Inc., Parke Warehouse Expansion – 140,000 square foot expansion of the existing warehouse and distribution facility on East Mound Road, in the Midwest Inland Port corridor, to meet current and anticipated business growth. The investment included facility expansion and equipment approaching $6 million.

Union Iron consolidation and expansion – $11 million facility on East Mound Road to consolidate operations and accommodate expected business growth. Expectation for additional employees to be added to the labor force as the enterprise expands its production operations. The City expanded the Enterprise Zone and provided rezoning to facilitate the project.

New VA Clinic – $2.4 construction of new clinic replacing an older facility.

Children's Museum of Illinois – $2.3 million expansion of the museum adding Heroes Hall, a 7,000-square foot law enforcement-themed wing highlighting first responders in Macon County. This project was made possible by a contribution from the Howard G. Buffett Foundation.

Prairie Eye and LASIK Center – $2.0 million new construction of a state-of-art eye clinic.

Regional Emergency Call Center – $4.0 million investment in the creation and construction of a regional dispatch center servicing public safety operations in Macon County. This project was made possible by a contribution from the Howard G. Buffett Foundation.

Aldi – $2.4 million construction of a new Aldi grocery store, replacing an older outdated Aldi property. The 22,000-square foot facility provides shoppers with an upgraded Aldi shopping experience.

Love's Travel Stop – $8.0 million investment in a new 10,000-square foot truck stop with weight scales, truck parking, repair, convenience store, fuel, restaurant and other truck stop amenities, located at the I-72 and IL-121 interchange.

Fresenius Kidney Care – $1.5 million upgrade and expansion of the existing Fresenius dialysis center.

Planet Fitness – $1.0 million remodel of existing Planet Fitness space in the Brettwood Village Center.

Archer Daniels Midland ("ADM") Local Investment and Expansion

ADM Downtown Site Investment – The City of Decatur's multi-national giant, Archer Daniels Midland, acquired office space facility in the central downtown footprint in late 2010, and has since relocated some 700 employees to the central downtown Decatur facility. The City continues to work together with ADM in several matters concerning office space for the ADM workforce as well as co-operation to secure and improve the water supply available to industrial customers.

ADM Carbon Sequestration Project – Landmark project initiative to reduce greenhouse gas by capturing and storing carbon dioxide emissions from the ethanol plant in the underground rock structure below the earth's surface. This $208 million investment is recognized nationally for its innovation and success.

ADM Local Expansion – $6.5 million facility within the ADM Decatur footprint for processing and refining of crude vegetable oil.

Midwest Inland Port / Intermodal Ramp – Opened in 2014 and now fully operational, this Intermodal Transportation hub connects rail and road with the ability to service 95 million customers within a one-day drive

from Decatur, Illinois. The shipping and receiving complex offers direct access to 3 Class I railroads and four interstate highways. The Midwest Inland Port is a “game changer” for the City of Decatur and Central Illinois as it positions Decatur as the premier transportation hub in the Midwest.

Infrastructure Improvement Projects

Street Light and Facility LED Lighting Initiative – $2.0 million investment in the installation of LED lighting technology in approximately 1,000 city owned and operated ornamental street lights, and installation of LED lighting technology in city hall (Civic Center facility) and the library facility. This energy initiative was executed under a guaranteed cost savings contract with Johnson Controls, Inc.

Water System Improvement Initiative – In the spring of 2013, the Decatur City Council took bold legislative action approving a series of rate increases in the municipal water supply effective May 1, 2013. The approved rate increases, 35% effective May 1, 2013, 30% effective May 1, 2014, 25% effective May 1, 2015, and 2.5% increases effective each May 1 into the future, providing the capital resources for the $90 million investment currently underway, the largest investment in the City water system since Lake Decatur was created in 1922. The rate increases fund a series of lake dredging initiatives that will increase the capacity of the lake, thereby increasing the retained water levels of the lake by 30%. The rate increases will also fund further investment to secure secondary water supply, as a safeguard in times of drought, as well as a series of investments in replacing aging above and below ground water infrastructure. The dredging initiative was completed in 2018.

Lake Decatur Dam Repair Phase I – $3.4 million investment completed in 2013 was critical in protecting our ability to control lake levels and protect the Lake Decatur/Sangamon River shoreline. The project rehabilitated mechanical systems, replaced seals and cylinders and repaired the upstream face of the dam. The project was funded by user fees paid by City utility water customers.

Lake Decatur Dam Repairs Phase II – $4.1 million project completed in 2014 included structural repairs to the dam face and scour holes, removal of the old down-stream dam constructed in the late 1800’s, and the installation of a protection barrier to breach Asian Carp fish entry into Lake Decatur. The project was funded by user fees paid by City utility water customers.

Lakeshore Drive Sewer Improvement – In late summer 2013, the Decatur City Council approved the project to refurbish and replace certain components of the Lakeshore Drive sewer line. This $8.6 million project was funded by a loan from the State of Illinois EPA (“IEPA”). This project replaced aging sewer infrastructure in an important residential and medical service corridor of the City. The project was completed in 2014.

Union Street Sewer Improvement – In early spring 2014, the Decatur City Council approved the project to refurbish and replace certain components of the Union Street sewer line. This $2.6 million project was funded by a loan from the State of Illinois EPA (“IEPA”). This project replaced aging sewer infrastructure in an important residential and commercial corridor of the City. The project was completed in early 2015.

Storm Water Utility – In 2014, the City Council approved the creation of a new Storm Water Utility in the City of Decatur to operate as the city utility responsible for the maintenance and operation of the storm water sewer system within the City of Decatur. The Storm Water Utility commenced in Q4 2015. This project includes an initial investment of $60 million, to be expended over the succeeding 5 years addressing the most critical storm water system issues facing the City.

Franklin Street Water Tower – The City completed construction of a 1-million-gallon capacity tank at 3635 S. Franklin Street Road in November 2012. Both the tower and South Pressure Zone Booster Pump Station were constructed to ensure consistent and reliable water pressure for Decatur water customers south of Lake Decatur and the Sangamon River. The total project cost was $2.6 million, with 75 percent of the total funded through the Illinois Environmental Protection Agency’s Public Water Supply Loan Program at zero interest. The rest of the project was funded with American Recovery and Reinvestment Act (Stimulus) funds the City received at no cost with no obligation to repay.

Downtown Streetscape / Truck Rerouting – The City received $1.9 million in federal funds to assist improvement of the streetscape along the heavily traveled Franklin and Main Street corridors. Additionally, the City negotiated to receive control of the Main St. U.S. Route 51 corridor from the State of Illinois, allowing for the rerouting of truck traffic outside of the core downtown area, benefiting downtown foot traffic for shoppers and businesses alike.

Eldorado Streetscape Improvements – This project, completed in 2012, brought a new roadway, sidewalks, curbs and other aesthetic improvements to the section of Eldorado Street between Church Street and the railroad tracks just east of Martin Luther King Jr. Drive. Additionally, the State of Illinois completed work to resurface the section of Eldorado between the railroad and 19th Street east of the City's work, meaning that Eldorado Street has been completely resurfaced from Church Street to 19th Street. The $2.6 million project was funded by a $1.2 million federal transportation grant, $1.1 million from the Illinois Department of Transportation and $0.3 million in Motor Fuel Tax funding allocated by the City of Decatur.

Brush College Road / East Belt Parkway – The Decatur City Council approved the selection of resources to identify the best methods for eliminating bottlenecks and other traffic problems at the Brush College underpass just south of Faries Parkway. This project is important to address traffic flow in this important industrial city corridor. In early June 2018, the City was awarded $25 million of federal funding to pursue the Brush College Road project.

As well, the City, in co-operation with Macon County is pursuing federal funding support to create the East Belt Parkway connecting roadways in support of anticipated economic development opportunities in this industrial sector of the city footprint.

Johnson Controls Energy Initiative – In 2015, the City completed the $17.2 million project initiative to install automated water meter reading equipment ("AMR") throughout the city residential, commercial and industrial footprint. In addition, this project included energy savings equipment and infrastructure upgrades that will reduce annual energy and operational costs to the city. The AMR initiative was the primary investment with $14.5 million devoted to the installation of state of art electronically read water meters. The remaining investment of $2.7 million was earmarked for facility envelope energy upgrades as well as state of art technology improvements to the City Water Utility SCADA system. The project is debt issue financed with 15-year term with debt payment stream fully funded by expected annual cost savings and cost avoidance under a 50% guaranteed contract with Johnson Controls, Inc.

7th Ward Sewer Improvement – In early summer 2016, the Decatur City Council approved the project to refurbish and replace certain components of the 7th Ward sewer line. This $8.5 million project was funded by a loan from the State of Illinois EPA ("IEPA"). This project replaced aging sewer infrastructure in an important residential and commercial corridor of the City. The project was completed in 2018.

Nelson Park Storm Sewer Improvement – In early 2017, the Decatur City Council approved the project to refurbish and replace certain components of the Nelson Park storm sewer line. This $4.0 million project was funded by a loan from the State of Illinois EPA ("IEPA"). The project is expected to be completed in 2019.

Education Investments

Decatur Public School Corporation – $76 million, 3-year project, for renovation and expansion of Eisenhower and MacArthur High School buildings, the two public high schools in the City of Decatur. The Eisenhower renovation was completed and commissioned in early 2014, whereas the MacArthur facility renovation was completed and commissioned in early 2015. This project demonstrates the School Corporation and community commitment to a strong educational system in the City.

St. Teresa Catholic High School - $4.8 million project including state-of-art athletic facilities, building upgrades and expansion and improvements to the public facilities, with money raised through a school capital campaign.

The successful campaign further demonstrates the community commitment to a strong educational component in the community.

Richland Community College - $16 million investment for the Workforce Development Institute, a new 45,000 square foot facility to be used for specific local employer workforce training to ensure the trained labor candidate pipeline is available to meet the employment demand anticipated in the future. Campus expansion also included a new culinary-arts dining facility and other facility renovations.

Millikin University – $1.4 million renovation to the athletic complex including artificial turf, lighting, running track and a new scoreboard in the stadium complex was completed in 2017. Millikin University continues to place among the top universities for student academic success, return on education investment and student satisfaction, as rated by U.S. News & World Report, Forbes and the Princeton Review, among other notable publications.

Millikin University – $22.0 million construction of the University Commons Building, opened in 2017, is the new front door to the campus. The 87,000-square-foot facility blends the Staley Library and student center functions into one campus central location to service campus and community events.

Millikin University – $20.0 million construction of the Millikin Center for Theatre and Dance. The center will include a convertible theater in addition to well-equipped studios, classrooms, design labs and public spaces.

Millikin University – $2.3 million investment in the construction of a new baseball stadium, to be completed for the 2020 spring Millikin baseball season.

Financial / Single Audit / Budgetary Controls

The City Management Team, under the direction of the City Manager, is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal and state financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs.

The internal control structure is subject to periodic evaluation by management of the City. As part of the City's single audit, tests are performed to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations.

Budgetary Controls

In accordance with State of Illinois Statutes and Home Rule Authority adopted by the City of Decatur, the City maintains budgetary controls integrated within the accounting system to ensure compliance with legal provisions

embodied in the annual appropriated budget (prepared on a cash basis) which is adopted and approved by the City of Decatur City Council.

Activities of all funds of City operations, including the general fund, special revenue funds, capital project funds, internal service funds, enterprise funds and agency funds have been included in the annual appropriated budget.

By Ordinance of the City Council, the organizational level for which expenditures cannot exceed the appropriated amount is at department level for the General Fund and at fund level for all other funds of City operations.

Expenditures contemplated in excess of appropriated amounts require City of Decatur Council approval prior to expenditure commitment.

The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at fiscal year end and are required to be appropriated in the subsequent year.

City Vision, Goals, and Objectives

In early 2016, and since reaffirmed, the City Council established a series of goals designed to continue the recent string of community successes that are today moving the community forward.

Economic Development

- *Make Decatur most competitive regional business climate*. Expedite permitting process, establish pro-growth policies for development, creation of written comprehensive economic development plan with performance metrics, establish new or improved corridor for retail sales.
- *Provide and support strong economy with good jobs*. Diversify economy, enhanced focus on recruiting / retaining smaller shops in addition to bigger entities, strategic plan with short and long term goals.
- *Revisit downtown parking*.

Neighborhood Revitalization

- *Neighborhood revitalization through partnerships.* Target public private or governmental partnerships, focus on continuing to make Decatur a community of choice, work with Park District to create enhanced outdoor spaces.
- *Housing stock revitalization program.* Incentives to renovate / rebuild, enhanced code enforcement.
- *Stabilize and improve local EAV.*
- *Improved side-yard program.* Remove impediments and streamline, fencing allowance.
- *Landbanking / neighborhood targeting / comprehensive neighborhood redevelopment plan.*

Organizational Operations

- *Develop new, sustainable revenue sources (non-burdensome)*
- *Make goal setting (strategic planning) annual precursor to budget*
- *Residency requirement for new hires*
- *Fiscal responsibility.* Pursue governmental partnerships, lobby for state pension reform, to renovate / rebuild, enhanced code enforcement.

Infrastructure

- *Repair / rehab / relocate fire stations.*
- *Pursue overpass at I-72 & Martin Luther King, Jr. Dr.*
- *Brush College Road / Beltway projects.*
- *Implement sewer improvements.* Storm-water work funded and underway / USEPA discussions ongoing.
- *Local motor fuel tax funding local streets resurface and replacement.*

The City has made progress on achievement of the goals and objectives as defined by the City Council, as reported upon in this document, and will continue to actively pursue achievement of the goals and objectives as we move the City of Decatur forward into the future.

Other Information

Independent Audit

In accordance with State of Illinois Statutes, the City is required to be annually audited by independent certified public accountants.

The audit was performed by CliftonLarsonAllen, LLP.

In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the Single Audit Act Amendments of 1996 and Uniform Grant Guidance.

The auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section (section II) of this report.

For each of the past twenty-seven (27) years consecutively the City has received an unmodified audit opinion from the independent auditors.

The independent auditors report related specifically to the single audit required by the Single Audit Act Amendments of 1996 are included in this CAFR report.

Awards

The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Decatur for its comprehensive annual financial report for the fiscal year ended December 31, 2017.

This represents the forty-sixth (46th) consecutive fiscal year in which the City of Decatur has received this prestigious award.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and legal requirements.

A Certificate of Achievement is valid for a period of one year. The City of Decatur believes that the current comprehensive annual financial report, contained herewith, continues to meet the GFOA Certificate of Achievement Program requirements, and thus, the City of Decatur will submit this CAFR report to the GFOA for consideration.

Acknowledgments

The preparation of this comprehensive annual financial report, for the City of Decatur, was made possible by the dedicated service of the staff of the City Finance Department, including, but not limited to, City Comptroller Ms. Melinda Hawbaker, and City Budget & Revenue Officer Ms. Donna Cobillas.

All contributing members of the City of Decatur receive our sincere appreciation for their contribution in the preparation of this report. In addition, we thank the work performed by the independent audit firm of CliftonLarsonAllen, LLP, for their timely work and dedication in this effort.

Finally, without the leadership and support of Mayor Julie Moore Wolfe, departed City Manager Tim Gleason, and incumbent City Manager Scot Wrighton, members of the City Council, and City Department Heads, preparation of this report would not have been possible.

Closing

This letter of transmittal and Comprehensive Annual Financial Report for the City of Decatur is respectively submitted for the fiscal period ended December 31, 2018.

Gregg D. Zientara
City Treasurer & Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Decatur

Illinois

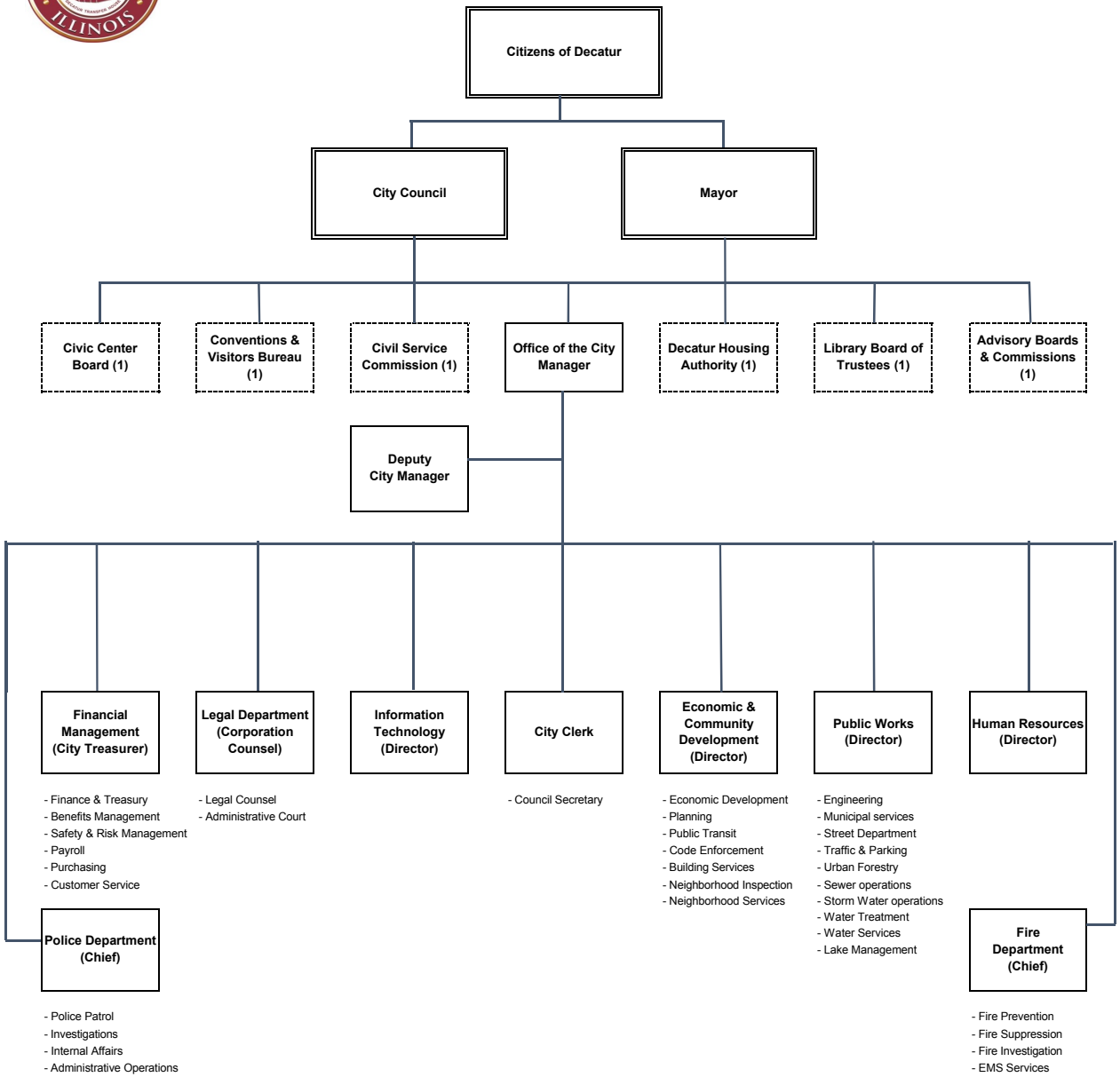
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morrill

Executive Director/CEO

City of Decatur, Illinois
Organization Chart



Effective as of July 1, 2017

(1) Board Members include Mayoral Appointments confirmed by City Council

II Financial Section

INDEPENDENT AUDITORS' REPORT

Mayor and City Council
City of Decatur, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Decatur, Illinois (City), as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Civic Center Authority discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Civic Center Authority discretely presented component unit, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 auditors' 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 opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Decatur, Illinois as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis-of-Matter

Change in Accounting Principle

During the fiscal year ended December 31, 2018, the City adopted GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. As a result of the implementation of this standard, the City reported a restatement for the change in accounting principle (see Note 19). Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, certain budgetary comparison information, schedules of employer contributions, schedule of changes in total OPEB liability and related ratios, schedule of changes in net position liability and related ratios, and schedules of investment return – police and fire pension plans, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the combining and individual nonmajor fund financial statements, and the statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

The introductory section and statistical section listed in the table of contents 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 them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2019 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion the effectiveness of the City of Decatur's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Champaign, Illinois
June 12, 2019

The Management of the City of Decatur, Illinois ("City") provides herewith, this Management Discussion & Analysis ("MD&A") of the financial activities and financial condition of the City of Decatur for the fiscal year ended December 31, 2018.

By Ordinance 2013-26 of the City Council, presented and adopted on April 15, 2013, the City elected to change the fiscal year end from April 30 to December 31 to coincide with a calendar year basis, effective January 1, 2014, whereby the fiscal year of the City shall be January 1 to December 31.

This MD&A presents the financial position of the City for the twelve (12) month fiscal period commencing January 1, 2018 and ending December 31, 2018, with comparative financial data for the twelve (12) month fiscal period ending December 31, 2017.

Readers of the information contained within this Management Discussion & Analysis, and any opinion derived therein, should be considered as a part of the greater whole of the basic financial statements, notes to the financial statements, supplementary information and letter of transmittal, as contained within this Comprehensive Annual Financial Report ("CAFR").

The City is responsible for the accuracy of the information contained herewith, and the completeness and fairness of the presentation, including all disclosures.

To the best knowledge and belief of the City, the information contained in this report is accurate in all material respects, and is reported in a manner designed to fairly present the financial position and results of operations of all funds of the City of Decatur. All notes and disclosures necessary to enable the reader to gain an understanding of the financial activities have been included in this report.

City of Decatur, Illinois

The City of Decatur is the county seat of Macon County, Illinois, and is the thirteenth (13) largest Municipal City within the State of Illinois, according to the 2010 U.S. Government Census. Macon County is the nineteenth (19) largest county within the State of Illinois, according to the 2010 U.S. Government Census. The County has a total land mass area of 581 square miles and contains seventeen (17) townships and twelve (12) municipalities.

The City of Decatur is located within the central heartland of the agricultural region of the State of Illinois and is in the geographic center of the state. The City of Decatur is located one-hundred (100) miles west of the Illinois / Indiana State boundary line, one-hundred and seventy-five (175) miles south of Chicago, one-hundred and twenty (120) miles northeast of St. Louis, Missouri, and within a region of fifty (50) mile proximity to the communities of Champaign/Urbana, Bloomington/Normal, and Springfield, Illinois.

The year 2010 U.S. Bureau of the Census population for the City of Decatur was reported as 76,122, whereas the year 2010 Census population for Macon County was reported as 110,768.

Macon County is the epitome of America's agricultural heartland. Vast expanses of corn and soybean cropland cover eighty-four percent (84%) of the County landmass. Macon County continues as a major center for agribusiness with many local and global businesses participating in a thriving manufacturing economy based in large part on the agricultural resources in the County.

Decatur and Macon County is a vibrant and diverse area with a strong local economy based on a mix of manufacturing and service, agricultural, higher education and other commercial based industries. The diverse economic mix creates varied employment opportunities for residents while providing some level of diversification from economic downturns.

The City of Decatur provides a full range of governmental services to citizens. Services include:

- general government,
- public safety police and fire protection,
- public works street construction and maintenance,
- public works infrastructure construction and maintenance,
- water, sewer and storm water utility services to commercial, industrial and residential properties within the city,
- public transit operations,
- community and economic development services,
- and parking operations within the central city footprint

The City of Decatur was incorporated in 1836, and since 1971 has operated as a Home Rule unit of local government pursuant to the State of Illinois Constitution.

Governmental Structure

The City of Decatur operates under a managerial form of government, under which the elected Mayor and City Council discharge the legislative function and establish municipal policy, with an appointed City Manager responsible for all city administrative and operational functions.

The City of Decatur governmental structure includes elected officials and appointed officials as follows with defined management and legislative authority in compliance with State of Illinois Statutes.

Mayor	Chief Legislative Officer Chair of City Council Non-partisan elected official	4-year term in office
Council Members	Six (6) member legislative body All members are non-partisan elected officials	4-year term in office
City Manager	Appointed by Mayor & City Council	Contractual term
City Clerk	Recording Secretary of City Council Appointed by Mayor & City Council	4-year term in office
City Treasurer	Appointed by Mayor & City Council	4-year term in office

Source: City of Decatur

The Decatur City Council, the legislative body of the municipal city government, includes seven (7) voting members, including, the Mayor as the Chair of the Council, and six (6) Council Members. All elected officials are non partisan positions.

The City of Decatur municipal year, as defined by Council Ordinance and City Code, commences on the 1st of May each year and ends the following April 30th; this corresponds with the City's political election

calendar and with several appointments and agreements. However, the City of Decatur fiscal year, as defined by Council Ordinance, commences on January 1 of each year and ends on December 31.

All elected officials serve four (4) year terms. The Mayor and three (3) Council seats are elected every four (4) years, with the three (3) remaining Council seats elected two (2) years hence. Mayoral and Council elections are held every other year in odd numbered years, in April, in accordance with Illinois Consolidated Election Laws.

The City operates with Boards and Commissions, some with autonomous functions, and some acting in an advisory capacity on matters of policy or legislative nature. The City Council considers such recommendations of the Boards and Commissions in its determination, acceptance or rejection of those resolutions and ordinances presented to the City Council by the City Manager.

Financial Highlights

	Governmental Activities		Business type Activities		Government wide Activities	
$(whole)	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**
Total Assets	152,704,979	144,843,403	213,973,019	189,045,196	366,677,998	333,888,599
Deferred Outflow	19,238,097	7,907,967	601,111	1,232,173	19,839,208	9,140,140
Total Liabilities	198,193,287	175,058,859	172,044,731	157,156,630	370,238,018	332,215,489
Deferred Inflows	24,538,716	23,194,556	1,455,692	233,602	25,994,408	23,428,158
Net Position						
Net investment in capital assets	63,174,639	63,189,005	21,071,574	14,453,717	84,246,213	77,642,722
Restricted	17,608,637	9,074,227	-	-	17,608,637	9,074,227
Unrestricted	(131,572,203)	(117,765,277)	20,002,133	18,433,420	(111,570,070)	(99,331,857)
Total net position (1)	(50,788,927)	(45,502,045)	41,073,707	32,887,137	(9,715,220)	(12,614,908)
Change vs. pr year	(5,286,882)	265,205	8,186,570	5,272,072	2,899,688	5,537,277
Expenses	84,745,197	86,498,156	38,333,133	35,760,234	123,078,330	122,258,390
Revenues	77,618,638	82,255,360	48,359,380	45,540,307	125,978,018	127,795,667

Source: City of Decatur Financial Statement of Net Position and Statement of Activities

(1) Net position for 2017 includes governmental and business-type activity restatement with City adoption of GASB Statement 75 in 2018 as discussed in Financial Statement Note 19.

- Government wide net position (total assets and deferred outflows, less total liabilities and deferred inflows) as of December 31, 2018 is a deficit position of $9,715,220.

- Government wide net position increased by $2,899,688 or 23% during the fiscal year ending December 31, 2018. Governmental activity net position decreased by $5,286,882 or 12%, and business activity net position increased by $8,186,570 or 25% during the fiscal year.

- Total assets as of December 31, 2018 of $366,677,998 increased $32,789,399 or 10% as compared to total assets as of December 31, 2017.

- Deferred outflow of resources as of December 31, 2018 of $19,839,208 increased $10,699,068 or 117% as compared to deferred outflow of resources as of December 31, 2017.

- Total liabilities as of December 31, 2018 of $370,238,018 increased $38,022,529 or 11% as compared to total liabilities as of December 31, 2017.

- Deferred inflow of resources as of December 31, 2018 of $25,994,408 increased $2,566,250 or 11% as compared to deferred outflow of resources as of December 31, 2017.

- Government wide net position of $84,246,213 are invested in capital assets, net of related debt, and are therefore, not available for spending. $17,608,637 is classified as restricted primarily for debt service and capital outlay. A negative $111,570,070 is classified as unrestricted net position, of which $145,871,566 is long-term pension and OPEB liability, resulting in an unrestricted net position net of long-term pension and OPEB liability of $34,301,496.

- Government wide revenue achieved in the fiscal year ending December 31, 2018 amounted to $125,978,018, versus government wide revenue of $127,795,667 achieved in the fiscal year ending December 31, 2017. Governmental activity revenue achieved in the fiscal year ending December 31, 2018 amounted to $77,618,638, versus governmental activity revenue of $82,255,360 achieved in the fiscal year ending December 31, 2017. Business activity revenue achieved in the fiscal year ending December 31, 2018 amounted to $48,359,380, versus business activity revenue of $45,540,307 achieved in the fiscal year ending December 31, 2017.

- Government wide program expense in the fiscal year ending December 31, 2018 amounted to $123,078,330, versus government wide program expense of $122,258,390 in the fiscal period ending December 31, 2017. Governmental activity program expense in the fiscal year ending December 31, 2018 amounted to $84,745,197, versus governmental activity program expense of $86,498,156 in the fiscal period ending December 31, 2017. Business activity program expense in the fiscal year ending December 31, 2018 amounted to $38,333,133, versus business activity program expense of $35,760,234 in the fiscal period ending December 31, 2017.

- Explanatory commentary concerning the changes in assets, liabilities, deferred outflows & inflows, revenue and expenditures can be found in later sections of this MD&A.

Overview of the Financial Statements

The City of Decatur's financial statements are comprised of four (4) components: 1) government wide financial statements, 2) fund financial statements, 3) notes to the financial statements and 4) required supplementary information. This report also includes other supplementary information in addition to the basic financial statements themselves.

Government wide financial statements

The government wide financial statements are designed to provide readers with a broad overview of the City of Decatur's finances using "accrual based accounting", a method of accounting used by private-sector business concerns.

Statement of net position

This statement reports all assets, deferred outflows, liabilities, and deferred inflows of the City of Decatur as of December 31, 2018. The difference between total assets, deferred inflows, total liabilities, and deferred inflows is reported as “net position”, and can generally be thought of as the net worth of the City. Increase in net position generally indicates an improvement in financial position, while a decrease in net position may indicate a deterioration of financial position.

Statement of activities

This statement serves the purpose of the traditional income statement. It provides consolidated reporting of the results of all activities of the City of Decatur for the twelve months ended December 31, 2018. Changes in net position are recorded in the period in which the underlying event takes place, which may differ from the period in which cash is received or disbursed. The statement of activities displays the expense of the City’s various programs net of related revenues, as well as a separate presentation of revenue available for general purposes including property tax, sales & use tax, other tax, fees for services and other revenue sources.

The government wide financial statements distinguish between functions of the City that are principally supported by taxes and intergovernmental revenue (governmental activities) and other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business type activities). The major governmental activities of the City of Decatur include general government, economic development, public safety, street construction and maintenance, infrastructure construction and maintenance, and education & culture through the public library. The major business-type activities of the City include the water utility, sewer utility and public transit operations.

Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Decatur can be divided into three (3) categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for the same functions reported as governmental activities in the government wide financial statements. However, unlike government wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s short-term financing requirements. Governmental funds use modified accrual accounting method. The City maintains one (1) major governmental fund (General Fund) and thirty-seven (37) non-major governmental funds.

Proprietary Funds

The City of Decatur maintains two (2) types of proprietary funds: 1) enterprise and 2) internal service.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City maintains nine (9) enterprise funds. Information is presented separately in the proprietary statement of revenues, expenses and changes in fund net position for the Water Utility (4 funds), Sewer (1 fund), and Public Transit (1 fund) which are considered major enterprise funds. Data from the other three (3) non-major enterprise funds (Recycling, Storm Water Utility and Fiber Optics) are combined into a single, aggregate presentation. Individual fund data for each of these non-major enterprise funds is provided in the form of combining statements elsewhere in this report.

Internal service funds are used to accumulate and allocate costs internally among the City's various functions and funds. The City maintains four (4) internal service funds. The City of Decatur uses internal service funds to account for its self-insured property, worker's compensation and liability insurance programs; self-funded employee health benefit programs; and fleet maintenance and equipment replacement programs.

Because these services predominantly benefit governmental activities rather than business type functions, they have been included within governmental activities in the government wide financial statements, with a portion allocated to business type activities, however, are combined into a single, aggregate presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City government. Fiduciary funds are not reflected in the government wide financial statement because the resources of those funds are not available to support City programs. The City maintains two (2) fiduciary funds, which consist of the two (2) pension trust funds (Police Pension and Firefighters Pension). These two (2) funds are administered by semi-autonomous pension fund boards in accordance with State law.

Notes to the financial statements

The notes to the financial statements provide additional information that is essential in order to have a full understanding of the data provided in the government wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes and disclosures, this CAFR report presents supplementary information. The combining statements referred to earlier in connection with non-major governmental, enterprise, internal and fiduciary funds are presented after the basic financial statements within the financial statement section of the CAFR report.

Government wide financial statements

The following financial analysis will focus on the statement of net position and statement of changes in net position of the City's governmental and business type activities.

Statement of Net Position

	Governmental Activities		Business type Activities		Government wide Activities	
$(whole)	**Dec 31, 2018**	**Dec 31, 2017**	**Dec 31, 2018**	**Dec 31, 2017**	**Dec 31, 2018**	**Dec 31, 2017**
Assets						
Current & other	57,235,878	49,568,174	50,296,372	39,178,678	107,532,250	88,746,852
Capital assets (net)	95,469,101	95,275,229	163,676,647	149,866,518	259,145,748	245,141,747
Total Assets	152,704,979	144,843,403	213,973,019	189,045,196	366,677,998	333,888,599
Deferred Outflows						
Pension liability	19,238,097	7,907,967	601,111	1,232,173	19,839,208	9,140,140
Liabilities						
Current	7,960,720	7,791,572	14,963,875	11,305,488	22,924,595	19,097,060
Long term	190,232,567	167,267,287	157,080,856	145,851,142	347,313,423	313,118,429
Total Liabilities	198,193,287	175,058,859	172,044,731	157,156,630	370,238,018	332,215,489
Deferred Inflows						
Future property tax	16,312,602	16,372,617	-	-	16,312,602	16,372,617
Pension liability	7,868,701	6,821,939	1,363,529	233,602	9,232,230	7,055,541
OPEB liability	357,413	-	92,163	-	449,576	-
Total Deferred Inflow	24,538,716	23,194,556	1,455,692	233,602	25,994,408	23,428,158
Net position (1)						
Net investment in capital assets	63,174,639	63,189,005	21,071,574	14,453,717	84,246,213	77,642,722
Restricted	17,608,637	9,074,227	-	-	17,608,637	9,074,227
Unrestricted	(131,572,203)	(117,765,277)	20,002,133	18,433,420	(111,570,070)	(99,331,857)
Total net position	(50,788,927)	(45,502,045)	41,073,707	32,887,137	(9,715,220)	(12,614,908)

Source: City of Decatur Financial Statement of Net Position and Statement of Activities

(1) Net position for 2017 includes governmental and business-type activity restatement with City adoption of GASB Statement 75 in 2018 as discussed in Financial Statement Note 19.

Effective with the fiscal year ending December 31, 2015, the City of Decatur adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* – an amendment of GASB Statements 27 and 50, related to pension plans administered through trusts and equivalent arrangements.

Effective with the fiscal year ending December 31, 2017, the City of Decatur adopted GASB Statement No. 77, *Tax Abatement Disclosures* – disclosure of tax abatement information about 1) a reporting government's own tax abatement agreements and 2) those that are entered into by other governments and that reduce the reporting government's tax revenues. The Tax Abatement Disclosure is presented in Financial Statement Note 18 – Tax Abatements.

Effective with the fiscal year ending December 31, 2018, the City of Decatur adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions* – an amendment of GASB Statement 45, related to post-employment benefits.

As of December 31, 2018, net position of the City is a negative $9,715,220, an improvement of $2,899,688 from the net position as of December 31, 2017. Net position was influenced in fiscal 2018 with the implementation of GASB 75.

Governmental activity net position of a negative $50,788,927 decreased from the negative net position of $45,502,045 as of December 31, 2017, representing a decrease in net position of $5,286,882, or 12%. Business activity net position of $41,073,707 increased by $8,186,570 versus the level at December 31, 2017, an increase of 25%.

The increase in net position of the City results from an increase in asset position of $32,789,399 combined with an increase in deferred outflow position of $10,699,068, offset by an increase in liability position of $38,022,529 and deferred inflow of resources increase of $2,566,250.

Total assets increased $32,789,399 or 10% as compared to the asset level of December 31, 2017. The increase in assets is attributed to an increase in capital assets net of $14,004,001, increase in cash and investments of $17,927,761 and increased receivables and other assets of $857,637. Capital assets increased primarily from continuation of the Lake Decatur dredging initiative, with the cash and investment increase the result of unspent bond proceeds as of December 31, 2018.

Deferred outflow of resources representing deferred pension expense for the police pension plan, firefighter pension plan, both administered by the City, and the municipal workers pension plan administered by the Illinois Municipal Retirement Fund (IMRF) was $19,839,208 at December 31, 2018 and represents an increase from the position of $9,140,140 as of the prior year end.

Total liabilities increased $38,022,529 or 11% as compared to the liability level as of December 31, 2017, with a $23,134,428 increase in governmental activity liabilities and a $14,888,101 increase in business activity liabilities.

Governmental activity liability increased $13,760,042 due to net pension and OPEB liability, $8,478,943 increase in debt payable with issuance of new 2018 Series general obligation debt and other debt, $169,148 increase in current liabilities and an increase of $726,295 in compensated absence liability. Business activity liability increase results from a $3,669,889 increase in current and other liabilities, a $13,144,000 increase in debt payable with issuance of new 2018 Series general obligation debt and State of Illinois Environmental Protection Agency debt to finance certain sewer infrastructure rehabilitation, offset by a reduction in pension and OPEB liability of $1,925,788.

Deferred inflows of resources amounted to $25,994,408, an increase of $2,566,250 or 11% as compared to the position as of the prior year end; and represents the 2018 property tax levy receivable of $16,312,602, billed and collectible in 2018 and deferred pension and OPEB liability of $9,681,806.

Government wide net position of $84,246,213 is invested in capital assets, net of related debt, and is therefore, not available for spending. $17,608,637 is classified as restricted primarily for debt service and capital outlay. The unrestricted net position is a negative $111,570,070, including the net pension and OPEB liability of $145,871,566.

Net investment in capital assets of $84,246,213 represents an increase of $6,603,491 from the level as of December 31, 2017. Restricted net position increased $8,534,410 as compared to the level as of December 31, 2017. Unrestricted net position decreased $12,238,213 as compared to the level as of December 31, 2017.

Statement of Changes in Net Position

	Governmental Activities		Business type Activities		Government wide Activities	
$(whole)	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**
Revenue						
Program Revenue						
Charge for services	9,106,680	10,540,284	39,949,262	37,596,988	49,055,942	48,137,272
Operating grants	1,863,875	5,862,658	7,695,142	7,181,110	9,959,017	13,043,768
Capital contributions	392,178	1,000,000	-	116,334	392,178	1,116,334
General Revenue						
Property tax	15,360,391	16,007,673	-	-	15,360,391	16,007,673
Local sales & use	12,340,714	11,904,856	-	-	12,340,714	11,904,856
State sales & income	18,810,796	18,401,263	-	-	18,810,796	18,401,263
Utility tax	7,521,376	7,424,870	-	-	7,521,376	7,424,870
Food & beverage tax	3,293,553	3,256,550	-	-	3,293,553	3,256,550
Local motor fuel tax	1,816,245	1,816,894	-	-	1,816,245	1,816,894
Hotel use tax	945,345	806,373	-	-	945,345	806,373
Other tax	4,717,264	2,636,706	-	-	4,717,264	2,636,706
Investment earnings	226,065	76,893	749,915	541,631	975,980	618,524
Other revenue	1,224,156	2,520,340	(34,939)	104,244	1,189,217	2,624,584
Total Revenue	77,618,638	82,255,360	48,359,380	45,540,307	125,978,018	127,795,667
Expenses						
General government	10,965,571	12,752,905	-	-	10,965,571	12,752,905
Economic development	2,949,475	3,948,538	-	-	2,949,475	3,948,538
Public safety	44,498,772	48,904,535	-	-	44,498,772	48,904,535
Public works	19,805,154	14,950,486	-	-	19,805,154	14,950,486
Culture	107,556	568,481	-	-	107,556	568,481
Education	4,362,304	3,906,273	-	-	4,362,304	3,906,273
Interest on debt	1,910,688	1,466,938	-	-	1,910,688	1,466,938
Water utility	-	-	23,757,319	22,635,554	23,757,319	22,635,554
Public transit	-	-	8,345,210	7,550,679	8,345,210	7,550,679
Waste removal	-	-	636,716	664,718	636,716	664,718
Sewer	-	-	4,629,813	3,992,577	4,629,813	3,992,577
Storm water	-	-	882,248	895,461	882,248	895,461
Fiber optics	-	-	81,827	21,245	81,827	21,245
Debt issuance costs	145,677	-	-	-	145,677	-
Total Expenses	84,745,197	86,498,156	38,333,133	35,760,234	123,078,330	122,258,390
Change in net position						
Excess (deficiency)	(7,126,559)	(4,242,796)	10,026,247	9,780,073	2,899,688	5,537,277
Transfers	1,839,677	4,508,001	(1,839,677)	(4,508,001)	-	-
Change in net position	(5,286,882)	265,205	8,186,570	5,272,072	2,899,688	5,537,277
Beginning net position (1)	(45,502,045)	(39,473,215)	32,887,137	29,259,883	(12,614,908)	(10,213,332)
Restatement		(6,294,035)		(1,644,818)		(7,938,853)
Ending net position	(50,788,927)	(45,502,045)	41,073,707	32,887,137	(9,715,220)	(12,614,908)

Source: City of Decatur Financial Statement of Activities

(1) Net position for 2017 includes governmental and business-type activity restatement with City adoption of GASB Statement 75 in 2018 as discussed in Financial Statement Note 19.

Governmental Activities

Revenue achieved in the fiscal period ending December 31, 2018 amounted to $77,618,638 and represents a decrease of $4,636,722 or 6% versus the revenue achieved in the prior fiscal period.

Expenses incurred during the fiscal period ending December 31, 2018 amounted to $84,745,197 and represents a decrease of $1,752,959 or 2% when compared to the prior fiscal period.

The revenue decline versus the prior fiscal period resulted from decreased program revenues of $6,040,209 offset by tax and other revenue increases of $1,403,487.

Program revenues decreased by $6,040,209 or 35% versus the prior year. Charge for service revenue declined by $1,433,604 or 14%; operating and capital grant revenue decreased $4,606,605 including federal grants for CDBG and HOME programs ($1,022,162), and other public safety and community development grants ($3,584,443). Tax revenues increased in fiscal 2018 by $2,550,499 or 4% versus the prior year. All tax revenue items experienced an increase versus the prior year, with exception of property tax, as the normally received December distribution did not occur, with the distribution received in 2019. Other revenue decreased by $1,147,012 versus the prior year.

Governmental activity expenses of $84,745,197 decreased by $1,752,959 or 2% versus the prior period.

General government expense of $10,965,571 decreased $1,787,334 or 14%. Economic development expense of $2,949,475 decreased $999,063 or 25%. Public Safety expense of $44,498,772 decreased $4,405,763 or 9%. Public Works expense of $19,805,154 increased $4,854,668 or 33%. Culture and education expense of $4,469,860 declined versus the prior fiscal year by $4,894. Interest and other charges of $1,910,688 increased $443,750 or 30%. Debt issuance costs of $145,677 were incurred in period related to the issuance of 2018 Series General Obligation Bonds.

Governmental activity experienced a deficiency of revenues versus expenses in the period of $7,126,559.

Net transfers in the period, where funds exited business activity to governmental activity amounted to $1,839,677. In period transfers include payment in lieu of tax (PILOT) transfers from business activity funds to governmental activity funds amounting to $1,998,633, and the transfer of $158,956 from governmental activity funds to business activity funds.

The government activity change in net position during the fiscal period ending December 31, 2018 resulted in a decrease in net position of $5,286,882.

Business Activities

Revenue achieved in the fiscal period ending December 31, 2018 amounted to $48,359,380 and represents an increase of $2,819,073 or 6% versus the revenue achieved in the prior fiscal period.

Expenses incurred during the fiscal period ending December 31, 2018 amounted to $38,333,133 and represents an increase of $2,572,899 or 7% when compared to the prior fiscal period.

The revenue gain versus the prior fiscal period resulted from increased program revenue in the amount of $2,749,972 or 6%, with additional miscellaneous revenue increase of $69,101.

Business activity program revenue includes operating revenues from the water utility, public transit operation, sewer utility, storm water, recycling and fiber optic operations of the City enterprise.

Water Utility revenue achieved of $31,928,719 increased 4% versus the prior year, driven by a combination of price increase in all customer sectors and volume gains in the industrial sector.

Public Transit revenue achieved of $7,885,321 increased 8% versus the prior year, driven primarily by the timing of receipt of State of Illinois operating grant funding.

Sewer Utility revenue achieved of $6,063,567 increased 23% versus the prior year driven primarily by the sewer rate increase of 13.8% effective May 1, 2018. The City Council approved a series of sewer rate increases effective on May 1 of each year through 2021 in order to provide funding for certain infrastructure capital projects to remedy United States Environmental Protection Agency concerns over combined sewer overflows.

Business activity expense increase of $2,572,899 was driven by inflationary and program expense increases in all business activity operations.

The business activity change in net position during the fiscal period ending December 31, 2018 resulted in an increase in net position of $8,186,570 or 25%. The increase in net position resulted primarily from the in period operating surplus of $10,026,247, offset by the transfer of funds from business activity to governmental activity of $1,839,677.

Net transfers in the period amounted to $1,839,677 where funds exited business activity to governmental activity. In period transfers include payment in lieu of tax (PILOT) transfers from business activity funds to governmental activity funds amounting to $1,998,633, and the transfer of $158,956 from governmental activity funds to business activity funds.

Financial Analysis of Government Funds

The City of Decatur uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds of the City are divided into three (3) categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Condensed Balance Sheet
Statement of Revenues, Expenditures, and Changes in Fund Balance

	General Fund		Non-Major Governmental		Total Governmental	
$ (whole)	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**	**Fiscal Year Ending Dec 31, 2018**	**Fiscal Year Ending Dec 31, 2017**
Total assets	24,496,555	24,884,046	29,080,715	18,349,818	53,577,270	43,233,864
Total liabilities	1,632,842	3,037,471	4,708,917	2,175,038	6,341,759	5,212,509
Deferred inflows	12,085,652	13,086,825	7,324,771	6,364,267	19,410,423	19,451,092
Fund balance						
Non-spendable	820,853	489,142	3,280	3,200	824,133	492,342
Restricted	-	-	17,911,773	9,195,557	17,911,773	9,195,557
Committed	-	-	852,906	887,397	852,906	887,397
Unassigned	9,957,208	8,270,608	(1,720,932)	(275,641)	8,236,276	7,994,967
Total Fund Balance	10,778,061	8,759,750	17,047,027	9,810,513	27,825,088	18,570,263
Liability/deferred inflows & fund balance	24,496,555	24,884,046	29,080,715	18,349,818	53,577,270	43,233,864
Revenues	64,764,818	65,517,841	13,825,953	16,909,364	78,590,771	82,427,205
Expenditures	62,780,166	65,822,830	22,737,232	21,362,382	85,517,398	87,185,212
In year surplus (deficit)	1,984,652	(304,989)	(8,911,279)	(4,453,018)	(6,926,627)	(4,758,007)
Other sources (uses)	33,659	674,727	16,147,793	6,208,165	16,181,452	6,882,892
Change in fund balance	2,018,311	369,738	7,236,514	1,755,147	9,254,825	2,124,885
Beginning fund balance	8,759,750	8,390,012	9,810,513	8,055,366	18,570,263	16,445,378
Ending fund balance	10,778,061	8,759,750	17,047,027	9,810,513	27,825,088	18,570,263

Source: City of Decatur Financial Statement Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and changes in Fund Balances

As of December 31, 2018, the City governmental funds reported an ending fund balance of $27,825,088.

Non-spendable fund balance of $824,133 is sequestered for prepaid items and inventory and is therefore not available for spending.

Restricted fund balance of $17,911,773 is sequestered for spending on specific projects or specific types of expenditures whereby constraints have been placed on the use of these resources, including debt service fund ($987,515), transportation & highway motor fuel tax fund ($1,685,679), public library fund ($1,374,757), local streets & roads fund ($2,628,439), 2018 project fund ($8,333,374), and other non-major governmental funds ($2,902,009).
Committed fund balance of $852,906 is sequestered for spending on economic development initiatives and public safety capital outlay.

Unassigned fund balance of $8,236,276, or 30%, is available for spending at the City's discretion, with $9,957,208 available in the City General Fund.

The General Fund is the primary operating fund for City operations including general government, public safety police and fire protection, public works operations, certain highways & streets expenses, certain culture & education expenses, certain community and economic development expenses and certain debt service obligations.

As of December 31, 2018, the General Fund balance of $10,778,061 represents an increase of $2,018,311 or 23% from the General Fund balance as of December 31, 2017.

The increase in General Fund balance is attributed to an in-period surplus result of $2,018,311 for the period from January 1, 2018 to December 31, 2018, including other financing sources, of $33,659. The in period general fund surplus resulted primarily from lower general fund spending, mainly attributed to controlled spending and city decision to not replace open staffing positions.

As of December 31, 2018, the General Fund unassigned balance of $9,957,208 is 15% of in-period fiscal year General Fund Revenue of $64,764,818, position increase versus the prior fiscal year end.

The General Fund unassigned fund balance has been traditionally used by the City to fund certain projects and emergency contingencies. In addition, the City will use the unassigned fund balance in future fiscal periods as a cash flow bridge to the receipt of tax revenues from County or State tax distribution authorities in the event of delayed distributions. The General Fund unassigned balance will provide sufficient cash flow resources to cover City General Fund operating obligations without incurring tax anticipation loans or other potential cash flow borrowings during future fiscal periods.

As discussed in Governmental Accounting, Auditing and Financial Reporting ("GAAFR"), a general fund unassigned balance should be either 1) no less than 5 to 15 percent of regular general fund operating revenues, or 2) no less than 1 to 2 months of regular general fund operating expenditures. An unassigned fund balance may be higher if varying circumstance require such as a delay in collection of a major revenue source.

The City's unassigned general fund balance of $9,957,208 as of December 31, 2018 represents 15% of expected 2019 General Fund Revenue ($68.0 million) and 1.8 month's coverage of expected 2019 General Fund Expense ($68.0 million).

As of December 31, 2018, the Non-Major Governmental Fund balance of $17,047,027 represents an increase of $7,236,514 or 74% from the Non-Major Governmental Fund balance as of December 31, 2017. The increase in fund balance is the primarily the result of unspent proceeds from the 2018 Series General Obligation Bonds.

Individual fund data for each of the non-major governmental funds is provided in the form of combining statements in the Supplementary Information section of this CAFR report.

Government Fund Revenue

The following schedule presents a summary of governmental fund revenue for the fiscal year ending December 31, 2018, versus the fiscal year ending December 31, 2017.

Governmental Fund Revenue

$ (whole)	Fiscal Year Ending Dec 31, 2018	% of Total	Fiscal Year Ending Dec 31, 2017	% of Total
Tax Based				
Property tax	15,360,391	19.5%	16,007,673	19.4%
Local sales tax	10,136,102	12.9%	9,938,266	12.1%
Utility tax	7,521,376	9.6%	7,424,870	9.0%
Food & beverage tax	3,293,553	4.2%	3,256,550	4.0%
Hotel use tax	945,345	1.2%	806,373	1.0%
Local motor fuel tax	1,816,245	2.3%	1,816,894	2.2%
Other	1,275,538	1.6%	1,311,998	1.5%
Total Tax	40,348,550	51.3%	40,562,624	49.2%
Intergovernmental				
Operating Grants				
General government	1,568,546	2.0%	3,419,341	4.1%
Economic development	-	-	-	-
Public safety	77,828	0.1%	400,742	0.5%
Public works	217,501	0.3%	11,361	0.0%
Education	-	-	-	-
Total Operating Grants	1,863,875	2.4%	3,831,444	4.6%
Tax Based				
Income tax	7,343,018	9.3%	7,570,203	9.2%
State sales tax	11,448,432	14.6%	11,050,034	13.4%
Replacement tax	1,445,902	1.8%	1,324,708	1.6%
Local Use tax	2,204,612	2.8%	1,966,590	2.4%
Motor fuel tax	1,941,337	2.5%	2,031,214	2.5%
Other revenue	188,415	0.2%	-	-
Total Tax Based	24,571,716	31.2%	23,942,749	29.1%
Total Intergovernmental	26,435,591	33.6%	27,774,193	33.7%
Non Tax Based				
Charge for services	6,271,779	8.0%	7,762,832	9.5%
Fines & fees	1,550,872	2.0%	1,592,343	1.9%
Interest income	198,073	0.3%	66,609	0.1%
Licenses and permits	1,284,029	1.6%	1,185,109	1.4%
Other revenue	2,501,877	3.2%	3,483,495	4.2%
Total non tax based	11,806,630	15.1%	14,090,388	17.1%
Total Revenue	78,590,771	100.0%	82,427,205	100.0%

Source: City of Decatur Financial Statement of Revenues, Expenditures, and Changes in Fund Balances

Tax revenue continues to represent the most significant source of revenue received to support and to defray the expenses of the governmental services provided by the City.

In the fiscal period ending December 31, 2018, tax revenues accounted for 82.5% of the total revenue stream funding governmental operations, versus 78.3% for the prior fiscal period. Intergovernmental

operating grant funding revenue contribution accounted for 2.4% in the current fiscal period, versus 4.6% in the prior fiscal period. The non-tax-based revenue stream in the current fiscal period accounted for 15.1% of the total revenue, versus 17.1% in the prior fiscal period.

Sales tax continues to be the primary revenue source funding city operations, followed by property tax, utility tax, income tax, charge for services, food & beverage tax, other taxes, operating grants, fines and fees, licenses and permits, and other revenue sources.

The City recognizes the need to further diversify the revenue stream, and to reduce the dependency on the primary tax sources funding city operations. As such, during 2016 the City conducted a study to determine the price points representing the full cost of service for licenses and permits. In late 2016, the City Council adopted a series of ordinances increasing the price for certain licenses and permits effective in fiscal 2017. To the extent possible, the City will continue to seek opportunities to further diversify the revenue stream reducing the dependency on the primary tax revenue sources funding governmental operations.

Government Fund Expenditures

The City accounts for government fund expenditures in seven categories as follows: 1) general government, 2) economic development, 3) public safety, 4) culture, 5) public works, 6) education, and 7) debt service.

The following schedule presents a summary of governmental fund expenditures for the fiscal year ended December 31, 2018, versus the fiscal period ended December 31, 2017.

Government Fund Expenditures

$ (whole)	**Fiscal Year Ending Dec 31, 2018**	**% of Total**	**Fiscal Year Ending Dec 31, 2017**	**% of Total**
General government	9,069,176	10.6%	10,808,083	12.4%
Economic development	2,949,475	3.4%	3,948,538	4.5%
Public safety	46,246,959	54.1%	47,609,789	54.6%
Culture	94,374	0.1%	566,949	0.7%
Public works	15,375,543	18.0%	14,881,435	17.1%
Education	4,265,783	5.0%	3,748,014	4.3%
Debt service	7,516,088	8.8%	5,622,404	6.4%
Total Expenditures	85,517,398	100.0%	87,185,212	100.0%

Source: City of Decatur Financial Statement of Revenues, Expenditures, and Changes in Fund Balances

Government fund expenditures in the fiscal year ending December 31, 2018, amounted to $85,517,398 versus government fund expenditures of $87,185,212 in the fiscal period ending December 31, 2017, representing a decrease in government fund expenditures of $1,667,814 or 2%.

The profile of governmental expenditures remains consistent to the prior year, whereby, public safety expense represents the largest element of expenditure, followed by public works, general government and the remaining categories.

General government expenditures of $9,069,176 decreased $1,738,907 or 16% versus the prior year, in accordance with plans to hold in check general government spending.

Economic development expenditures of $2,949,475 decreased $999,063 or 25% primarily due to decreased in year spending in HOME and CDBG federal programs of $956,108.

Public safety expenditures of $46,246,959 decreased $1,362,830 or 3% versus the prior year, due to police and fire operational decrease of $480,214 or 1%, and public safety capital program reductions in period of $882,616.

Culture expenditure decrease of $472,575 is the result of current year reclassification of expenditures for caretaking and maintenance of the Library facility to education expense in 2018. Culture expense in 2018 is the operating expense of the Municipal Band organization.

Public works expenditures of $15,375,543 increased $494,108 or 3% versus the prior year, due primarily to increased capital spending of $1,319,583 on projects including; the 2018 LED lighting initiative, local road and street resurfacing and replacement projects funded by state and local motor fuel taxes, and other capital projects; offset by lower in period general fund spending of $825,475, in accordance with plans to hold in check public works spending.

Education expenditure increase of $517,769 is the result of current year reclassification of expenditures for caretaking and maintenance of the Library facility from culture expense as reported in 2017, and lower year on year operational cost of the Public Library and public programming activities of the City.

Proprietary Funds

Condensed Balance Sheet
Statement of Revenues, Expenditures, and Changes in Net Position
For the year ending December 31, 2018

$ (whole)	Water Utility	Public Transit	Sewer	Non-Major	Total Enterprise	Internal Service
Total assets	172,460,276	4,789,995	30,414,010	7,803,001	215,467,282	6,683,350
Deferred outflow	601,111	-	-	-	601,111	114,497
Total liabilities	149,309,902	2,241,546	17,215,077	3,678,206	172,444,731	4,990,148
Deferred inflow	1,455,692	-	-	-	1,455,692	277,253
Net investment capital assets	10,151,871	1,905,387	6,374,556	2,639,760	21,071,574	862,131
Unrestricted	12,143,922	643,062	6,824,377	1,485,035	21,096,396	668,315
Total net position	22,295,793	2,548,449	13,198,933	4,124,795	42,167,970	1,530,446
Operating revenues	30,882,324	572,665	6,025,732	2,468,541	39,949,262	14,464,690
Operating expenses	18,279,678	7,829,320	4,350,225	1,600,791	32,060,014	17,190,067
Operating income (loss)	12,602,646	(7,256,655)	1,675,507	867,750	7,889,248	(2,725,377)
Non operating rev (exp)	(4,157,140)	7,304,904	(241,753)	13,232	2,919,243	30,794
Income (loss) before transfers	8,445,506	48,249	1,433,754	880,982	10,808,491	(2,694,583)
Capital contribution	-	-	-	-	-	-
Transfers in	-	-	-	605,000	605,000	-
Transfers out	(2,142,088)	-	(296,595)	(5,994)	(2,444,677)	-
Change in net position	6,303,418	48,249	1,137,159	1,479,988	8,968,814	(2,694,583)
Net position beginning	17,637,193	2,500,200	12,061,774	2,644,807	34,843,974	4,549,448
Restatement (1)	(1,644,818)				(1,644,818)	(324,419)
Net position ending	22,295,793	2,548,449	13,198,933	4,124,795	42,167,970	1,530,446

Source: City of Decatur Financial Statement Proprietary Funds Statement of Net Position and Statement of Revenues, Expenses, and Changes in Net Position

(1) Net position for 2017 business-type activity restatement with City adoption of GASB Statement 75 in 2018 as discussed in Financial Statement Note 19.

The City of Decatur maintains two types of proprietary funds; enterprise and internal service funds.

The City maintains nine (9) enterprise funds. Information is presented separately in the proprietary statement of revenues, expenses and changes in fund net position for the Water Utility (4 funds), Sewer (1 fund), and Public Transit (1 fund), which are considered major enterprise funds. Data from the other three (3) non-major enterprise funds (Recycling, Storm Water Utility and Fiber Optics)) are combined into a single, aggregate presentation. Individual fund data for each of these non-major enterprise funds is provided in the form of combining statements elsewhere in this report.

The City maintains four (4) internal service funds. The City of Decatur uses internal service funds to account for its self-insured property, worker's compensation and liability insurance programs; self-funded employee health benefit programs; and fleet maintenance and equipment replacement programs.

As of December 31, 2018, City enterprise funds reported a net position of $42,167,970, an increase of $8,968,814 or 27% versus the level as of December 31, 2017.

The net position as of December 31, 2018 includes net investment in capital assets of $21,071,574, with unrestricted net position of $21,096,396.

Water Utility operating revenues achieved during the fiscal year ending December 31, 2018 amounted to $30,882,324, versus water utility operating revenues of $29,859,921 in the fiscal period ending December 31, 2017, an increase of 3% versus the prior year. Water Utility rates were increased 2.5% effective May 1, 2018.

Water Utility operating expense amounted to $18,279,678 in the current fiscal year versus $18,033,439 in the prior fiscal period, an increase of 1%. The operating expense increase of $246,239 is a result of utility management holding overall cost increases in check with inflationary cost increases.

Water Utility operating income before debt service interest, non-operating revenue and expense and transfers amounted to $12,602,646, an increase of $776,164 versus the prior year.

Non-operating interest and other income of $1,046,395, debt service interest expense of $5,203,535 and transfers to governmental funds of $2,142,088, reduced Water Utility change in net position to $6,303,418.

Water Utility net position ended the current year at $22,295,793. The utility reported a favorable change in net position of $6,303,418 during the current fiscal year and can be attributed to the continued favorable development of the financial performance of the Water Utility.

With the continued increase in net position of the Water Utility during the fiscal period, the Water Utility is well positioned with the approved rate increases to generate positive cash flow and resultant fund balance increases in the near-term future periods to fund the capital investments and provide adequate fund balance reserves.

Public Transit net position of $2,548,449 increased $48,249 versus the net position as of December 31, 2017.

Transit operating revenue representing passenger fares amounted to $572,665 in the current fiscal year versus $596,872 in the prior fiscal period, a decrease in operating revenue of $24,207 or 4%. The decline in revenue is attributed to decreased passenger volume in the period.

Transit current fiscal period operating expense amounted to $7,829,320, versus $7,663,126 in the prior fiscal period, an increase of $166,194 or 2%.

Public Transit operations are funded primarily by operating and capital grants from the federal and state governmental units. Intergovernmental revenue of $7,348,450 in the current fiscal year ending December 31, 2018, represented a grant funding level approximating 94% of in-period operating expense, an increase compared to the 86% grant funding level occurring in the prior fiscal period.

Public Transit operations recorded an increase in net position of $48,249 during the current fiscal period.

Sewer Utility, with net position of $13,198,933 experienced an increase in net position of $1,137,159 or 9% versus the net position as of December 31, 2017.

Sewer operating revenues achieved during the current fiscal year amounted to $6,025,732, versus $4,845,790 in the prior fiscal period, an increase of $1,179,942 or 24%. This increase is a result of the City Council, during 2016, adopting Council Ordinance 2016-91 approving future rate increases commencing May 1, 2017 in response to additional funding needed to finance US EPA improvements to the sewer system.

Sewer operating expense amounted to $4,350,225 in the current fiscal year, versus $3,860,593 in the prior year fiscal period, an increase of $489,632 or 13%, as the City continues to expend funds improving the sewer infrastructure in accordance with defined plans.

As of December 31, 2018, City internal service funds reported a net position of $1,530,446, a decrease of $2,694,583 or 64%, versus the level as of December 31, 2017.

The Internal Service current period net position includes net investment in capital assets of $862,131, a decrease of $286,305 as compared to December 31, 2017. Unrestricted net position as of December 31, 2018 is $668,315, a decrease from the unrestricted net position of $3,076,593 as of December 31, 2017.

Individual fund data for each of the non-major proprietary funds is provided in the form of combining statements in the Supplementary Information section of this CAFR report.

Fiduciary Funds

Fiduciary funds are used to account for resources received and held for the benefit of parties outside of the government. The City maintains two (2) fiduciary funds, which consist of two (2) private pension trust funds, the Police Pension Fund, and the Firefighter's Pension Fund.

$ (whole)	**Pension Trust Dec 31, 2018**	**Pension Trust Dec 31, 2017**
Total assets	175,539,349	188,364,899
Total liabilities	94,683	59,834
Net position held in trust	175,444,666	188,305,065

Source: City of Decatur Financial Statement of Fiduciary Net Position Pension Trust Funds

As of December 31, 2018, the net position in the pension trust funds decreased $12,860,399 or 7% versus the level of net position as of December 31, 2017.

The Pension Trust fund asset decrease is attributed to investment position losses recognized in the period, entirely the result of the equity market decline in the fourth quarter of 2018.

The Pension Trust Funds are managed by separate semi-autonomous pension boards, the Police Pension Board and the Firefighter's Pension Board. The City functions as administrator for the pension trust funds.

General Fund Budgetary Highlights

The City prepares an annual budget for general fund expenditures, which is presented to the City Council for adoption by Council Resolution before December 31st of each year, proceeding the budget period. Prior to the end of the 1st quarter of the fiscal year, the City submits an appropriation ordinance to the City Council, which upon passage and adoption, provides the City with the legal authority to encumber and spend monies defraying the expenses of the city government operation.

The general fund budget applicable for the fiscal year ending December 31, 2018 is reported as follows:

$ (whole)	**Original Budget Fiscal Year Ending Dec 31, 2018**	**Final Budget Fiscal Year Ending Dec 31, 2018**	**Actual Budgetary Basis Fiscal Year Ending Dec 31, 2018**	**Variance Favorable (Unfavorable)**
Revenue	63,144,503	63,144,503	64,415,853	1,271,350
Expenditures	66,716,890	66,401,890	64,451,072	1,950,818
Other financing sources (uses)	357,109	32,109	33,659	1,550
Surplus (deficit)	(3,215,278)	(3,225,278)	(1,560)	3,223,718

Source: City of Decatur cash basis (non-GAAP) accounting information for the General Fund RSI budgetary comparison schedule

The 2018 budget for the fiscal year was presented to the Decatur City Council in December 2017. The Decatur City Council approved the budget in resolution form.

The City of Decatur, operating in an appropriation form of statutory spending approval, submitted the fiscal year (ending December 31, 2018) annual appropriation ordinance to the Decatur City Council in March 2018, in accordance with State of Illinois statutes.

The City General Fund revenue was originally approved at $63,144,503 for the fiscal period with Council adoption of the 2018 fiscal period annual appropriation in March 2018.

General Fund expenditures were originally appropriated at $66,716,890 for the fiscal period with Council adoption of the 2018 fiscal period annual appropriation in March 2018. A revision was made to the fiscal period budget, decreasing expenditures to $66,401,890.

The General Fund budget approved included other financing in the amount of $357,109, including payment in lieu of taxes and transfers net from other funds. A revision was made to the fiscal period budget, decreasing other financing net to $32,109.

Fiscal period General Fund revenues achieved of $64,415,853 was above the approved budget by $1,271,350, primarily due to increased intergovernmental tax revenues received in the period.

Fiscal period General Fund expenses of $64,451,072 were below the appropriated budget by $1,950,818, primarily the result of controlled spending throughout the organization without disruption of service to stakeholders.

Other financing net achieved of $33,659, was favorable to the approved budget by $1,550.

The General Fund ended the fiscal year with a balanced position versus the approved final budget deficit of $3,225,278.

General Fund spending is reviewed on a monthly-basis under the direction of the City Treasurer and Director of Finance to ensure spending remains within budgetary constraints. Quarterly reviews are conducted as required, with general fund department management to review spending projections to ensure that annual expenses remain within budgetary levels. New appropriations, as necessary, are submitted to the council for consideration and approval. Budget amendments for cost neutral redistribution between departments and divisions are handled administratively at year-end, as required to adjust the budget as necessary to prevent any budget overruns in any departments and divisions.

Capital Assets and Debt Administration

Capital assets

Statement of Capital Assets

	Governmental Activities		Business type Activities		Government wide Activities	
$(whole)	**Dec 31, 2018**	**Dec 31, 2017**	**Dec 31, 2018**	**Dec 31, 2017**	**Dec 31, 2018**	**Dec 31, 2017**
Assets not depreciated						
Land	7,700,426	8,424,239	4,450,066	4,450,066	12,150,492	12,874,305
Construction in progress	5,016,693	1,875,707	3,833,252	21,994,254	8,849,945	23,869,961
Total	12,717,119	10,299,946	8,283,318	26,444,320	21,000,437	36,744,266
Assets depreciated						
Infrastructure	130,612,623	126,855,298	57,102,637	52,840,520	187,715,260	179,695,818
Building & improvement	47,021,040	47,341,954	183,542,986	148,841,519	230,564,026	196,183,473
Vehicles	14,361,337	14,671,158	8,312,423	8,826,027	22,673,760	23,497,185
Office equipment	4,694,832	5,237,181	119,980	111,406	4,814,812	5,348,587
Other equipment	10,018,272	10,055,098	18,574,258	18,532,562	28,592,530	28,587,660
Total Cost	206,708,104	204,160,689	267,652,284	229,152,034	474,360,388	433,312,723
Accumulated depreciation						
Infrastructure	73,967,565	70,284,662	19,229,098	17,890,234	93,196,663	88,174,896
Building & improvement	27,323,935	26,296,464	81,196,963	77,003,071	108,520,898	103,299,535
Vehicles	11,497,098	11,402,214	6,866,501	7,008,172	18,363,599	18,410,386
Office equipment	2,703,701	3,053,045	108,871	101,188	2,812,572	3,154,233
Other equipment	8,463,823	8,149,021	4,857,522	3,727,171	13,321,345	11,876,192
Total Depreciation	123,956,122	119,185,406	112,258,955	105,729,836	236,215,077	224,915,242
Net Depreciated Assets	82,751,982	84,975,283	155,393,329	123,422,198	238,145,311	208,397,481
Capital Assets, net	95,469,101	95,275,229	163,676,647	149,866,518	259,145,748	245,141,747

Source: City of Decatur Notes to the Financial Statements, Note 6 Capital Assets

City investment in capital assets for governmental and business type activities is $259,145,748, net of depreciation, as of December 31, 2018, and represents an increase in net capital assets of $14,004,001.

The investment in capital assets includes land and land improvements, infrastructure and improvements, buildings and building improvements, vehicles, office equipment, and other equipment including machinery and equipment and information technology hardware and equipment. Asset categories, capitalization thresholds and depreciable life can be found in the Notes to the Financial Statements, Note 6 Capital Assets.

Major Capital Asset Construction in Progress at December 31, 2018

Primary Government		**$**	
	Brush College subway	1,561,831	Continued project
	NE drainage ditch	55,266	Continued project
	Midwest Inland Port	287,248	Continued project
	Fire facility renovations	497,896	Continued project
	Police digi-ticket system	8,280	Continued project
	Local motor fuel tax street improvements	542,685	Continued project
	Mound Spring Creek improvements	346,615	Continued project
	Taylor Stevens bridge	81,532	New project
	Street and facility lighting improvements	1,200,000	New project
	Fire facility new construction	435,340	New project
Total		5,016,693	
Business Activities			
	Drainage improvement	19,800	Continued project
	Baltimore Road reconstruction	188,580	Continued project
	Meadowlark drainage improvement	76,685	Continued project
	32nd/Fulton drainage improvement	198,864	Continued project
	Clarifier conversion	546,783	Continued project
	Lost Bridge Florian basin	515,168	Continued project
	McKinley sewer	40,919	Continued project
	Water main replacements	2,048,982	New project
	Ellen Division sewer	197,471	New project
Total		3,833,252	

Source: City of Decatur capital asset records

Capital Assets Analysis

Government wide capital assets, net of accumulated depreciation as of December 31, 2018 of $259,145,748 increased by $14,004,001 or 6% when compared to the level as of December 31, 2017.

Construction in progress capital assets and land decreased $15,743,829, whereas capitalized assets in infrastructure, buildings & improvements, vehicles, office & other equipment, net of depreciation, increased by $29,747,830 when compared to December 31, 2017.

The cost of capital assets not being depreciated decreased from $36,744,266 at December 31, 2017 to $21,000,437 at December 31, 2018, a decrease of $15,743,829, due to the decrease in construction in progress with capitalization of completed projects. Governmental activity depreciated assets decreased $2,223,301 and business activity depreciated asset increase $31,971,131.

Several major capital projects continued or were commenced in the current fiscal period, as identified in the chart above, and included capital investments in infrastructure, building & building improvements, vehicles, office and other equipment.

Total depreciation expense for the current fiscal period was $13,691,493.

Additional information on capital assets can be found in the notes to the financial statements in statement Note 1 - Summary of significant accounting policies, Capital assets, and statement Note 6. - Capital assets.

Debt Administration

Outstanding long-term debt as of December 31, 2018 is $201,441,857, an increase of $22,360.741 or 12% as compared to the outstanding debt issue as of December 31, 2017. City outstanding debt includes bond issues, notes & loans payable, compensated absences, pension obligations, and other post employment benefits ("OPEB").

$ (whole)	Debt as of Dec 31, 2017	Debt Additions	Debt Retirements	Debt as of Dec 31, 2018	Due within One Year
GO bonds	126,684,083	28,342,197	7,735,779	147,290,501	8,919,362
Notes & loans	45,440,010	7,341,538	6,152,690	46,628,858	4,347,935
Total interest bearing debt	172,124,093	35,683,735	13,888,469	193,919,359	13,267,297
Capital leases	1,138,741	331,508	503,830	966,419	505,806
Compensated absences	5,818,282	3,557,571	2,819,774	6,556,079	3,113,483
Total Debt	179,081,116	39,572,814	17,212,073	201,441,857	16,886,586

Source: City of Decatur Notes to Financial Statements, Note 8 Long-Term Debt.

New interest bearing debt instruments issued in the fiscal period include as follows:

General Obligation Series 2018 – The City issued $25,810,000 Series 2018 General Obligation Bonds dated July 17, 2018 due March 1, 2038. The bond proceeds were used to finance phase 4 (final phase) of the six (6) year $90.4 million project to dredge Lake Decatur, finance construction of three (3) new fire stations replacing current facilities, and to refinance certain indebtedness of the City (2016 Busey Bank Fire Facility Rehabilitation Note). The bonds have an interest rate of 4.00% to 5.00% with principal and interest serviced by the annual tax levy with the dredging initiative portion planned to be abated each year with debt service payable from the revenues of the water system.

In period activity on existing interest bearing debt instruments as follows:

Busey Bank Fire Facility Rehabilitation Loan 2016 – The City authorized the issuance of a loan for a maximum of $2,200,000 dated August 18, 2016 to finance the costs related to rehabilitation of certain fire station facilities within the City footprint. The Loan was refunded in 2018 with the issuance of the Series 2018 General Obligation Bonds.

Busey Bank Local Road & Street Resurfacing Loan 2016 – The City authorized the issuance of a loan for a maximum of $7,500,000 dated August 18, 2016 to finance the costs related to resurfacing of local roads and streets within the City footprint. The term of the loan is 7 years at a fixed interest rate of 2.85% with semi-annual principal and interest payments due February 15 and August 15 in the amount of $535,714, with principal and interest determination dependent upon loan draw down amounts. The City has drawn down $7,232,692 as of December 31, 2018. The outstanding principal balance is $5,089,834.

Illinois Environmental Protection Agency Sewer Loan 2016 – $8,540,319 loan with the Illinois Environmental Protection Agency (IEPA) to finance the costs related to the rehabilitation of certain main line sewer infrastructure. The project was completed in 2018. The term of the loan is 20 years for a fixed interest rate of 1.75% with semi-annual principal and interest payments due March 17 and September 17.

Illinois Environmental Protection Agency Sewer Loan 2017 – $4,012,487 loan with the Illinois Environmental Protection Agency (IEPA) to finance the costs related to the rehabilitation of certain storm sewer infrastructure. Sewer construction remains in process. The City has drawn down $2,337,368 as of December 31, 2018. The term of the loan is 20 years for a fixed interest rate of 1.75%. The semi-annual

repayment dates are scheduled to be May 21 and November 21. The loan repayment schedule has not yet been issued by the IEPA pending project completion.

Debt retirements include principal payments on general obligation bonds and principal payments on outstanding notes and loans payable in accordance with debt repayment schedules.

It is the City's policy to permit employees to accumulate a limited amount of earned compensated absences for unused vacation time, sick time and holiday time which will be paid to employees upon separation of employment from the City. A liability representing the City's commitment to fund such costs from future operations has been recorded in the Statement of Net Position in the amount of $6,556,079, as of December 31, 2018.

The City contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund ("IMRF"), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Fund, which is a single-employer pension plan; and the Firefighter's Pension Plan, which is a single-employer pension plan. None of the pension plans issue a separate annual report except for IMRF.

As of December 31, 2018, the net pension obligation of the City to the three pension plans is $136,857,521.

Effective with the fiscal year ending December 31, 2015, the City of Decatur adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* – an amendment of GASB Statements 27 and 50, related to pension plans administered through trusts and equivalent arrangements.

Effective with the fiscal year ending December 31, 2018, the City of Decatur adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions* – an amendment of GASB Statement 45, related to post-employment benefits.

In addition to providing the pension benefits described in Note 9, the City provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (Retiree Healthcare Program) and follows GASB No 75. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel policy and labor union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate annual report. As of December 31, 2018, the net OPEB obligation of the City to the Retiree Healthcare program is $9,014,045.

Additional information on debt can be found in the notes to the financial statements in statement Note 8 Long-Term Debt; statement note 9 Pension Plans; and statement note 16 Other Post-Employment Benefits.

Effective with the fiscal year ending December 31, 2017, the City of Decatur adopted GASB Statement No. 77, *Tax Abatement Disclosures* – disclosure of tax abatement information about 1) a reporting government's own tax abatement agreements and 2) those that are entered into by other governments and that reduce the reporting government's tax revenues. The Tax Abatement Disclosure is presented in Financial Statement Note 18 – Tax Abatements.

The City has no statutory legal debt limitation, according to current State of Illinois Statutes and City Code of the City of Decatur.

The City bond rating is A2, upper medium grade rating, with negative outlook, as rated by Moody's Investor Services (rating date June 21, 2018) for all general obligation debt currently outstanding.

Outstanding Lease Debt

The City has entered into various lease arrangements as lessee for the financing of certain City fleet vehicles and information technology equipment. All leases qualify as capital leases for accounting

purposes and, therefore, have been recorded at the present value of their minimum future lease payments as of the date of acquisition.

Outstanding capital lease debt as of December 31, 2018 is $966,419, a decrease of $172,322 or 15% as compared to the outstanding lease debt as of December 31, 2017.

$ (whole)	Debt as of Dec 31, 2017	Debt Additions	Debt Retirements	Debt as of Dec 31, 2018	Due within One Year
Capital lease debt					
Primary Government	1,078,472	331,508	444,880	965,100	504,487
Business Activities	60,269	-	58,950	1,319	1,319
Total Lease Debt	1,138,741	331,508	503,830	966,419	505,806

Source: Notes to Financial Statements, Note 17 Capital Leases

New capital leases issued in the fiscal period include as follows:

PNC Equipment Finance 2018 – $331,508 lease instrument for acquisition of Public Works dump truck vehicles dated February 2, 2018. Lease payment term of 7 years with annual payments commencing March 2, 2018 with final payment on September 2, 2024.

Economic Factors

Tax revenue, historically and at present, is the principal source of revenue for funding of the governmental
activities within the City of Decatur.

Tax revenue is generated from a variety of sources, including property tax, sales & use tax, state income tax, personal property replacement tax, local utility tax, state and local motor fuel tax, local food & beverage tax, local hotel use tax and other minor taxes.

Property tax revenues received by the City according to the 2018 Tax Levy in effect, provide the cash resources to fund City contributions to the Police and Firefighters Pension Funds, fund City contributions to the operation of the Decatur Public Library, provide City funding for a portion of General Obligation Bond debt payments, and provides funding for the City contribution to the City of Decatur Municipal Band.

Under current legislation, all Illinois localities assess properties based on market values. Each year properties are trended, whereby this process involves comparing property values to sales activity in the neighborhoods and adjusting the current assessed values up or down according to trended market data. Assessed values, according to state legislation, are capped at 33% of market value.

The cost of day to day City government as well as the capital spending requirements of City operations, including general government, public safety police and fire protection, public works engineering, streets, municipal services and infrastructure operations, are not funded by property tax revenues, but rather are funded by other taxes including locally imposed or state distributed sales & use tax, state income tax, local food & beverage tax, local hotel use tax, local utility tax, state and local motor fuel tax and other minor taxes.

The ability of the City to fund basic required services, such as general government, public safety, and public works operations is dependent upon community economic drivers that contribute to tax revenues

generated by those tax elements that fund these basic services, namely sales & use tax, income tax, food & beverage tax, hotel use tax, utility tax, state and local motor fuel tax and other minor taxes.

Financial stability in the City of Decatur is also dependent upon the ability of the State of Illinois to affect timely tax distributions for sales & use tax, income tax, and other tax distributions due to the City in order to secure cash flow and expense coverage normality without additional burden to the City.

Management of the City of Decatur will continue to manage the financial affairs of the City from a posture of fiscal conservatism and restraint similar to the management practices that have been engaged in recent and past fiscal periods.

City Management believes that the national and local economy will continue to strengthen, albeit, at a slow and deliberate pace in accordance to the predictions of national and state governmental economists, with low inflation over the near-term future fiscal periods. In addition, job creation in the local economic sector is the primary engine that will drive local economic development and stability.

Future Fiscal Year Budget

The City will engage to ensure effective delivery of required services to taxpayers and citizens within the constraints of available financial resources. The City will continue to provide required services within the constraints of a balanced general fund budget.

The City is committed to creating a budget for future fiscal periods that will remain fiscally responsible to the effective delivery of required services to citizens and stakeholders within the revenue constraints available.

Requests for Information

This Management Discussion & Analysis as contained within the City of Decatur Comprehensive Annual Financial Report is intended to provide readers with a general overview of the financial affairs of the City as of December 31, 2018 and for the twelve-month period then ended. Questions concerning any of the information provided in this report, or requests for additional information, should be addressed to:

Gregg D. Zientara
City Treasurer & Director of Finance
City of Decatur

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City of Decatur, Illinois
June 12, 2019

CITY OF DECATUR, ILLINOIS
STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS				
Cash and Cash Equivalents	$ 22,491,491	$ 38,002,423	$ 60,493,914	$ 903,549
Investments	7,809,324	4,604,705	12,414,029	-
Receivables:				
Property Taxes, Net	16,274,143	-	16,274,143	-
Illinois Municipal Sales Tax	6,573,338	-	6,573,338	-
Other Taxes	2,456,586	-	2,456,586	-
Due from Other Governments	716,783	-	716,783	-
Accounts Receivable	333,720	5,942,425	6,276,145	62,898
Notes Receivable	417,421	-	417,421	-
Other	43,445	13,953	57,398	85,758
Internal Balances	(1,083,553)	1,083,553	-	-
Prepaid Items	890,723	-	890,723	-
Inventories	312,457	649,313	961,770	5,732
Capital Assets Not Being Depreciated	12,717,119	8,283,318	21,000,437	3,812,748
Capital Assets Being Depreciated, Net	82,751,982	155,393,329	238,145,311	2,227,900
Total Assets	152,704,979	213,973,019	366,677,998	7,098,585
DEFERRED OUTFLOW OF RESOURCES				
Deferred Amount Related to Pension Liability	19,238,097	601,111	19,839,208	-
LIABILITIES				
Accounts Payable	2,711,900	10,912,640	13,624,540	29,271
Contracts Payable	83,163	1,152,976	1,236,139	-
Interest Payable	343,163	1,568,498	1,911,661	-
Claims Payable	3,396,727	-	3,396,727	-
Other Accrued Liabilities	1,425,767	199,612	1,625,379	16,718
Unearned Revenue	-	1,130,149	1,130,149	32,058
Long-Term Obligations, Due Within One Year:				
Bonds Payable	1,917,123	7,002,239	8,919,362	-
Capital Leases	504,487	1,319	505,806	-
Notes Payable	1,861,765	2,486,170	4,347,935	-
Compensated Absences	2,864,103	249,380	3,113,483	14,527
Long-Term Obligations, Due in More Than One Year:				
Bonds Payable	29,787,144	108,583,995	138,371,139	-
Capital Leases	460,613	-	460,613	-
Notes Payable	6,034,035	36,246,888	42,280,923	-
Net Pension Liability	136,470,274	387,247	136,857,521	-
Other Post-Employment Benefits	7,166,166	1,847,879	9,014,045	-
Compensated Absences	3,166,857	275,739	3,442,596	-
Total Liabilities	198,193,287	172,044,731	370,238,018	92,574
DEFERRED INFLOWS OF RESOURCES				
Subsequent Year's Property Taxes	16,312,602	-	16,312,602	-
Deferred Amount Related to Pension Liability	7,868,701	1,363,529	9,232,230	-
Deferred Amount Related to OPEB Liability	357,413	92,163	449,576	-
Deferred Operating Contribution Receipts and Grants	-	-	-	950,923
Total Deferred Inflows of Resources	24,538,716	1,455,692	25,994,408	950,923
NET POSITION				
Net Investment in Capital Assets	63,174,639	21,071,574	84,246,213	6,040,648
Restricted for Economic Development	2,107,318	-	2,107,318	-
Restricted for Transportation and Highway	4,326,257	-	4,326,257	-
Restricted for Education	1,516,926	-	1,516,926	-
Restricted for Culture	28,835	-	28,835	-
Restricted for Public Safety	8,978,608	-	8,978,608	-
Restricted for Debt Service	650,693	-	650,693	-
Unrestricted Net Position	(131,572,203)	20,002,133	(111,570,070)	14,440
Total Net Position	$ (50,788,927)	$ 41,073,707	$ (9,715,220)	$ 6,055,088

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
					Primary Government			
Functions/Programs	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Component Unit
Primary Government:								
Governmental Activities:								
General Government	$ 10,965,571	$ 8,761,600	$ 1,568,546	$ -	$ (635,425)	$ -	$ (635,425)	$ -
Economic Development	2,949,475	-	-	-	(2,949,475)	-	(2,949,475)	-
Public Safety	44,498,772	308,143	77,828	-	(44,112,801)	-	(44,112,801)	-
Public Works	19,805,154	-	217,501	392,178	(19,195,475)	-	(19,195,475)	-
Culture	107,556	-	-	-	(107,556)	-	(107,556)	-
Education	4,362,304	36,937	-	-	(4,325,367)	-	(4,325,367)	-
Interest and Other Charges	1,910,688	-	-	-	(1,910,688)	-	(1,910,688)	-
Debt Issuance Costs	145,677	-	-	-	(145,677)	-	(145,677)	-
Total Governmental Activities	84,745,197	9,106,680	1,863,875	392,178	(73,382,464)	-	(73,382,464)	-
Business-Type Activities:								
Water	23,757,319	30,882,324	346,692	-	-	7,471,697	7,471,697	-
Mass Transit	8,345,210	572,665	7,348,450	-	-	(424,095)	(424,095)	-
Fiber Optics	81,827	174,452	-	-	-	92,625	92,625	-
Waste Removal	636,716	693,564	-	-	-	56,848	56,848	-
Storm Water	882,248	1,600,525	-	-	-	718,277	718,277	-
Sewer	4,629,813	6,025,732	-	-	-	1,395,919	1,395,919	-
Total Business-Type Activities	38,333,133	39,949,262	7,695,142	-	-	9,311,271	9,311,271	-
Total Primary Government	$ 123,078,330	$ 49,055,942	$ 9,559,017	$ 392,178	(73,382,464)	9,311,271	(64,071,193)	-
Component Unit								
Civic Center Authority	$ 1,673,452	$ 976,744	$ 1,037,195	$ 416,835				757,322
		General Revenues:						
		Taxes:						
		Property Taxes			15,360,391	-	15,360,391	-
		Utility Taxes			7,521,376	-	7,521,376	-
		Food and Beverage Taxes			3,293,553	-	3,293,553	-
		Hotel and Motel Taxes			945,345	-	945,345	-
		Local Sales Tax			10,136,102	-	10,136,102	-
		Local Use Tax			2,204,612	-	2,204,612	-
		Motor Fuel Tax			1,816,245	-	1,816,245	-
		Other Taxes			4,717,264	-	4,717,264	-
		Intergovernmental (State Sales and Income Tax)			18,810,796	-	18,810,796	-
		Investment Earnings			226,065	749,915	975,980	1,625
		Gain (Loss) on Sale of Capital Assets			-	(34,939)	(34,939)	-
		Other General Revenues			1,224,156	-	1,224,156	-
		Transfers			1,839,677	(1,839,677)	-	-
		Total General Revenues and Transfers			68,095,582	(1,124,701)	66,970,881	1,625
		CHANGE IN NET POSITION			(5,286,882)	8,186,570	2,899,688	758,947
		Net Position - Beginning of Year, As Restated			(45,502,045)	32,887,137	(12,614,908)	5,296,141
		NET POSITION - END OF YEAR			$ (50,788,927)	$ 41,073,707	$ (9,715,220)	$ 6,055,088

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
GOVERNMENTAL FUNDS
BALANCE SHEET
DECEMBER 31, 2018

	General Fund	Nonmajor Governmental Funds	Total
ASSETS			
Cash and Investments	$ 5,328,820	$ 20,562,646	$ 25,891,466
Receivables:			
Property Taxes, Net	9,274,525	6,999,618	16,274,143
Illinois Municipal Sales Tax	6,501,761	71,577	6,573,338
Other Taxes	2,237,105	219,481	2,456,586
Due from Other Governments	10,657	706,126	716,783
Due from Other Funds	17,364	30,485	47,849
Accounts Receivable	285,061	47,045	332,106
Notes Receivable	-	417,421	417,421
Other	20,409	23,036	43,445
Prepaid Items	800,409	3,280	803,689
Inventories	20,444	-	20,444
Total Assets	$ 24,496,555	$ 29,080,715	$ 53,577,270
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	$ 643,951	$ 1,980,199	$ 2,624,150
Contracts Payable	28,808	54,355	83,163
Other Accrued Liabilities	960,083	448,698	1,408,781
Due to Other Funds	-	2,225,665	2,225,665
Total Liabilities	1,632,842	4,708,917	6,341,759
DEFERRED INFLOWS OF RESOURCES			
Subsequent Year's Property Taxes	9,274,525	7,038,077	16,312,602
Unavailable Taxes and Grants	2,811,127	286,694	3,097,821
Total Deferred Inflows of Resources	12,085,652	7,324,771	19,410,423
FUND BALANCES			
Nonspendable:			
Prepaid Items	800,409	3,280	803,689
Inventories	20,444	-	20,444
Restricted:			
Transportation and Highway	-	4,314,118	4,314,118
Culture	-	28,835	28,835
Economic Development	-	2,085,771	2,085,771
Public Safety	-	8,978,608	8,978,608
Education	-	1,516,926	1,516,926
Debt Service	-	987,515	987,515
Committed:			
Economic Development	-	20,874	20,874
Public Safety	-	832,032	832,032
Unassigned	9,957,208	(1,720,932)	8,236,276
Total Fund Balances	10,778,061	17,047,027	27,825,088
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 24,496,555	$ 29,080,715	$ 53,577,270

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
RECONCILIATION OF GOVERNMENTAL FUNDS – BALANCE SHEET TO STATEMENT OF NET POSITION
DECEMBER 31, 2018

Total Fund Balances - Governmental Funds		$ 27,825,088
Amounts reported for governmental activities in the statement of net position are difference because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Capital Assets	$ 219,425,223	
Accumulated Depreciation	(123,956,122)	
Net Capital Assets		95,469,101
Deferred inflows of resources related to taxes and grants receivable are not available until future periods; therefore, they are not reported in the funds.		3,097,821
Net deferred inflows and outflows of resources related to pensions are applicable to future periods; therefore, they are not reported in the funds.		11,369,396
Net deferred inflows and outflows of resources related to OPEB are applicable to future periods; therefore, they are not reported in the funds.		(357,413)
Internal service funds are used by the City to charge the costs of certain activities to individual funds. Certain assets and liabilities of the internal service funds are included in governmental activities in the statement of net position (capital asset are included above and long term liabilities below).		2,376,469
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.		(336,822)
Some liabilities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of:		
Compensated Absences Payable	(6,030,960)	
Net Pension Liability	(136,470,274)	
Other Post-Employment Benefits	(7,166,166)	
Capital Leases	(965,100)	
Bonds Payable	(31,704,267)	
Notes Payable	(7,895,800)	
Total Long-Term Liabilities		(190,232,567)
Net Position of Governmental Activities		$ (50,788,927)

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2018

	General Fund	Nonmajor Governmental Funds	Total
REVENUES			
Taxes	$ 32,470,060	$ 7,878,490	$ 40,348,550
Charges for Service	6,271,779	-	6,271,779
Investment Income and Net Increase in Fair Value of Investments	51,931	146,142	198,073
Intergovernmental	22,230,103	4,205,488	26,435,591
Licenses and Permits	1,284,029	-	1,284,029
Fines and Fees	1,208,492	342,380	1,550,872
Other Revenue	1,248,424	1,253,453	2,501,877
Total Revenues	64,764,818	13,825,953	78,590,771
EXPENDITURES			
Current:			
General Government	9,069,176	-	9,069,176
Economic Development	-	2,949,475	2,949,475
Public Safety	44,527,591	1,719,368	46,246,959
Culture	-	94,374	94,374
Public Works	8,540,317	6,835,226	15,375,543
Education	-	4,265,783	4,265,783
Debt Service:			
Principal Retirement	610,677	5,422,910	6,033,587
Interest and Other Charges	32,405	1,304,419	1,336,824
Bond Issuance Costs	-	145,677	145,677
Total Expenditures	62,780,166	22,737,232	85,517,398
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing Sources (Uses)	1,984,652	(8,911,279)	(6,926,627)
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	1,550	18,246	19,796
Loan Proceeds/Issuance of Debt	-	13,354,680	13,354,680
Premium on Issuance of Debt	-	967,299	967,299
Transfers In	1,324,109	2,049,605	3,373,714
Transfers Out	(1,292,000)	(242,037)	(1,534,037)
Total Other Financing Sources (Uses)	33,659	16,147,793	16,181,452
Net Change in Fund Balances	2,018,311	7,236,514	9,254,825
FUND BALANCES			
Beginning of Year	8,759,750	9,810,513	18,570,263
End of Year	$ 10,778,061	$ 17,047,027	$ 27,825,088

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

Net Change in Total Fund Balance		$ 9,254,825
Amounts reported for governmental activities in the Statement of Activities are different because:		
Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds.		
Taxes and Grants Received		19,346
Some expenditures reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported in the governmental funds.		
Increase in Long-Term Compensated Absences	$ (700,469)	
Increase in Accrued Interest on Debt	(142,978)	
		(843,447)
Governmental funds report purchases of capital assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.		
Capital Expenditures	7,945,441	
Depreciation	(6,611,519)	
		1,333,922
The effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins and donations) which do not affect change in fund balance.		
Capital Contribution	392,178	
Proceeds from Sale of Capital Assets	(19,796)	
Loss on Disposal of Capital Assets	(1,441,238)	
		(1,068,856)
Internal service funds are used by the City to charge the costs of certain activities to individual funds. A portion of the net income of the internal service funds is reported with governmental activities on the Statement of Activities.		(1,912,338)

(Continued)

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED DECEMBER 31, 2018

Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Capital Lease Obligation	$ 398,094	
Note and Bond Obligations	5,622,317	
		$ 6,020,411
Issuance of long-term debt provides current financial resources to governmental funds, but the issuance increases long-term debt in the Statement of Net Position.		
Note and Bond Obligations	(14,321,979)	
		(14,321,979)
Governmental funds report pension contributions as expenditures when made. However, in the Statement of Activities, pension expense is the cost of benefits earned, adjusted for member contributions, the recognition of changes in deferred inflows and outflows of resources related to pensions, and the investment experience.		(3,940,597)
Governmental funds do not report OPEB. However, in the Statement of Activities, OPEB expense includes the cost of benefits earned and the recognition of changes in deferred outflows of resources and deferred inflows of resources related to OPEB.		134,096
Bonds premiums/discounts on issuance were reported in the governmental funds. However, these amounts have been deferred and amortized in the Statement of Net Position:		
Amortization on Bond Premium		37,735
Change in Net Position of Governmental Activities		$ (5,286,882)

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Business-Type Activities					
	Major Enterprise Funds					Governmental Activities -
ASSETS	Water Fund	Sewer Fund	Mass Transit Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
CURRENT ASSETS						
Cash and Cash Equivalents	$ 28,275,939	$ 7,153,254	$ 19,532	$ 2,553,698	$ 38,002,423	$ 4,409,349
Investments	4,604,705	-	-	-	4,604,705	-
Receivables:						
Accounts Receivable	2,977,001	314,943	2,378,306	272,175	5,942,425	1,614
Interest Receivable	13,953	-	-	-	13,953	-
Due from Other Funds	2,577,816	-	-	-	2,577,816	-
Inventories	403,873	-	245,440	-	649,313	292,013
Prepaid Expenses	-	-	-	-	-	87,034
Total Current Assets	38,853,287	7,468,197	2,643,278	2,825,873	51,790,635	4,790,010
NONCURRENT ASSETS						
Capital Assets:						
Land	3,550,667	-	899,399	-	4,450,066	-
Construction in Progress	2,595,766	753,557	-	483,929	3,833,252	-
Buildings	46,768,047	526,925	4,340,990	-	51,635,962	-
Improvements Other Than Buildings	153,963,612	30,330,360	211,140	4,504,549	189,009,661	-
Machinery and Equipment	18,918,593	1,178,502	6,867,936	41,630	27,006,661	9,017,548
Subtotal	225,796,685	32,789,344	12,319,465	5,030,108	275,935,602	9,017,548
Less: Accumulated Depreciation	92,189,696	9,843,531	10,172,748	52,980	112,258,955	7,124,208
Total Capital Assets	133,606,989	22,945,813	2,146,717	4,977,128	163,676,647	1,893,340
Total Noncurrent Assets	133,606,989	22,945,813	2,146,717	4,977,128	163,676,647	1,893,340
Total Assets	172,460,276	30,414,010	4,789,995	7,803,001	215,467,282	6,683,350
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Amount Related to Pension	601,111	-	-	-	601,111	114,497
LIABILITIES						
CURRENT LIABILITIES						
Accounts Payable	9,116,108	550,932	66,178	1,179,422	10,912,640	87,750
Contracts Payable	984,623	6,937	-	161,416	1,152,976	-
Claims Payable	-	-	-	-	-	3,396,727
Interest Payable	1,478,715	85,951	3,832	-	1,568,498	6,341
Other Accrued Liabilities	115,384	-	84,228	-	199,612	16,986
Compensated Absences	99,392	-	149,988	-	249,380	25,826
Unearned Revenue	-	-	1,130,149	-	1,130,149	-
Capital Lease Payable	1,319	-	-	-	1,319	43,582
Notes Payable	1,651,150	798,196	36,824	-	2,486,170	73,609
Bonds Payable	7,002,239	-	-	-	7,002,239	-
Due to Other Funds	-	-	400,000	-	400,000	-
Total Current Liabilities	20,448,930	1,442,016	1,871,199	1,340,838	25,102,983	3,650,821
NONCURRENT LIABILITIES						
Compensated Absences	109,898	-	165,841	-	275,739	-
Net Pension Liability	387,247	-	-	-	387,247	73,761
Other Post-Employment Benefits	1,847,879	-	-	-	1,847,879	351,548
Capital Lease Payable	-	-	-	-	-	241,140
Notes Payable	17,931,953	15,773,061	204,506	2,337,368	36,246,888	672,878
Bonds Payable	108,583,995	-	-	-	108,583,995	-
Total Noncurrent Liabilities	128,860,972	15,773,061	370,347	2,337,368	147,341,748	1,339,327
Total Liabilities	149,309,902	17,215,077	2,241,546	3,678,206	172,444,731	4,990,148
DEFERRED INFLOWS OF RESOURCES						
Deferred Amount Related to OPEB Liability	92,163	-	-	-	92,163	17,533
Deferred Amount Related to Pension	1,363,529	-	-	-	1,363,529	259,720
Total Deferred Inflows of Resources	1,455,692	-	-	-	1,455,692	277,253
NET POSITION						
Net Investment in Capital Assets	10,151,871	6,374,556	1,905,387	2,639,760	21,071,574	862,131
Unrestricted	12,143,922	6,824,377	643,062	1,485,035	21,096,396	668,315
Total Net Position	$ 22,295,793	$ 13,198,933	$ 2,548,449	$ 4,124,795	42,167,970	$ 1,530,446
Some amounts reported for business-type activities in the statement of net position are different because certain Internal Service Funds net position is included with business-type activities					(1,094,263)	
Net Position of Business-Type Activities					$ 41,073,707	

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018

	Business-Type Activities					Governmental Activities -
	Major Enterprise Funds					
	Water Fund	Sewer Fund	Mass Transit Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES						
Charges for Services	$ 30,813,662	$ 6,025,423	$ 559,813	$ 2,468,432	$ 39,867,330	$ 12,244,714
Payroll Deductions/Retiree Contributions	-	-	-	-	-	2,105,044
Other Revenues	68,662	309	12,852	109	81,932	114,932
Total Operating Revenues	30,882,324	6,025,732	572,665	2,468,541	39,949,262	14,464,690
OPERATING EXPENSES						
Personnel Services	4,543,393	-	5,239,248	-	9,782,641	755,427
Contractual Services	4,403,598	3,510,037	684,688	1,506,057	10,104,380	1,432,034
Supplies	2,705,974	10,468	1,053,503	48,113	3,818,058	1,037,806
Other Charges	844,218	827	429,916	-	1,274,961	13,524,110
Depreciation and Amortization	5,782,495	828,893	421,965	46,621	7,079,974	440,690
Total Operating Expenses	18,279,678	4,350,225	7,829,320	1,600,791	32,060,014	17,190,067
OPERATING INCOME (LOSS)	12,602,646	1,675,507	(7,256,655)	867,750	7,889,248	(2,725,377)
NONOPERATING REVENUES (EXPENSES)						
Investment Income and Net Increase in Fair Value of Investments	697,516	37,835	1,332	13,232	749,915	27,992
Intergovernmental Revenue	346,692	-	7,348,450	-	7,695,142	-
Interest and Other Charges	(5,203,535)	(279,588)	(7,752)	-	(5,490,875)	(26,787)
Gain (Loss) on Disposal of Assets	2,187	-	(37,126)	-	(34,939)	29,589
Total Nonoperating Revenues (Expenses)	(4,157,140)	(241,753)	7,304,904	13,232	2,919,243	30,794
INCOME (LOSS) BEFORE OTHER FINANCING SOURCES (USES)	8,445,506	1,433,754	48,249	880,982	10,808,491	(2,694,583)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	605,000	605,000	-
Transfers Out	(2,142,088)	(296,595)	-	(5,994)	(2,444,677)	-
Net Other Financing Sources (Uses)	(2,142,088)	(296,595)	-	599,006	(1,839,677)	-
CHANGE IN NET POSITION	6,303,418	1,137,159	48,249	1,479,988	8,968,814	(2,694,583)
NET POSITION						
Beginning of Year, As Restated	15,992,375	12,061,774	2,500,200	2,644,807		4,225,029
End of Year	$ 22,295,793	$ 13,198,933	$ 2,548,449	$ 4,124,795		$ 1,530,446

Reconciliation to Statement of Activities:	
Certain amounts for the Internal Service Funds are allocated to business-type activities in the Statement of Activities	(782,244)
Net Business-Type Activities	$ 8,186,570

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018

	Business-Type Activities					Governmental Activities -
	Major Enterprise Funds					
	Water Fund	Sewer Fund	Mass Transit Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Received from Charges for Services	$ 32,997,909	$ 5,998,522	$ 703,416	$ 2,462,948	$ 42,162,795	$ 14,486,308
Cash Paid to Suppliers for Goods and Services	(10,728,868)	(3,810,575)	(3,770,310)	(2,063,871)	(20,373,624)	(15,011,584)
Cash Paid to Employees/Contract Employees	(4,570,668)	-	(5,242,831)	-	(9,813,499)	(639,892)
Net Cash Provided (Used) by Operating Activities	17,698,373	2,187,947	(8,309,725)	399,077	11,975,672	(1,165,168)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Intergovernmental Revenue	346,692	-	8,478,599	-	8,825,291	-
Cash Transfers from Other Funds	-	-	-	605,000	605,000	-
Cash Transfers to Other Funds	(2,142,088)	(296,595)	-	(5,994)	(2,444,677)	-
Net Cash Provided (Used) by Noncapital Financing Activities	(1,795,396)	(296,595)	8,478,599	599,006	6,985,614	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of Capital Assets	(13,365,020)	(2,626,385)	(129,485)	(1,628,820)	(17,749,710)	(369,495)
Proceeds from the Acquisition of Debt	17,774,898	2,417,465	-	1,169,393	21,361,756	331,508
Proceeds from the Sale of Capital Assets	1,750	-	5,370	-	7,120	29,589
Principal Payment on Debt	(7,529,308)	(653,180)	(35,425)	-	(8,217,913)	(116,398)
Interest Payments and Other Charges	(5,201,348)	(239,433)	(8,588)	-	(5,449,369)	(23,892)
Net Cash Used by Capital and Related Financing Activities	(8,319,028)	(1,101,533)	(168,128)	(459,427)	(10,048,116)	(148,688)
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase of Investments	(4,038,855)	-	-	-	(4,038,855)	-
Proceeds from Sale of Investments	545,274	-	-	-	545,274	-
Investment Income	697,516	37,835	1,332	13,232	749,915	27,992
Net Cash Provided (Used) by Investing Activities	(2,796,065)	37,835	1,332	13,232	(2,743,666)	27,992
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,787,884	827,654	2,078	551,888	6,169,504	(1,285,864)
Cash and Cash Equivalents - Beginning of Year	23,488,055	6,325,600	17,454	2,001,810	31,832,919	5,695,213
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 28,275,939	$ 7,153,254	$ 19,532	$ 2,553,698	$ 38,002,423	$ 4,409,349

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED DECEMBER 31, 2018

	Business-Type Activities					Governmental Activities - Internal Service Funds
	Major Enterprise Funds					
	Water Fund	Sewer Fund	Mass Transit Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	$ 12,602,646	$ 1,675,507	$ (7,256,655)	$ 867,750	$ 7,889,248	$ (2,725,377)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation	5,782,495	828,893	421,965	46,621	7,079,974	440,690
Unrealized Gain on Investments	(6,421)	-	-	-	(6,421)	-
Effects of Changes in Operating Assets and Liabilities:						
Receivables	(10,369)	(27,210)	130,751	(5,593)	87,579	22,442
Other Receivable	(9,451)	-	-	-	(9,451)	-
Inventories	(70,954)	-	(25,477)	-	(96,431)	(21,866)
Prepaid Items	-	-	-	-	-	(37,034)
Due from Other Funds	2,141,826	-	-	-	2,141,826	-
Accounts Payable	3,690,107	(90,488)	(73,904)	(524,042)	3,001,673	1,133,864
Contracts Payable	(3,594,231)	(198,755)	-	14,341	(3,778,645)	-
Compensated Absences	30,104	-	-	-	30,104	-
OPEB	(128,525)	-	-	-	(128,525)	(24,451)
Other Liabilities	15,257	-	(3,583)	-	11,674	8,313
Deferred Outflows	98,815	-	-	-	98,815	(24,207)
Net Pension Liability	(1,797,263)	-	-	-	(1,797,263)	(266,052)
Deferred Inflows-Pensions	1,662,173		-	-	1,662,173	324,762
Deferred Inflows-OPEB	92,163			-	92,163	17,533
Due to Other Funds	(2,800,000)	-	(1,502,822)	-	(4,302,822)	(12,962)
Unearned Revenue	-	-	-	-	-	(824)
Net Cash Provided (Used) by Operating Activities	$ 17,698,372	$ 2,187,947	$ (8,309,725)	$ 399,077	$ 11,975,671	$ (1,165,169)
SUPPLEMENTAL DISCLOSURE OF NONCASH INFORMATION						
Noncash Transactions	$ 4,659,027	$ 2,289,307	$ 62,228	$ 840,271	$ 7,850,833	$ -

NONCASH TRANSACTIONS

Property and equipment purchases in the Sewer Fund for which the cash has not been disbursed but rather is in accounts payable amounted to $51,069.

Property and equipment purchases in the Sewer Fund for prior year which the cash had not been disbursed but rather was in accounts payable amounted to $2,303,500, which was reversed out in the current year.

Property and equipment purchases in Water Fund for prior year which the cash had not been disbursed but rather was in accounts payable or contracts payable amounted to $4,716,001, which was reversed out in the current year.

Property and equipment purchases in the Water Fund for which the cash has not been disbursed but rather is in accounts payable or contracts payable amounted to $9,375,028.

Property and equipment purchases in the Storm Water Fund for which the cash has not been disbursed but rather is in accounts payable amounted to $1,004,247.

Property and equipment purchases in the Storm Water Fund for prior year which the cash had not been disbursed but rather was in accounts payable amounted to $409,814, which was reversed out in the current year.

Property and equipment purchases in the Mass Transit Fund for prior year which the cash had not been disbursed but rather was in accounts payable amounted to $62,228, which was reversed out in the current year.

Property and equipment purchases in the Fiber Optics Fund for which the cash has not been disbursed but rather is in accounts payable amounted to $245,838.

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
PENSION TRUST FUNDS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2018

ASSETS

Cash and Short-Term Investments	$ 9,475,773
Accrued Interest	399,951
Investments, at Fair Value:	
U.S. Government Obligations	32,015,689
Mutual Funds	82,502,843
Common Stock	23,895,552
Annuities	145,987
Municipal Bonds	3,088,809
Corporate Bonds	24,014,745
Total Investments	165,663,625
Total Assets	$ 175,539,349

LIABILITIES AND NET POSITION

CURRENT LIABILITIES	
Accounts Payable	$ 94,683
Total Current Liabilities	94,683
NET POSITION	
Net Position Restricted for Pensions	175,444,666
Total Liabilities and Net Position	$ 175,539,349

See accompanying Notes to Financial Statements.

CITY OF DECATUR, ILLINOIS
PENSION TRUST FUNDS
STATEMENT OF CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018

ADDITIONS	
Contributions:	
Employer	$ 10,325,378
Plan Member	2,231,467
Miscellaneous Revenue	39,412
Total Contributions	12,596,257
Investment Earnings:	
Interest and Dividends	1,880,120
Net Decrease in the Fair Value of Investments	(10,958,962)
Total Investment Income	(9,078,842)
Less: Investment Expense	410,358
Net Investment Income (Loss)	(9,489,200)
Total Additions	3,107,057
DEDUCTIONS	
Benefits and Refunds	15,734,708
Administrative Expense	232,748
Total Deductions	15,967,456
CHANGE IN NET POSITION	(12,860,399)
Net Position - Beginning of Year	188,305,065
NET POSITION - END OF YEAR	$ 175,444,666

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Decatur, Illinois (the City) have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) applicable to governments as promulgated by the Governmental Accounting Standards Board (GASB). The more significant of these accounting policies are as follows:

The Financial Reporting Entity

The City of Decatur, Illinois is a municipal corporation with a council/manager form of government. Revenues are substantially generated as a result of taxes assessed and allocated to the City (examples would be property, sales, income, and state motor fuel taxes), locally imposed and collected taxes (examples would be food and beverage, hotel use, local motor fuel), charges for services performed and governmental grants. Revenues are therefore dependent on the economy within the territorial boundaries of the City and nearby surrounding area and the appropriations of entitlements at the state and federal government level. Taxable industry within the area is primarily manufacturing and retail. The surrounding area has a substantial agricultural base.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The City's reporting entity includes the City's governing board and all related organizations for which the City is financially accountable.

Blended Component Unit

DCDF, Inc. is a nonprofit corporation which finances and subsidizes housing rehabilitation activities within the City. DCDF, Inc. members are comprised entirely of the City Council and the Mayor. The members, who are the governing body of DCDF, Inc., appoint a six member advisory board. The members retain ultimate control over DCDF, Inc. Therefore, DCDF, Inc. is reported as if it were part of the primary government. DCDF, Inc. is the vehicle through which a portion of the City's redevelopment efforts are conducted. All of DCDF, Inc.'s activities are directed entirely by the City. In addition, the City's employees are responsible for the day-to-day administrative and financial management of DCDF, Inc., and grant funds used by DCDF, Inc. are in the City's name. DCDF, Inc. is included as a nonmajor special revenue fund in the City's financial statements. Separate financial statements are not issued for this component unit.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Financial Reporting Entity (Continued)

Discretely Presented Component Unit

The Decatur Metropolitan Exposition, Auditorium and Office Building Authority (Civic Center Authority) was made possible by Act 265 of the Illinois Compiled Statutes (70ILCS265/1 et seq). Its primary purpose is to provide office space and administrative services for various meeting and entertainment functions. The Mayor of the City appoints the board of directors. The Civic Center Authority imposes a financial burden upon the City due to an intergovernmental cooperation agreement in which the City agreed to pay all cash operating deficits of the Civic Center Authority. The Civic Center Authority does not have a legally adopted budget.

Complete financial statements for the Civic Center Authority may be obtained at Civic Center Authority, #1 Gary K. Anderson Plaza, Decatur, Illinois 62523.

Related Organizations

The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments.

Joint Venture

The City is a participant with Macon County, Illinois (the County) in a nonequity joint venture to provide financial support for the Central Illinois Regional Dispatch Center (CIRDC). The Central Illinois Regional Dispatch Center (CIRDC), is a separate legal entity, owns and operates the Central Illinois Regional Dispatch Center. The CIRDC is governed by a three-member board composed of the Macon County Board Chair, the Mayor of the City of Decatur, and an at large member of the community recommended by the Macon County Emergency Telephone System Board. Complete financial statements for the CIRDC can be obtained from the CIRDC's administrative office at 141 S. Main Street, Suite 810, Decatur, Illinois 62523.

Basis of Presentation

The City's basic financial statements consist of City-wide statements, including a statement of net position and a statement of activities, and fund-financial statements, which provide a more detailed level of financial information. The City-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

City-Wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. In the City-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the consolidated financial statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The City-wide statement of activities reflects both the direct expenses and net cost of each function of the City's governmental activities and business-type activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the City.

Fund Financial Statements

The financial transactions of the City are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting

City-Wide Financial Statements

The City-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The City has reported three categories of program revenues in the statement of activities (1) fees, fines, and charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources; they reduce the net cost of each function to be financed from the City's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing-up" effect on assets and liabilities within the governmental and business-type activities columns for amounts reported in the individual funds as interfund receivables and payables. Similarly, transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental or proprietary funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net position as accounts receivable or payable to external parties.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the City considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes, income taxes, and other taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. Nonexchange transactions, in which the City receives value without directly giving equal value in return, include taxes, grants, and donations. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

Fund Financial Statements (Continued)

Unearned revenue is reported on the governmental fund balance sheet. Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Unearned revenue includes grant awards received but unearned because the fulfillment of expenditure provisions has not yet occurred.

Proprietary funds separate all activity into two categories: operating and nonoperating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Nonoperating revenues and expenses entail all other activity not included in operating revenues and expenses. Nonoperating revenues and expenses include capital and noncapital financing activities and investing activities.

Differences occur from the manner in which the governmental activities and the City-wide financial statements are prepared due to the inclusion of capital asset and long-term debt activity, as an example. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the City-wide statements and the statements for governmental funds.

The City reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the City. It is used to account for all of the general revenues of the City which are not specifically levied or collected for other City funds, and for expenditures related to public works, public safety, and other general governmental activities of the City.

Proprietary Funds

Proprietary funds are used to account for those City activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

The City reports the following major proprietary funds:

Water Fund – This fund accounts for the construction, operation, and maintenance of the City-owned water treatment and distribution system. Revenues are generated through charges to users based upon water consumption.

Sewer Fund – This fund accounts for the construction, operation, and maintenance of the City-owned sanitary sewer collection system.

Mass Transit Fund – This fund accounts for the operation and maintenance of the City-owned public transit system.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, other governments, or other funds. These include Pension Trust Funds. The Pension Trusts include the Fire Pension Fund and Police Pension Fund which account for activities as prescribed by the statutes of the state of Illinois.

In addition to the major funds mentioned above, the City uses the following fund types:

Governmental Fund Types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Funds – Debt Service Funds are used to account for the City's accumulation of resources for, and the payment of, long-term debt, principal, interest, and related costs.

Capital Projects Funds – The Capital Projects Funds are used to account for the City's purchase or construction of major capital facilities, which are not financed by other funds.

Proprietary Fund Types:

Enterprise Funds – The Enterprise Funds operations are financed similar to a private business enterprise; the intent is that the cost of the service is financed by user charges, and the activities be measured on a net income basis.

Internal Service Funds – The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government, on a cost-reimbursement basis. Such goods and services include maintenance of City vehicles, and administration of the City's self-insurance policies, including risk management and employee benefit insurance.

Pooled Cash and Investments

The City maintains pooled cash accounts for different fund groups which are used to account for all cash and investment transactions of that group. Monthly interest income of each pool is distributed to the individual funds based on their average cash balance in the pool during that period.

Investments are stated at fair value.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash Equivalents

For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Inventories

The only significant inventories are those of supplies and parts in the Water Fund, Mass Transit Fund, and Fleet Maintenance Fund which are valued at the lower of cost or market, with cost determined on a first-in first-out basis. A perpetual inventory system is used which is adjusted annually based on a physical count. Cost is recorded at the time of purchase and is charged to the appropriate activity when consumed.

Long-Term Debt

In the City-wide financial statements and in the proprietary fund financial statements, long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., streets, sewer lines, water mains), are reported in the applicable governmental or business-type activities columns in the City-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost meeting certain capitalization thresholds and a useful life of more than two years. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements to land and buildings are capitalized.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Interest incurred during the construction phase of capital assets of enterprise funds is included as part of the capitalized value of the assets constructed. The amount of interest capitalized depends on the specific circumstances. This year, interest of $415,929 was capitalized.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Category of Assets	Capitalization Threshold	Estimated Useful Life
Building and Other Improvements	$50,000 (Improvements) $100,000 (New)	10 to 50 Years
Infrastructure – Roads	$50,000 (Improvements) $100,000 (New)	18 to 50 Years
Office Furniture	$5,000	5 Years
Office Equipment	$5,000	4 to10 Years
Water Treatment Equipment	$5,000	15 to 20 Years
Automobiles	$5,000	2 to 7 Years
Trucks	$5,000	2 to 8 Years
Buses	$5,000	12 Years
Other Vehicles	$5,000	2 to 10 Years
Other Machinery and Equipment	$5,000	4 to 20 Years

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity Classifications

Fund equity, representing the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources, is classified as follows in the City's financial statements:

Government-Wide Statements

Fund equity is classified as net position in the government-wide financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement for those assets (net of any unspent debt proceeds). Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted.

Fund Financial Statements

The following classifications describe the categories of fund balance on the fund financial statements based on the relative strength of the spending constraints:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action (ordinance) of the City Council. A commitment may only be rescinded by the same formal action of the City Council.

Assigned – This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the City Council, or through the City Council delegating this responsibility to the Finance Director or other official, in accordance with Council budget policies. There were no assigned fund balances as of December 31, 2018.

Unassigned – This classification includes the residual fund balance for the General Fund and includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Restricted Resources

The City would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

Property Taxes

The City's property tax is levied each year by the second Tuesday of December on all taxable real property located in the City. A lien on all taxable real property is effective on January 1 of the tax year.

The City is a home rule community under the 1970 Illinois Constitution and, accordingly, does not have a statutory tax rate limit.

Property in Macon County, Illinois, the county in which the City resides, is assessed by the Macon County Assessor. The values are adjusted by various percentages depending upon the type of property (residential, commercial, etc.). The assessed values are equalized by the Illinois Department of Revenue to ensure uniformity of property assessments throughout the state. The Macon County Clerk computes the annual tax rate by dividing the levy into the equalized value of each taxing unit. The Clerk then computes the tax for each parcel by multiplying the aggregate rates of all the taxing units having jurisdiction over the parcel by the equalized value. The tax amounts by parcel are forwarded to the Macon County Treasurer for tax billing to property owners.

Property taxes are collected by the Macon County Treasurer who affects the tax distribution to the taxing units based on the taxing unit respective share of the tax collection. Taxes levied in one year become due and payable by property owners in two equal installments during the following year. The first installment is due no later than June 1st and the second installment is due no later than September 1st. The Macon County Treasurer distributes the tax collection to the taxing units within 45 days of collection due date.

Based on collection histories, the City has provided at December 31, 2018 an allowance for uncollectible real property taxes equivalent to 1% of the current year's levy.

Since the 2018 property tax levy is measurable at December 31 but not available to finance current period obligations, a receivable and deferred inflow of resources is recorded in the government-wide and fund statements.

Compensated Absences

City employees receive vacation and sick pay in varying amounts based upon their employment anniversary dates. The City reimburses employees for accumulated vacation days upon their termination or retirement. Employees must take vacation accrued during the year of the accrual. Management and general service employees, fire, and police, may accumulate up to 240, 200, and 200 days of sick leave, respectively, to be paid upon death or retirement. The City pays no accumulated sick leave upon termination.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences (Continued)

City employees required to work on any of the City's authorized holidays are given equivalent time off. This holiday time is reimbursable to employees upon termination or retirement.

A liability for compensated absences (unused vacation, sick, and holiday time) of the City relating to employees of the governmental activities is recorded in the City-wide financial statements. The compensated absences will be paid from the fund from which the employee is paid. For governmental funds this includes the General Fund and Library Fund.

The accumulated vacation, sick, and holiday time liability of employees charged to the Proprietary Fund Types is reported as an expense and as a liability of those funds as the benefits accrue to the employees.

Interfund Transactions/Transfers

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" for the current portion of interfund loans or "advances to/from other funds" for the noncurrent portion of interfund loans. All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the City-wide financial statements as "internal balances".

Claims and Judgments

When a probable claim liability has been incurred at year-end and the amount of the loss can be reasonably estimated, the City records the estimated loss under its self-insurance program. The claim liability includes claims incurred but not reported (IBNR), based on historical data pursuant to the self-funded workmen's compensation, comprehensive general liability, employee dishonesty, property damage, medical, dental, and unemployment compensation programs.

Deferred Outflows of Resources

The City reports decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its statements of net position. The City has one type of deferred outflow of resources which occurs related to its pension plans. The City has deferred outflows related to pension expense to be recognized in future periods.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Inflows of Resources

This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The City will not recognize the related revenue until a future event occurs. The City has several types of items which occur related to revenue recognition. One occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year, as it is meant to finance the next fiscal year. Another occurs as various other receivables are recorded for which the revenue will be recorded next year, when available, in the fund statements. In addition, there are deferred inflows of resources relates to the pension liability and OPEB liability and income that will be recognized in future periods related to these.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Appropriated Budget and Budgetary Accounting

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

1. The annual budget is legally adopted by Council Resolution through the budgetary process on an annual fiscal year basis for the general fund, special revenue funds (including TIF redevelopment funds), debt service funds, capital project funds, enterprise funds, internal service funds, and pension trust funds.

2. The process is initiated in September of each year, with departmental requests presented in October to the Budget Review Committee comprised of the City Manager, City Treasurer, and Director of Finance.

3. The City Manager's proposed and balanced executive budget is presented to the City Council during November with a public hearing and final adoption taking place prior to December 31st of each year.

4. The appropriated budget is legally enacted through the passage of an Appropriation Ordinance before the end of March of each year, in accordance with State of Illinois statutory requirements. The Appropriation Ordinance may include changes from the approved budget and is adopted upon City Council passage after an additional public hearing.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

Appropriated Budget and Budgetary Accounting (Continued)

5. Both the appropriated budget and Appropriation Ordinance are prepared on a cash basis which is not in accordance with Generally Accepted Accounting Principles (GAAP). The Budget to Actual schedule included in Required Supplementary Information include the amounts of timing differences necessary to reconcile the non-GAAP actual to GAAP actual fund balance for the General Fund.

6. The level of budgetary control is by Fund. Therefore, expenditures cannot legally exceed appropriations beyond this level.

7. Supplemental appropriation ordinances may be passed by the City Council, as required to appropriate new spending for expenditure not contemplated in the fiscal year appropriation ordinance, with funding provided by a new revenue source or expended from fund balance reserves.

Excess of Expenditures Over Appropriations

No major funds had an excess of actual expenditures over legally enacted budget.

NOTE 3 DEPOSITS AND INVESTMENTS

The City has adopted investment policies and procedures as recommended by an investment advisory committee and approved by the City Manager, all within the guidelines established for the investment of public funds in accordance with the Illinois Compiled Statutes. The City is authorized by statute and policy to make deposits or investments in obligations of the United States Government; obligations of states or their political subdivisions; savings accounts, time deposits, certificates of deposit, or other investments which are direct obligations of banks as defined by the Illinois Banking Act; credit union shares; repurchase agreements; commercial paper rated within the three highest classifications by at least two standard rating services; the Illinois Public Treasurer's Investment Pool; and funds managed, operated, and administered by a bank, subsidiary of a bank, or subsidiary of a bank holding company. Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations' tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivision, stocks, mutual funds, and Illinois insurance companies' general and separate accounts.

At year-end, the carrying value of the City's deposits, including certificates of deposit, was $53,525,174, and the respective bank balances totaled $50,600,266, not including cash on hand of $6,615.

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's formal investment policy states the portfolio shall remain sufficiently liquid to meet all operating costs which may be reasonably anticipated. In addition, the City shall maintain a diversity of investments to avoid unreasonable risks. The portfolio should obtain a comparable rate of return during a market/economic environment of stable interest rates.

Credit Risk

Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligation. The standard of prudence to be used by the City shall be the "prudent person" standard which states:

> Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the possible income to be derived.

The above standard is established as the standard for professional responsibility and shall be applied in the context of managing the City's overall portfolio.

30% of the Government's investments in U.S. Government agencies were rated Aaa by Moody's Investors Service, and ratings were not available for the remaining 70%. 46% of the government's investments in municipal bonds were rated Aaa by Moody's, 25% were rated Aa1, 8% were rated Aa2, and 21% were rated AA+. 6% of the government's investments in corporate bonds were rated Aaa by Moody's, 4% were rated Aa1, 5% were rated Aa2, 6% were rated Aa3, 16% were rated A1, 15% were rated A2, 16% were rated A3, 17% were rated Baa1, 8% were rated Baa2, 4% were rated Baa3, and 3% were not rated.

Custodial Credit Risk

Custodial credit risk is the risk that a government will not be able to cover deposits if the depository financial institution fails or will not be able to recover collateral securities that are in the possession of an outside party. The City's deposit policy allows that funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held at an independent, third-party institution in the name of the City. As of December 31, 2018, the City's bank deposits were fully collateralized.

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City's investment policy requires diversification of investment to avoid unreasonable risk. At December 31, 2018, the City's investments representing greater than 5% of their total fund investments was U.S. Treasury Bond ($21,947,390). At December 31, 2018, the Police Pension Funds' investments representing greater than 5% of their total fund investments was American Funds ($9,485,927), Capital World Growth ($21,159,123), Fannie Mae Pools ($7,587,846), T. Rowe Price ($12,260,574), and United States Treasury ($6,156,699). At December 31, 2018, the Firefighters' Pension Funds' investments representing greater than 5% of their total fund investments was Goldman Sachs ($5,911,682), IShares TR ($8,278,010), PIMCO ($3,795,261), T. Rowe Price ($6,616,834), and U.S. Treasury Note ($6,151,853).

As of December 31, 2018, the City had the following investments:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less Than 1	1-5	6-10	More Than 10
Cash and Money Market	$ 6,904,538	$ 6,904,538	$ -	$ -	$ -
U.S. Government Agencies	19,499,620	377,646	3,061,894	2,486,060	13,574,020
Corporate Bonds	24,014,745	1,229,245	12,627,308	8,569,867	1,588,325
Municipal Bonds	3,088,809	580,771	860,484	326,496	1,321,058
U.S. Treasury Bonds	33,898,794	15,447,175	13,662,967	3,592,712	1,195,940
U.S. Treasury Inflation	564,664	-	-	564,664	-
Annuities	145,987	145,987	-	-	-
Mutual Funds	82,502,843	82,502,843	-	-	-
Common Stock	23,895,552	23,895,552	-	-	-
Total	$ 194,515,552	$ 131,083,757	$ 30,212,653	$ 15,539,799	$ 17,679,343

The City invests in various investment securities. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect account balances and the amounts reported in the Statement of Net Position.

The City categorizes its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs (quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, or inputs such as investments and yield curves, implied volatiles, and credit spreads); Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of December 31, 2018:

Level 1 Inputs of $24,460,216 – including Common stock and U.S. Treasury Inflation.

Level 2 Inputs of $163,150,798 – including U.S. Government agencies, U.S. Treasury securities, municipal bonds, corporate bonds, mutual funds, and annuities.

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

Investments in The Illinois Funds

The State Treasurer maintains the Illinois Treasurer's Investment Pool (Pool) at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the Pool at less than 25 days. The Pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The Pool maintains a Standard and Poor's AAA rating. The City's investments in the Illinois Funds are not required to be categorized because these are not securities. The relationship between the City and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship. At December 31, 2018, the City had $79,570 in the Pool, which approximates fair value.

All funds deposited in the Pool are classified as investments even though some could be withdrawn on a day's notice. Although not subject to direct regulatory oversight, the fund is administered in accordance with the provisions of the Illinois Public Funds Investment Act, 30 ILCS 235.

At December 31, 2018, cash and cash equivalents for the Civic Center Authority are comprised of cash on hand of $1,774 and bank deposits of $1,003,936.

Reconciliation of this footnote to the financial statements:

	Primary Government
Carrying Amount of Bank Deposits – per Note Above	$ 53,525,174
Cash on Hand – per Note Above	6,615
Investments – per Note Above (Including Illinois Funds)	194,515,552
Total	$ 248,047,341

	Primary Government
Statement of Net Position	
Cash and Cash Equivalents	$ 60,493,914
Investments	12,414,029
Statement of Fiduciary Net Position - Pension Trust Funds	
Cash and Short-Term Investments	9,475,773
Long-Term Investments	165,663,625
Total	$ 248,047,341

NOTE 4 INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables as of December 31, 2018 are summarized below:

	Due from Other Funds	Due to Other Funds
General Fund	$ 17,364	$ -
Economic Development Fund	-	15,874
TIF Fund	-	175,000
DUATS Fund	-	30,485
Police Capital Fund	-	1,490
Capital Project Fund	-	1,981,816
Major Moves Fund	30,485	21,000
Mass Transit Fund	-	400,000
Water Fund	2,577,816	-
Total	$ 2,625,665	$ 2,625,665

Interfund receivables and payables are primarily used to record:

- Interfund loans to cover short-term cash flow needs.
- Interfund loans between funds for various programs.

NOTE 5 TRANSFERS

The following transfers were made during the fiscal year between funds within the primary government:

	Transfers In	Transfers Out
Major Governmental Funds		
General	$ 1,324,109	$ 1,292,000
Nonmajor Governmental Funds	2,049,605	242,037
Major Enterprise Funds		
Water	-	2,142,088
Sewer	-	296,595
Nonmajor Enterprise Funds	605,000	5,994
Total	$ 3,978,714	$ 3,978,714

The transfers represent both routine and nonroutine items. Generally, routine transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund or other funds to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2018 was as follows:

Primary Government

	Balance December 31, 2017	Additions	Deletions	Transfers	Balance December 31, 2018
Governmental Activities *					
Capital Assets Not Being Depreciated					
Land	$ 8,424,239	$ 152,471	$ 876,284	$ -	$ 7,700,426
Construction in Progress	1,875,707	3,264,462	123,476	-	5,016,693
Subtotal	10,299,946	3,416,933	999,760	-	12,717,119
Capital Assets Being Depreciated					
Infrastructure	126,855,298	3,757,325	-	-	130,612,623
Buildings and Improvements	47,341,954	395,863	716,777	-	47,021,040
Vehicles	14,671,158	432,447	665,063	(77,205)	14,361,337
Office Equipment	5,237,181	178,568	720,917	-	4,694,832
Other Equipment	10,055,098	431,456	468,282	-	10,018,272
Subtotal	204,160,689	5,195,659	2,571,039	(77,205)	206,708,104
Less Accumulated Depreciation for:					
Infrastructure	(70,284,662)	(3,682,903)	-	-	(73,967,565)
Buildings and Improvements	(26,296,464)	(1,422,486)	(395,015)	-	(27,323,935)
Vehicles	(11,402,214)	(800,302)	(628,213)	77,205	(11,497,098)
Office Equipment	(3,053,045)	(363,434)	(712,778)	-	(2,703,701)
Other Equipment	(8,149,021)	(783,084)	(468,282)	-	(8,463,823)
Total Accumulated Depreciation	(119,185,406)	(7,052,209)	(2,204,288)	77,205	(123,956,122)
Total Capital Assets Being Depreciated, Net	84,975,283	(1,856,550)	366,751	-	82,751,982
Total Governmental Activities Capital Assets, Net	$ 95,275,229	$ 1,560,383	$ 1,366,511	$ -	$ 95,469,101
*Includes internal service funds					
Business-Type Activities					
Capital Assets Not Being Depreciated					
Land	$ 4,450,066	$ -	$ -	$ -	$ 4,450,066
Construction in Progress	21,994,254	2,499,244	20,660,246	-	3,833,252
Subtotal	26,444,320	2,499,244	20,660,246	-	8,283,318
Capital Assets Being Depreciated					
Improvements Other Than Buildings	52,840,520	4,262,117	-	-	57,102,637
Buildings and Improvements	148,841,519	34,701,467	-	-	183,542,986
Vehicles	8,826,027	79,743	670,552	77,205	8,312,423
Office Equipment	111,406	8,574	-	-	119,980
Other Equipment	18,532,562	41,696	-	-	18,574,258
Subtotal	229,152,034	39,093,597	670,552	77,205	267,652,284
Less Accumulated Depreciation for:					
Infrastructure	(17,890,234)	(1,338,864)	-	-	(19,229,098)
Buildings and Improvements	(77,003,071)	(4,193,892)	-	-	(81,196,963)
Vehicles	(7,008,172)	(409,184)	(628,060)	(77,205)	(6,866,501)
Office Equipment	(101,188)	(7,683)	-	-	(108,871)
Other Equipment	(3,727,171)	(1,130,351)	-	-	(4,857,522)
Total Accumulated Depreciation	(105,729,836)	(7,079,974)	(628,060)	(77,205)	(112,258,955)
Total Capital Assets Being Depreciated, Net	123,422,198	32,013,623	42,492	-	155,393,329
Total Business-Type Activities Capital Assets, Net	$ 149,866,518	$ 34,512,867	$ 20,702,738	$ -	$ 163,676,647

NOTE 6 CAPITAL ASSETS (CONTINUED)

Primary Government (Continued)

Depreciation expense of $6,611,519 and $7,079,974 was charged to the governmental and business-type activities functional expense categories, respectively, as follows:

Governmental Activities	Depreciation	Business-Type Activities	Depreciation
General Government	$ 1,929,821	Water	$ 5,782,495
Public Safety	864,142	Mass Transit	421,965
Public Works	3,278,627	Fiber Optics	28,827
Culture and Recreation	538,929	Sewer	828,893
Total	$ 6,611,519	Storm Water	17,794
		Total	$ 7,079,974

Discretely Presented Component Unit

Activity for the Civic Center Authority for the year ended December 31, 2018 was as follows:

	Balance December 31, 2017	Additions	Deletions	Balance December 31, 2018
Capital Assets Not Being Depreciated				
Land	$ 3,130,762	$ -	$ -	$ 3,130,762
Construction in Progress - HVAC	-	681,986	-	681,986
Total Capital Assets Being Not Depreciated	3,130,762	681,986	-	3,812,748
Capital Assets Being Depreciated				
Buildings and Equipment	13,737,182	363,969	4,962	14,096,189
Less Accumulated Depreciation for:				
Buildings and Equipment	(11,549,856)	(323,395)	(4,962)	(11,868,289)
Total Capital Assets Being Depreciated, Net	2,187,326	40,574	-	2,227,900
Civic Center Capital Assets, Net	$ 5,318,088	$ 722,560	$ -	$ 6,040,648

NOTE 7 RECEIVABLES

The following is a summary of other taxes, due from other governments, accounts, notes, and other receivables by fund type at December 31, 2018, less the allowance for uncollectible accounts. Any other uncollectible amounts are not believed to be material.

NOTE 7 RECEIVABLES (CONTINUED)

Governmental Activities

	General	Special Revenue	Debt Service	Capital Projects	Internal Services	Total Statement of Net Position
Other Taxes						
Hotel and Motel Tax	$ 63,993	$ -	$ -	$ -	$ -	$ 63,993
Food and Beverage Tax	312,447	2,382	-	-	-	314,829
Cable TV Tax	254,657	-	-	-	-	254,657
Utility Tax	826,176	-	-	-	-	826,176
Motor Fuel Tax	-	159,250	-	-	-	159,250
State Sales Tax	-	-	-	-	-	-
Local Sales Tax	-	-	-	-	-	-
State Route Maintenance	30,559	23,088	-	-	-	53,647
State Income Tax	631,572	-	-	-	-	631,572
State Replacement Tax	117,701	34,761	-	-	-	152,462
Total Other Taxes	$ 2,237,105	$ 219,481	$ -	$ -	$ -	$ 2,456,586
Due from Other Governments						
Grants	$ 10,657	$ 375,640	$ -	$ -	$ -	$ 386,297
Allotments	-	330,486	-	-	-	330,486
Total Due from Other Governments	$ 10,657	$ 706,126	$ -	$ -	$ -	$ 716,783
Accounts Receivable						
General Billings	$ 79,800	$ 40,082	$ -	$ 6,963	$ 1,614	$ 128,459
Outstanding Parking Tickets	477,722	-	-	-	-	477,722
Allowance for Uncollectible Portion	(272,461)	-	-	-	-	(272,461)
Total Accounts Receivable	$ 285,061	$ 40,082	$ -	$ 6,963	$ 1,614	$ 333,720
Notes Receivable						
Installment Notes	$ -	$ 235,476	$ -	$ -	$ -	$ 235,476
Home Program Loans	-	272,170	-	-	-	272,170
Allowance for Uncollectible Notes	-	(90,225)	-	-	-	(90,225)
Total Notes Receivable	$ -	$ 417,421	$ -	$ -	$ -	$ 417,421
Other						
Investment Income	$ 20,409	$ 22,603	$ 433	$ -	$ -	$ 43,445

Notes receivable include loans made through the DCDF, Inc. housing rehabilitation program under the terms of mortgage-secured installment notes with interest rates ranging from zero to 6%. The term of the notes is not to exceed twenty years. Notes are classified as either installment or deferred. Deferred notes have repayment terms beginning sometime in the future.

NOTE 7 RECEIVABLES (CONTINUED)

Business-Type Activities

	Enterprise
Accounts Receivable	
Water Billings	$ 2,540,868
Watermain Tapping	12,362
Sanitary District	423,771
Grants	2,378,306
Recycling Fees	67,123
Sewer Billings	314,943
Storm Water	205,052
Interest Receivable	13,953
Total Accounts Receivable	$ 5,956,378

NOTE 8 LONG-TERM DEBT

The following is a summary of changes to the City's long-term debt for the year:

Governmental Activities *	Obligations Outstanding at December 31, 2017	Debt Additions	Debt Retirement	Obligations Outstanding at December 31, 2018	Due Within One Year
General Obligation Bonds:					
Series of 2010A	$ 7,705,000	$ -	$ 470,000	$ 7,235,000	$ 495,000
Series of 2010B	7,750,830	-	442,500	7,308,330	469,050
Series of 2010C	1,640,000	-	210,000	1,430,000	215,000
Series of 2012	5,490,000	-	630,000	4,860,000	645,000
Series of 2018	-	9,600,000	-	9,600,000	-
(Less) Plus Deferred Amounts for:					
Issuance Premiums	341,373	967,299	37,735	1,270,937	93,073
Total General Obligation Bonds	22,927,203	10,567,299	1,790,235	31,704,267	1,917,123
Notes Payable:					
HUD Section 108, 2002-A	1,000,000	-	190,000	810,000	195,000
2013 Regions Note	845,438	-	46,625	798,813	50,412
2014 Busey Bank	466,184	-	309,243	156,941	156,941
2014 Soy Capital Bank	579,551	-	112,089	467,462	115,330
2015 Busey Fire Note	321,304	-	61,372	259,932	62,784
2016 Busey Fire Note	878,570	1,007,144	1,885,714	-	-
2016 Busey Street Note	3,413,727	2,747,536	1,071,429	5,089,834	1,071,429
2017 Busey Police Note	403,504	-	228,856	174,648	174,648
2017 Busey Public Works	172,270	-	34,100	138,170	35,221
Total Notes Payable	8,080,548	3,754,680	3,939,428	7,895,800	1,861,765
Compensated Absences	5,304,665	3,115,598	2,389,303	6,030,960	2,864,103
Capital Leases	1,078,472	331,508	444,880	965,100	504,487
Total Governmental Activities	$ 37,390,888	$ 17,769,085	$ 8,563,846	$ 46,596,127	$ 7,147,478

*Includes internal service funds

NOTE 8 LONG-TERM DEBT (CONTINUED)

	Obligations Outstanding at December 31, 2017	Debt Additions	Debt Retirement	Obligations Outstanding December 31, 2018	Due Within One Year
Business-Type Activities					
General Obligation Bonds:					
Series of 2010B	$ 14,144,170	$ -	$ 807,500	$ 13,336,670	$ 855,950
Series of 2013	12,125,000	-	1,285,000	10,840,000	1,325,000
Series of 2014	21,630,000	-	885,000	20,745,000	920,000
Series of 2015	21,700,000	-	840,000	20,860,000	865,000
Series of 2016	21,970,000	-	765,000	21,205,000	785,000
Series of 2017	6,275,000	-	900,000	5,375,000	925,000
Series of 2018	-	16,210,000	-	16,210,000	785,000
(Less) Plus Deferred Amounts for:					
Issuance Premiums	5,912,710	1,564,898	463,044	7,014,564	541,289
Total General Obligation Bonds	103,756,880	17,774,898	5,945,544	115,586,234	7,002,239
Notes Payable:					
2001 IEPA Loan	1,924,029	-	431,576	1,492,453	444,205
IEPA Water Loan	5,063,528	-	361,681	4,701,847	361,681
2013 IEPA Sewer Loan	6,635,221	-	333,236	6,301,985	339,698
2013 Regions Note	14,301,320	-	788,954	13,512,366	853,032
2014 IEPA Loan	1,998,526	-	93,295	1,905,231	95,165
2014 Soy Capital Bank	146,009	-	28,239	117,770	29,056
2016 IEPA Sewer Loan	6,122,854	2,417,465	176,281	8,364,038	363,333
2017 IEPA Storm Sewer Loan	1,167,975	1,169,393	-	2,337,368	-
Total Notes Payable	37,359,462	3,586,858	2,213,262	38,733,058	2,486,170
Compensated Absences	513,617	441,973	430,471	525,119	249,380
Capital Leases	60,269	-	58,950	1,319	1,319
Total Business-Type Activities	$ 141,690,228	$ 21,803,729	$ 8,648,227	$ 154,845,730	$ 9,739,108

See Note 17 for more detail of the capital lease obligations.

Net pension liability and other post-employment benefit obligation changes are disclosed in separate footnotes.

Long-term bond and note obligations outstanding at December 31, 2018 are comprised of the following:

General Obligation Bonds

General Obligation Bonds, Series 2010A

$8,715,000 2010 General Obligation Bonds dated November 3, 2010 due December 15, 2030; interest of 3.50% to 6.30% (principal and interest to be serviced by annual tax levy) to refund Series 2005, 2005A, and 2008A general obligation notes which were used for various capital projects. Remaining funds were used to finance capital improvements in the City.

NOTE 8 LONG-TERM DEBT (CONTINUED)

General Obligation Bonds (Continued)

General Obligation Bonds, Series 2010A (Continued)

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 495,000	$ 403,095	$ 898,095
2020	520,000	379,583	899,583
2021	545,000	354,882	899,882
2022	580,000	327,633	907,633
2023	815,000	298,633	1,113,633
2024-2028	3,335,000	859,740	4,194,740
2029-2030	945,000	92,625	1,037,625
Total	$ 7,235,000	$ 2,716,191	$ 9,951,191

General Obligation Bonds, Series 2010B

$28,270,000 2010 General Obligation Bonds dated November 3, 2010 due December 15, 2030; interest of 1.50% to 7.00% (principal and interest to be serviced by annual tax levy) to finance capital improvements in the City.

Fiscal Year	Principal	Interest	Treasury Rebate	Total Debt Service
2019	$ 1,325,000	$ 1,205,217	$ (444,950)	$ 2,085,267
2020	1,405,000	1,147,249	(424,661)	2,127,588
2021	1,480,000	1,082,268	(401,918)	2,160,350
2022	1,585,000	1,010,118	(376,665)	2,218,453
2023	1,685,000	928,886	(348,234)	2,265,652
2024-2028	9,080,000	3,138,801	(1,214,202)	11,004,599
2029-2030	4,085,000	426,538	(173,814)	4,337,724
Total	$ 20,645,000	$ 8,939,077	$ (3,384,444)	$ 26,199,633

General Obligation Bonds, Series 2010C

$2,800,000 2010 General Obligation Bonds dated November 3, 2010 due December 15, 2024; interest of 2.00% to 4.00% (principal and interest to be serviced by annual tax levy) to finance capital improvements in the City.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 215,000	$ 57,200	$ 272,200
2020	225,000	48,600	273,600
2021	235,000	39,600	274,600
2022	240,000	30,200	270,200
2023	250,000	20,600	270,600
2024	265,000	10,600	275,600
Total	$ 1,430,000	$ 206,800	$ 1,636,800

NOTE 8 LONG-TERM DEBT (CONTINUED)

General Obligation Bonds (Continued)

General Obligation Bonds, Series 2012

$8,030,000 Series 2012 General Obligation Bonds dated December 20, 2012 due March 1, 2025; interest of 1.00% to 2.50% (principal and interest to be serviced by annual tax levy) to refund Series 2004A general obligation bonds which were used for various capital projects.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 645,000	$ 104,231	$ 749,231
2020	655,000	90,822	745,822
2021	670,000	76,744	746,744
2022	695,000	61,806	756,806
2023	710,000	45,556	755,556
2024-2025	1,485,000	37,438	1,522,438
Total	$ 4,860,000	$ 416,597	$ 5,276,597

General Obligation Bonds, Series 2013

$17,220,000 Series 2013 General Obligation Bonds dated January 24, 2013 due March 1, 2025; interest of 2.00% to 5.00% (principal and interest to be serviced by annual tax levy) to refund Series 2004B general obligation bonds which were used to refund the 2000 and 1985 general obligation bonds used in the construction of the water treatment facility.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 1,325,000	$ 498,975	$ 1,823,975
2020	1,390,000	431,100	1,821,100
2021	1,465,000	362,425	1,827,425
2022	1,540,000	290,000	1,830,000
2023	1,625,000	210,875	1,835,875
2024-2025	3,495,000	174,625	3,669,625
Total	$ 10,840,000	$ 1,968,000	$ 12,808,000

NOTE 8 LONG-TERM DEBT (CONTINUED)

General Obligation Bonds (Continued)

General Obligation Bonds, Series 2014

$24,055,000 Series 2014 General Obligation Bonds dated April 8, 2014 due March 1, 2034; interest of 3.00% to 5.00% (principal and interest to be serviced by annual tax levy) to finance phase 1 of six (6) year $90.4m project to dredge Lake Decatur basins 1-4.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 920,000	$ 934,838	$ 1,854,838
2020	955,000	897,337	1,852,337
2021	995,000	858,337	1,853,337
2022	1,035,000	817,738	1,852,738
2023	1,075,000	770,163	1,845,163
2024-2028	6,225,000	2,991,987	9,216,987
2029-2033	7,755,000	1,429,169	9,184,169
2034	1,785,000	44,625	1,829,625
Total	$ 20,745,000	$ 8,744,194	$ 29,489,194

General Obligation Bonds, Series 2015

$23,305,000 Series 2015 General Obligation Bonds dated September 3, 2015 due March 1, 2035; interest of 2.00% to 5.00% (principal and interest to be serviced by annual tax levy) to finance phase 2 of six (6) year $90.4m project to dredge Lake Decatur basins 1-4.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 865,000	$ 870,350	$ 1,735,350
2020	900,000	839,375	1,739,375
2021	935,000	802,675	1,737,675
2022	970,000	769,425	1,739,425
2023	995,000	739,950	1,734,950
2024-2028	5,655,000	3,038,200	8,693,200
2029-2033	7,205,000	1,482,750	8,687,750
2034-2035	3,335,000	137,888	3,472,888
Total	$ 20,860,000	$ 8,680,613	$ 29,540,613

NOTE 8 LONG-TERM DEBT (CONTINUED)

General Obligation Bonds (Continued)

General Obligation Bonds, Series 2016

$22,20,000 Series 2016 General Obligation Bonds dated November 9, 2016 due March 1, 2036; interest of 3.00% to 5.00% (principal and interest to be serviced by annual tax levy) to finance phase 3 of six (6) year project to dredge Lake Decatur basins 1-4.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 785,000	$ 939,056	$ 1,724,056
2020	815,000	907,056	1,722,056
2021	850,000	869,507	1,719,507
2022	890,000	826,006	1,716,006
2023	935,000	780,381	1,715,381
2024-2028	5,435,000	3,132,156	8,567,156
2029-2033	6,705,000	1,867,497	8,572,497
2034-2036	4,790,000	325,125	5,115,125
Total	$ 21,205,000	$ 9,646,784	$ 30,851,784

General Obligation Bonds, Series 2017

$6,275,000 Series 2017 General Obligation Bonds dated December 21, 2017 due December 15, 2024; interest of 3.00% to 4.00% (principal and interest to be serviced by annual tax levy) to refund Series 2008 general obligation bonds which refinanced certain outstanding indebtedness that financed capital improvements in the City.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 925,000	$ 205,750	$ 1,130,750
2020	950,000	178,000	1,128,000
2021	995,000	140,000	1,135,000
2022	1,045,000	100,200	1,145,200
2023	1,095,000	58,400	1,153,400
2024	365,000	14,600	379,600
Total	$ 5,375,000	$ 696,950	$ 6,071,950

NOTE 8 LONG-TERM DEBT (CONTINUED)

General Obligation Bonds (Continued)

General Obligation Bonds, Series 2018

$25,810,000 Series 2018 General Obligation Bonds dated July 17, 2018 due March 1, 2038; interest of 4.00% to 5.00% (principal and interest to be serviced by annual tax levy) to finance phase 4 (final phase) of six (6) year $90.4 million project to dredge Lake Decatur basins 1-4, finance construction of new fire stations, and to refinance certain outstanding indebtedness of the City (2016 Busey Bank Fire Facility Rehabilitation Note). As of December 31, 2018, approximately $19,986,243 of the proceeds remains unexpended.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 785,000	$ 1,240,700	$ 2,025,700
2020	845,000	1,208,100	2,053,100
2021	875,000	1,173,700	2,048,700
2022	905,000	1,138,100	2,043,100
2023	945,000	1,096,375	2,041,375
2024-2028	5,505,000	4,701,625	10,206,625
2029-2033	7,005,000	3,146,875	10,151,875
2034-2038	8,945,000	1,161,375	10,106,375
Total	$ 25,810,000	$ 14,866,850	$ 40,676,850

Notes Payable

U.S. Department of Housing and Urban Development Series 2002-A Certificates

$3,000,000 Contract for Loan Guarantee Assistance under Section 108 of the Housing and Community Development Act of 1974 (Note B-95-MC-17-0008-A) due August 1, 2022; interest of 2.99% to 6.12%.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 195,000	$ 48,859	$ 243,859
2020	200,000	37,296	237,296
2021	205,000	25,295	230,295
2022	210,000	12,852	222,852
Total	$ 810,000	$ 124,302	$ 934,302

Illinois Environmental Protection Agency 2001 Loan

$7,172,169 loan with the Illinois Environmental Protection Agency (IEPA) to finance the costs relating to the construction of the Nitrate Removal facility. The term of the loan is for 20 years with an annual fixed loan rate of 2.905%. The semi-annual repayment dates for both principal and interest are June 1 and December 1.

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Illinois Environmental Protection Agency 2001 Loan (Continued)

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 444,205	$ 40,153	$ 484,358
2020	457,203	27,155	484,358
2021	470,581	13,777	484,358
2022	120,464	1,748	122,212
Total	$ 1,492,453	$ 82,833	$ 1,575,286

Illinois Environmental Protection Agency Water Loan

$9,444,709 loan with the Illinois Environmental Protection Agency (IEPA), of which $2,451,381 was forgivable for net debt of $6,993,328, to finance the costs relating to the construction of a new water main, water tower, and booster pump station. The term of the loan is for 20 years with a fixed rate of 0.00%. The semi-annual repayment dates are July 10 and January 10.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 361,681	$ -	$ 361,681
2020	361,681	-	361,681
2021	361,681	-	361,681
2022	361,681	-	361,681
2023	361,681	-	361,681
2024-2028	1,808,403	-	1,808,403
2029-2031	1,085,039	-	1,085,039
Total	$ 4,701,847	$ -	$ 4,701,847

Illinois Environmental Protection Agency Sewer Loan - 2013

$8,353,821 loan with the Illinois Environmental Protection Agency (IEPA), of which $764,148 was forgivable for net debt of $7,589,673, to finance the costs related to the rehabilitation of certain main line sewer infrastructure. The term of the loan is for 20 years with a fixed interest rate of 1.93%. The semi-annual repayment dates are June 15 and December 15.

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Illinois Environmental Protection Agency Sewer Loan - 2013 (Continued)

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 339,698	$ 119,997	$ 459,695
2020	346,286	113,410	459,696
2021	353,002	106,694	459,696
2022	359,848	99,848	459,696
2023	366,826	92,869	459,695
2024-2028	1,943,639	354,839	2,298,478
2029-2033	2,139,559	158,919	2,298,478
2034	453,127	6,570	459,697
Total	$ 6,301,985	$ 1,053,146	$ 7,355,131

Regions Capital Advantage Promissory Note Series 2013

$17,212,394 loan with Regions Capital Advantage, Inc., dated August 15, 2013, to finance the investment in certain energy and cost saving initiatives under a Johnson Controls, Inc., guaranteed energy savings contract. The term of the loan is 15 years with a fixed interest rate of 3.47% and includes a final principal balloon payment of $2,468,710. Quarterly repayment dates for principal and interest are February 15, May 15, August 15, and November 15.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 903,444	$ 485,056	$ 1,388,500
2020	974,201	452,799	1,427,000
2021	1,049,222	418,028	1,467,250
2022	1,127,893	380,607	1,508,500
2023	1,210,343	340,407	1,550,750
2024-2028	9,046,076	974,349	10,020,425
Total	$ 14,311,179	$ 3,051,246	$ 17,362,425

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Busey Bank – 2014

$1,500,000 loan with Busey Bank dated March 4, 2014, to finance the costs related to the outfitting of the City of Decatur Police Headquarter Facility. The term of the loan is 5 years at a fixed interest rate of 2.0% with quarterly principal and interest payments due at March 4, June 4, September 4, and December 4 of each year with a maturity date of June 4, 2019.

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 156,941	$ 822	$ 157,763

Illinois Environmental Protection Agency Sewer Loan - 2014

$2,447,218 loan with the Illinois Environmental Protection Agency (IEPA), of which $275,000 was immediately forgivable, to finance the costs related to the rehabilitation of certain main line sewer infrastructure. The term of the loan is 20 years for a fixed interest rate of 1.995%. The semi-annual repayment dates are January 8 and July 8.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 95,165	$ 37,537	$ 132,702
2020	97,073	35,629	132,702
2021	99,019	33,683	132,702
2022	101,005	31,697	132,702
2023	103,030	29,672	132,702
2024-2028	546,975	116,536	663,511
2029-2033	604,051	59,460	663,511
2034-2035	258,913	6,489	265,402
Total	$ 1,905,231	$ 350,703	$ 2,255,934

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Soy Capital Bank & Trust - 2014

$1,000,000 loan with Soy Capital Bank & Trust dated September 30, 2014, to finance the costs related to the acquisition of public works radio communications system. The term of the loan is 7 years at a fixed interest rate of 2.8%. The annual repayment dates are January 5.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 144,386	$ 16,614	$ 161,000
2020	148,499	12,501	161,000
2021	152,692	8,308	161,000
2022	139,655	3,469	143,124
Total	$ 585,232	$ 40,892	$ 626,124

Busey Bank Fire Apparatus Pierce Impel Pumper 2015 Loan

$439,940 loan with Busey Bank dated May 4, 2015, to finance the costs related to the acquisition of Fire Apparatus Pierce Impel Pumper. The term of the loan is for 7 years with a fixed interest rate of 2.3%. The annual repayment dates are May 4.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 62,784	$ 5,978	$ 68,762
2020	64,228	4,534	68,762
2021	65,705	3,057	68,762
2022	67,215	1,547	68,762
Total	$ 259,932	$ 15,116	$ 275,048

Busey Bank Fire Facility Rehabilitation - 2016

The City authorized the issuance of a loan with Busey Bank for a maximum of $2,200,000 to finance the costs related to rehabilitation of certain fire station facilities within the City on August 18, 2016. The term of the loan is 7 years for a fixed interest rate of 2.85% with semi-annual principal and interest payments due February 15 and August 15 in the amount of $157,143, with interest determination dependent upon loan draw down amounts. This note was refunded during 2018 with the issuance of the Series 2018 General Obligation Bonds.

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Busey Bank Local Road and Street Resurfacing - 2016

The City has authorized the issuance of a loan with Busey Bank for a maximum of $7,500,000 to finance the costs related to resurfacing of local roads and streets within the City on August 18, 2016. The City has drawn down $7,232,692 as of December 31, 2018. The term of the loan is 7 years for a fixed interest rate of 2.85% with semi-annual principal and interest payments due February 15 and August 15 in the amount of $535,714, with interest determination dependent upon loan draw down amounts. The outstanding principal balance is $5,089,834 as of December 31, 2018.

Illinois Environmental Protection Agency Sewer Loan - 2016

$8,540,319 loan with the Illinois Environmental Protection Agency (IEPA) to finance the costs related to the rehabilitation of certain main line sewer infrastructure. The term of the loan is 20 years for a fixed interest rate of 1.75%. The semi-annual repayment dates are scheduled to be March 17 and September 17.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 363,333	$ 144,788	$ 508,121
2020	369,719	138,402	508,121
2021	376,217	131,903	508,120
2022	382,830	125,291	508,121
2023	389,558	118,562	508,120
2024-2028	2,052,938	487,665	2,540,603
2029-2033	2,239,811	300,792	2,540,603
2034-2038	2,189,632	96,909	2,286,541
Total	$ 8,364,038	$ 1,544,312	$ 9,908,350

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Busey Bank Police Interceptor Vehicles - 2017

$460,011 loan with Busey Bank dated July 28, 2017, to finance the costs related to the acquisition of Police Patrol Vehicles. The term of the loan is 2 years at a fixed interest rate of 1.99% with quarterly principal and interest payments due at January 28, April 28, July 28, and October 28 of each year with a maturity date of July 28, 2019.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 174,648	$ 1,741	$ 176,389

Busey Bank Public Works Heavy Equipment - 2017

$180,624 loan with Busey Bank dated August 18, 2017, to finance the costs related to acquisition of Public Works Heavy Equipment. The term of the loan is 5 years at a fixed interest rate of 3.25% with quarterly principal and interest payments due February 18, May 18, August 18, and November 18 of each year with a maturity date of August 18, 2022.

Remaining principal and interest payments to maturity are as follows:

Fiscal Year	Principal	Interest	Total Debt Service
2019	$ 35,221	$ 4,064	$ 39,285
2020	36,380	2,906	39,286
2021	37,577	1,709	39,286
2022	28,992	472	29,464
Total	$ 138,170	$ 9,151	$ 147,321

Illinois Environmental Protection Agency Storm Sewer Loan - 2017

$4,012,487 loan with the Illinois Environmental Protection Agency (IEPA) to finance the costs related to the rehabilitation and separation of certain storm sewer infrastructure Sewer construction remains in process. The City has drawn down $2,337,368 as of December 31, 2018. The term of the loan is 20 years for a fixed interest rate of 1.75%. The semi-annual repayment dates are scheduled to be May 21 and November 21. The loan repayment schedule has not been issued by the IEPA pending project completion.

NOTE 8 LONG-TERM DEBT (CONTINUED)

Compensated Absences

It is the City's policy to permit employees to accumulate a limited amount of earned compensated absences for unused vacation time, sick time and holiday time which will be paid to employees upon separation from City service. In Governmental Fund Types, the cost of these benefits is recognized when payments are made to employees. Enterprise Fund Types accrue vacation time benefits in the period in which they are earned. A liability representing the City's commitment to fund such costs from future operations has been recorded in the Statement of Net Position in the amount of $6,030,960 for Governmental Activities and $525,119 for Business Activities. The Governmental Activities costs are substantially paid through the General Fund and the Library Fund.

Conduit Debt

The City, through its participation in an intergovernmental agreement with several Illinois municipalities, has issued Collateralized Single Family Mortgage Revenue Bonds to provide financial assistance to low and moderate income residents for the purchase of single family residences. The bonds are secured by property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired property transfers to the resident. Therefore, none of the participating municipalities are obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as a liability in the accompanying financial statements. The original amount of the issuance was $250,000,000.

In 1996, the City issued City of Decatur, Macon County, Illinois Hospital Facility Revenue Bonds, Series 2010A, B, C, and D on behalf of Decatur Memorial Hospital. The proceeds were used by Decatur Memorial Hospital to finance certain facility improvements. Subsequent refunding of the original debt issue occurred in 2010, 2012 and 2014. The original amount of the debt issue was $30,500,000. The maturity date of the Bonds is December 22, 2020. The Bonds are limited obligations of the City, payable solely from payments made by Decatur Memorial Hospital under its Direct Note Obligations, payments from the Decatur Memorial Hospital under a Loan Agreement and certain other monies held by a trustee under a trust indenture for holders of the Bonds. The Bonds do not pledge the full faith and credit of the City and the issuance of the Bonds does not directly, indirectly, or contingently obligate the City to levy any form of taxation for the payment of the Bonds or to make any appropriation for their payment. Outstanding principal on the Bonds as of December 31, 2018 is $3,672,000.

NOTE 9 PENSION PLANS

The City contributes to three defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan, which is a single-employer pension plan; and the Firefighter's Pension Plan, which is also a single-employer pension plan. None of the pension plans issue a separate report except for IMRF.

NOTE 9 PENSION PLANS (CONTINUED)

IMRF

Plan Description

The City's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The City's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multiemployer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. 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 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), which is the only plan the City participates in. IMRF also offers the Sheriff's Law Enforcement Personnel (SLEP) plan for sheriffs, deputy sheriffs, and selected police chiefs, as well as 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.

NOTE 9 PENSION PLANS (CONTINUED)

IMRF (Continued)

Employees Covered by Benefit Terms

As of December 31, 2018, the following employees were covered by the benefit terms:

Retirees and Beneficiaries Currently Receiving Benefits	389
Inactive Plan Members Entitled to but not yet Receiving Benefits	105
Active Plan Members	249
Total	743

Contributions

As set by statute, the City's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City annual contribution rate for calendar year 2017 was 12.27% and for 2018 was 12.01%. For the fiscal year ended December 31, 2018, the City contributed $1,543,344 to the plan.

The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The City's net pension liability was measured as of December 31, 2017. 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 total pension liability at **December 31, 2017**:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.50%.
- Salary Increases were expected to be 3.39% to 14.25%.
- The Investment Rate of Return was assumed to be 7.50%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.

NOTE 9 PENSION PLANS (CONTINUED)

IMRF (Continued)

Actuarial Assumptions (Continued)

- The IMRF-specific rates for **Mortality** (for nondisabled retirees) 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 adjustments that were applied for nondisabled lives.
- For **Nondisabled 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 **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.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	37%	6.85%
International Equity	18	6.75%
Fixed Income	28	3.00%
Real Estate	9	5.75%
Alternative Investments	7	2.65 - 7.35%
Cash Equivalents	1	2.25%
Total	100%	

NOTE 9 PENSION PLANS (CONTINUED)

IMRF (Continued)

Single Discount Rate

A Single Discount Rate of 7.50% 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. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and

2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

3. For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.31%, and the resulting single discount rate is 7.50%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	$ 103,177,196	$ 91,963,376	$ 11,213,820
Changes for the Year:			
Service Cost	1,476,556	-	1,476,556
Interest on the Total Pension Liability	7,570,759	-	7,570,759
Differences Between Expected and Actual Experience of the Total Pension Liability	1,971,728	-	1,971,728
Changes of Assumptions	(3,240,295)	-	(3,240,295)
Contributions - Employer	-	1,788,392	(1,788,392)
Contributions - Employees	-	665,845	(665,845)
Net Investment Income	-	14,727,616	(14,727,616)
Benefit Payments, Including Refunds of Employee Contributions	(5,968,010)	(5,968,010)	-
Other	-	(79,418)	79,418
Net Changes	1,810,738	11,134,425	(9,323,687)
Balances at December 31, 2018	$ 104,987,934	$ 103,097,801	$ 1,890,133

NOTE 9 PENSION PLANS (CONTINUED)

IMRF (Continued)

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 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability	$ 13,966,617	$ 1,890,133	$ (7,746,541)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2018, the City recognized pension expense of $1,130,546. At December 31, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences Between Expected and Actual	$ 1,381,488	$ 480,836
Changes of Assumptions	9,164	2,329,737
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	3,844,749
Total Deferred Amounts to be Recognized in Pension Expense in Future Periods	1,390,652	6,655,322
Pension Contributions Made Subsequent to the Measurement Date	1,543,344	-
Total Deferred Amounts Related to Pensions	$ 2,933,996	$ 6,655,322

NOTE 9 PENSION PLANS (CONTINUED)

IMRF (Continued)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions (Continued)

The net amount reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (income) in future periods as follows:

Year Ending December 31,	Net Deferred Inflows of Resources
2019	$ (1,103,019)
2020	(882,034)
2021	(1,670,039)
2022	(1,609,578)
Total	$ (5,264,670)

Defined Benefit Single-Employer Pension Plans

The City has two (2) defined benefit single-employer pension plans: Police and Fire Pension Plans. The plans do not issue stand-alone financial reports and are not included in any other retirement systems or entities financial report. The City accounts for both plans as pension trusts funds; therefore, they are accounted for in substantially the same manner as proprietary funds, with an economic resources measurement focus and employment of the accrual basis of accounting. Plan member contributions, employer contributions and contributions from other entities are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

NOTE 9 PENSION PLANS (CONTINUED)

Defined Benefit Single-Employer Pension Plans (Continued)

For financial statement purposes, plan assets are valued at fair value of the Police and Fire Plans, as reported within the annual trustee statements. The plans do not issue stand-alone GAAP financial reports. Therefore, the individual financial reports are presented for each of the plans in this section.

	Pension Trust Funds		
	Police Pension Fund	Fire Pension Fund	Total
ASSETS			
Cash and Short-Term Investments	$ 2,978,154	$ 6,497,619	$ 9,475,773
Accrued Interest	245,479	154,472	399,951
Long-Term Investments, at Fair Value:			
U.S. Government Obligations	21,051,843	10,963,846	32,015,689
Mutual Funds	42,905,625	39,597,218	82,502,843
Common Stock	17,382,641	6,512,911	23,895,552
Annuities	-	145,987	145,987
Municipal Bonds	1,773,901	1,314,908	3,088,809
Corporate Bonds	14,895,971	9,118,774	24,014,745
Total Long-Term Investments	98,009,981	67,653,644	165,663,625
Total Assets	$ 101,233,614	$ 74,305,735	$ 175,539,349
LIABILITIES AND NET POSITION			
Accounts Payable	$ 89,272	$ 5,411	$ 94,683
NET POSITION			
Held in Trust for Pension Benefits	101,144,342	74,300,324	175,444,666
Total Liabilities and Net Position	$ 101,233,614	$ 74,305,735	$ 175,539,349

NOTE 9 PENSION PLANS (CONTINUED)

Defined Benefit Single-Employer Pension Plans (Continued)

	Police Pension Fund	Fire Pension Fund	Total
ADDITIONS			
Contributions:			
Employer	$ 4,713,752	$ 5,611,626	$ 10,325,378
Plan Member	1,364,975	866,492	2,231,467
Miscellaneous Revenue	136	39,276	39,412
Total Contributions	6,078,863	6,517,394	12,596,257
Investment Earnings:			
Interest and Dividends	1,197,547	682,573	1,880,120
Net Decrease in the Fair Value of Investments	(6,816,028)	(4,142,934)	(10,958,962)
Total Investment Income	(5,618,481)	(3,460,361)	(9,078,842)
Less: Investment Expense	255,548	154,810	410,358
Net Investment Income	(5,874,029)	(3,615,171)	(9,489,200)
Total Additions	204,834	2,902,223	3,107,057
DEDUCTIONS			
Benefits and Refunds	8,103,204	7,631,504	15,734,708
Administrative Expense	144,019	88,729	232,748
Total Deductions	8,247,223	7,720,233	15,967,456
CHANGE IN NET POSITION	(8,042,389)	(4,818,010)	(12,860,399)
Net Position - Beginning of Year	109,186,731	79,118,334	188,305,065
NET POSITION - END OF YEAR	$ 101,144,342	$ 74,300,324	$ 175,444,666

In addition to other disclosures, the GASB requires a schedule of changes in the net pension liability and related ratios; a schedule of contributions; and a schedule of investment returns that include historical trend information. These schedules are included as required supplementary information to the financial statements.

NOTE 9 PENSION PLANS (CONTINUED)

Police Pension Plan

Plan Description

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The plan is administered by a Board of Trustees which acts as the administrator of the plan.

The Board for the Police Pension Plan consists of five Trustees, two of whom are appointed by the Mayor, two of whom are members of the system who are elected by a majority of the Police Officers who are members of the system, and a fifth trustee who is elected by and from the beneficiaries of legal age of the fund. Each Trustee serves a two-year term. Under Article 3 of the Illinois Pension Code, a Police Officer may become a Participant in the Plan upon written application within the first six months of his appointment as a sworn Police Officer.

At December 31, 2018, the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to but not yet Receiving Benefits	181
Current Employees:	
Vested and Nonvested	153
Total	334

The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years. Employees with at least 8 years but less than 20 years of credited service may retire at or after the age of 60 and receive a reduced benefit.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Administrative costs are financed through investment earnings.

NOTE 9 PENSION PLANS (CONTINUED)

Police Pension Plan (Continued)

Plan Description (Continued)

Under Public Act 96-1495, the annual requirements of the pension fund are to be determined as a level percent of payroll sufficient to bring the total assets of the pension fund up to 90% of the total actuarial liabilities by the year 2040.

Net Pension Liability

The components of the net pension liability of the Police Pension Plan as of December 31, 2018 are as follows:

Total Pension Liability	$ 163,433,768
Plan Fiduciary Net Position	101,144,341
Net Pension Liability	$ 62,289,427
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.89%

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of January 1, 2018 using the following actuarial assumptions applied to all measurement periods:

Valuation Date	January 1, 2019
Measurement Date	December 31, 2018
Actuarial Cost Method	Entry Age Normal
Inflation	2.5%
Projected Salary Increases	3.5%
Investment Rate of Return	7.5%
Mortality Rate	RP 2000 Mortality Table with Blue Collar Adjustment Projected to 2019

Each Board of Trustees (Board) is responsible for administering the investment policies of the Plans and providing oversight for the management of the plans' assets. The investment strategy of each plan is to emphasize total return (defined as the aggregate return from capital appreciation and dividend and interest income). The investment policy for each plan requires that all plan assets be invested in liquid securities, defined as securities that can be transacted quickly and efficiently for the Plan, with minimal impact on market price.

NOTE 9 PENSION PLANS (CONTINUED)

Police Pension Plan (Continued)

Net Pension Liability (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rate of return for each major asset class included in the pension plans' target asset allocations as of December 31, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2%	.27%
Core Fixed Income	34%	2.29%
Broad U.S. Equities	64%	3.32%

Discount Rate

The discount rate used to measure the total pension liability was 7.50% for Police Pension. The projection of cash flow used to determine the discount rate assumed that the funding policy is to amortize the unfunded liability over 22 years from January 1, 2019. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Pension Plan calculated using the discount rates listed above, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower, or 1-percentage-point higher than the current rate:

	1% Decrease	Current Rate	1% Increase
Discount Rate	6.50%	7.50%	8.50%
Net Pension Liability	$85,075,046	$62,289,427	$43,654,560

NOTE 9 PENSION PLANS (CONTINUED)

Police Pension Plan (Continued)

Net Pension Liability (Continued)

The following presents the changes in City's net pension liability for the Police Pension Plan:

Total Pension Liability	
Service Cost	$ 2,221,427
Interest	11,666,385
Effect of Economic/Geographic Gains or Losses	(1,881,003)
Benefit Payments	(8,103,204)
Net Change in Total Pension Liability	3,903,605
Total Pension Liability - Beginning	159,530,163
Total Pension Liability - Ending (A)	$ 163,433,768
Plan Fiduciary Net Position	
Contributions - Employer	$ 4,713,752
Contributions - Employee	1,364,975
Net Investment Income	(5,799,843)
Benefit Payments	(8,103,204)
Administrative Expense	(238,726)
Net Change in Plan Fiduciary Net Position	(8,063,046)
Plan Fiduciary Net Position - Beginning	109,207,387
Plan Fiduciary Net Position - Ending (B)	$ 101,144,341
Net Pension Liability (A) - (B)	$ 62,289,427
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.89%
Covered Payroll	$ 12,800,130
Net Pension Liability as a Percentage of Covered Payroll	486.63%

NOTE 9 PENSION PLANS (CONTINUED)

Police Pension Plan (Continued)

Pension Expense and Deferred Inflows/Outflows of Resources Related to Pensions

For the year ended December 31, 2018, the City will recognize a pension expense of $7,039,882. On December 31, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 1,825,600	$ 1,752,563
Net Difference Between Projected and Actual Earnings	8,357,496	-
Total Deferred Amounts Related to Pensions	$ 10,183,096	$ 1,752,563

The net amount reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31,	Net Deferred Inflows of Resources
2019	$ 2,727,493
2020	1,553,913
2021	1,821,825
2022	2,498,300
2023	(170,998)
Thereafter	-
Total	$ 8,430,533

Fire Pension Plan

Plan Description

The Fire Pension Plan is a single-employer defined benefit pension plan that covers all sworn fire personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The plan is administered by a Board of Trustees which acts as the administrator of the plan.

The Board for the Fire Pension Plan consists of five Trustees, two of whom are appointed by the Mayor, two of whom are members of the system who are elected by a majority of the Firefighters who are members of the system, and a fifth trustee who is elected by and from the retired/disabled members of the fund. Each Trustee serves a three-year term. Each person employed by the City Fire Department as a full-time Firefighter becomes a member of the Plan as a condition of his or her employment.

NOTE 9 PENSION PLANS (CONTINUED)

Fire Pension Plan (Continued)

Plan Description (Continued)

All Firefighters are therefore eligible for plan benefits as provided for in the plan document and by applicable law.

At December 31, 2018, the Fire Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to but not yet Receiving Benefits	136
Current Employees:	
Vested and Nonvested	102
Total	238

The Fire Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank held on the date of retirement. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

Covered employees are required to contribute 9.45% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Administrative costs are financed through investment earnings.

Under Public Act 96-1495, the annual requirements of the pension fund are to be determined as a level percent of payroll sufficient to bring the total assets of the pension fund up to 90% of the total actuarial liabilities by the year 2040.

Net Pension Liability

The components of the net pension liability of the Fire Pension Plan as of December 31, 2018 are as follows:

Total Pension Liability	$ 146,978,285
Plan Fiduciary Net Position	74,300,324
Net Pension Liability	$ 72,677,961
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	50.55%

NOTE 9 PENSION PLANS (CONTINUED)

Fire Pension Plan (Continued)

Net Pension Liability (Continued)

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of January 1, 2018 using the following actuarial assumptions applied to all measurement periods:

Valuation Date	January 1, 2019
Measurement Date	December 31, 2018
Actuarial Cost Method	Entry Age Normal
Inflation	2.5%
Projected Salary Increases	3.5%
Investment Rate of Return	7.0%
Mortality Rate	RP 2000 Mortality Table with Blue Collar Adjustment Projected to 2019

Each Board of Trustees (Board) is responsible for administering the investment policies of the Plans and providing oversight for the management of the Plans' assets. The investment strategy of each Plan is to emphasize total return (defined as the aggregate return from capital appreciation and dividend and interest income). The investment policy for each plan requires that all Plan assets be invested in liquid securities, defined as securities that can be transacted quickly and efficiently for the Plan, with minimal impact on market price.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rate of return for each major asset class included in the pension plans' target asset allocations as of December 31, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	7%	.27%
Core Fixed Income	30%	2.29%
Broad U.S. Equities	63%	3.32%

NOTE 9 PENSION PLANS (CONTINUED)

Fire Pension Plan (Continued)

Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.0% for Fire Pension. The projection of cash flow used to determine the discount rate assumed that the funding policy is to amortize the unfunded liability over 22 years from January 1, 2019 Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Pension Plan calculated using the discount rates listed above, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower, or 1-percentage-point higher than the current rate:

	1% Decrease	Current Rate	1% Increase
Discount Rate	6.0%	7.0%	8.0%
Net Pension Liability	$91,295,262	$72,677,961	$57,265,044

NOTE 9 PENSION PLANS (CONTINUED)

Fire Pension Plan (Continued)

Net Pension Liability (Continued)

The following presents the changes in City's net pension liability for Fire Pension Plan:

Total Pension Liability	
Service Cost	$ 2,153,501
Interest	9,675,428
Effect of Economic/Demographic Gain (Loss)	816,311
Benefit Payments	(7,645,409)
Net Change in Total Pension Liability	4,999,831
Total Pension Liability - Beginning	141,978,454
Total Pension Liability - Ending (A)	$ 146,978,285
Plan Fiduciary Net Position	
Contributions - Employer	$ 5,611,626
Contributions - Employee	905,768
Net Investment Income	(3,609,255)
Benefit Payments	(7,645,409)
Administrative Expense	(81,141)
Net Change in Plan Fiduciary Net Position	(4,818,411)
Plan Fiduciary Net Position - Beginning	79,118,735
Plan Fiduciary Net Position - Ending (B)	$ 74,300,324
Net Pension Liability (A) - (B)	$ 72,677,961
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	50.55%
Covered Payroll	$ 8,712,059
Net Pension Liability as a Percentage of Covered Payroll	834.22%

NOTE 9 PENSION PLANS (CONTINUED)

Fire Pension Plan (Continued)

Pension Expense and Deferred Inflows/Outflows of Resources Related to Pensions

For the year ended December 31, 2018, the City will recognize a pension expense of $7,700,688. On December 31, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 677,360	$ 824,345
Net Difference Between Projected and Actual Earnings	6,044,758	-
Total Deferred Amounts Related to Pensions	$ 6,722,118	$ 824,345

Year Ending December 31,	Net Deferred Inflows of Resources
2019	$ 1,834,832
2020	929,124
2021	1,136,554
2022	1,981,255
2023	16,008
Total	$ 5,897,773

Pension Summary

For the year ended December 31, 2018, aggregate data for the City's three pension plans is summarized by the following table.

	IMRF	Police Pension	Fire Pension	Total
Net Pension Liability	$ 1,890,133	$ 62,289,427	$ 72,677,961	$ 136,857,521
Deferred Outflows of Resources	2,933,996	10,183,096	6,722,118	19,839,210
Deferred Inflows of Resources	6,655,322	1,752,563	824,345	9,232,230
Pension Expense	1,130,546	7,039,882	7,700,688	15,871,116

NOTE 10 CONTINGENT LIABILITIES

The City participates in a number of federally assisted grant programs, principal of which are the Community Development Block Grant, HOME, and Federal Transit Administration programs. These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs for and including the year ended December 31, 2018, have not yet been conducted. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be insignificant.

The City, as landowner of an industrial center, has a potential environmental liability arising from the activities of various tenants at the site. The City entered into a cost sharing agreement with three other parties and environmental remediation has occurred. No current claim by any State, Federal, or local agency has been filed against the City. The City and its legal counsel believe that primary liability for any future claim will rest with the prior owners. No estimate of a liability can be made at this time.

NOTE 11 LITIGATION

There are several lawsuits pending against the City for various reasons. The outcome and eventual liability of the City, if any, in these cases are not known at this time and, accordingly, no specific provisions for these lawsuits are included in the financial statements. However, based upon past experience, management believes that the self-insurance funds and other insurance coverage maintained by the City are sufficient to cover any potential claims.

NOTE 12 COMMITMENTS

The City has the following commitments:

1. As a result of the City's involvement in the construction of the Decatur Civic Center building, the City and the Decatur Metropolitan Exposition Auditorium and Office Building Authority (Authority) entered into an intergovernmental cooperation agreement in 1977, as amended in 1980, which included a negotiated 99-year rent-free lease for office space. The lease terms require the City to pay only utility and maintenance costs based on square footage occupied by the City within the building, which is approximately 40% of the space.

   In applying the accounting standards related to accounting for leases, this lease should be capitalized due to its term and included in long-term debt. However, since these costs represent executory costs and are not quantifiable, the lease has not been capitalized and is classified as an operating lease. Also, since the costs are not quantifiable, the future minimum lease payments are not determinable.

NOTE 12 COMMITMENTS (CONTINUED)

The City pays an operating subsidy to the Authority at the beginning of each fiscal year, in such amount to fund operations anticipated in the fiscal year. The operating subsidy is adjusted each year by the change in the consumer price index.

2. On September 11, 2013, the City entered into a long-term lease arrangement for space to house the City of Decatur Police Headquarters. Lease payments began upon facility occupancy on June 6, 2014. The lease is for twenty (20) years with option to extend the lease for four (4) additional five (5) year terms, or an additional twenty (20) years. Current year expense was $505,841. Future minimum rental payments are estimated as follows:

Year Ending December 31,	Amount
2019	$ 520,595
2020	531,133
2021	531,133
2022	531,133
2023	531,133
2024-2028	2,777,383
2029-2033	2,916,252
2034	243,990
Total	$ 8,582,752

3. On July 8, 2014, the City entered a five (5) year agreement to lease a certain building facility adjacent to the City of Decatur Police Headquarters with the lease commencing on July 1, 2014 and ending July 31, 2019. On September 28, 2018, the City modified the lease agreement for the lease period commencing August 1, 2019 and July 31, 2024, representing early renewal and extension of term, with City ability to extend for an additional five (5) year period in accordance with extension terms of the original lease. Current year expense was $38,864. Future minimum rental payments are estimated as follows:

Year Ending December 31,	Amount
2019	$ 39,360
2020	39,360
2021	39,360
2022	39,360
2023	39,360
2024	22,960
Total	$ 219,760

4. On December 31, 2018, the City entered into a five (5) year capital lease acquisition arrangement for certain public safety radio equipment, with equipment delivery and deployment in first quarter of 2019, with annual lease payments commencing December 15, 2019 and ending December 15, 2023. Future lease payments are as follows:

NOTE 12 COMMITMENTS (CONTINUED)

Year Ending December 31,	Amount
2019	$ 217,613
2020	217,613
2021	217,613
2022	217,613
2023	217,612
Total	$ 1,088,064

Other Commitments:

At December 31, 2018, the City had contractual commitments of approximately $23 million for capital improvement programs.

NOTE 13 RISK MANAGEMENT

The City is self-insured for group health medical, unemployment compensation claims, workers' compensation, property and casualty including equipment breakdown, and liability including general, auto, law, public officials, benefit plan, cyber, and crime.

The group health medical program is insured for amounts above the self-insurance retention limits of $200,000 per individual and approximately $9,320,940 in the aggregate by an insurance carrier. Unemployment compensation is funded in full by the City. Other programs are insured for amounts above the self-insurance retention limits of $25,000 - $500,000 by an insurance carrier. There have been no significant reductions in insurance coverage from the prior year. During the past three fiscal years, there have been no settlements that exceeded insurance coverage.

Rates are developed annually to fund the self-insurance programs, including claims and administrative costs, in the self-insurance internal service fund. All funds and departments of the City are charged monthly thereafter based on their loss history and exposure.

The claims liability for group health of $1,092,731 and the nonmedical claims liability of $2,303,996 at December 31, 2018 is based on the requirements of accounting standards related to Accounting and Financial Reporting for Risk Financing and Related Insurance Issues, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability account for years ended December 31, 2018 **and 2017** were:

NOTE 13 RISK MANAGEMENT (CONTINUED)

	2018	2017
Nonmedical Claims Liability		
Beginning of Fiscal Year Liability	$ 935,015	$ 1,734,206
Current Year Claims and Changes in Estimates	2,589,382	1,536,908
Claims Payments	(1,220,401)	(2,336,099)
Total	$ 2,303,996	$ 935,015
Medical Claims Liability		
Beginning of Fiscal Year Liability	$ 1,175,905	$ 995,016
Current Year Claims and Changes in Estimates	8,118,945	7,265,374
Claims Payments	(8,202,119)	(7,084,485)
Total	$ 1,092,731	$ 1,175,905

NOTE 14 RELATED PARTY TRANSACTIONS

The City has an agreement with the Civic Center Authority whereby the City occupies a portion of the Civic Center Building as municipal offices and reimburses the Authority for its portion of occupancy related expenses.

The City is required to maintain the Authority's operating reserve fund at $100,000. The City is required to replenish this fund whenever it falls below $100,000. The Authority has not required this fund to be maintained at $100,000, but reimbursement has been made as Authority cash flow dictates. During 2018, the City contributed $428,923 to the Authority for fiscal 2019.

NOTE 15 FUND EQUITY

The following funds had a deficit net position or deficit fund balance at December 31, 2018:

TIF Fund	$ 467,777
Capital Projects Fund	1,190,543
Major Moves Fund	62,612
Risk Management	632,743

The above deficits are expected to be eliminated from future revenues and/or transfers.

NOTE 16 OTHER POSTEMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described in Note 9, the City provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (Retiree Healthcare Program) and follows GASB No 75. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the City's governmental and business-type activities.

Benefits Provided

The City provides continued health insurance coverage at the active employee rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under one of the City's retirement plans. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the retiree can choose to participate or not participate in the City's plan.

Membership

The City's Retiree Healthcare Program includes three employee groups: Fire, Police, and all other City, which are the same as those used for the pension plan.

At January 1, 2018, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	104
Active Employees	491
Total	595
Participating Employers	1

NOTE 16 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Funding Policy

The City is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

Premium cost sharing arrangements vary depending on the bargaining unit and date of retirement. Qualified retirees pay 100% of the premium cost for single and dependent coverage.

Total OPEB Liability

The City's total OPEB liability was determined for fiscal year ending December 31, 2018, using December 31, 2018 as the measurement date, by an actuarial valuation as of that date.

Actuarial Assumptions

The total OPEB liability in the December 31, 2018 (measurement date), actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.75% per Year
Salary	3.5% Including Inflation
Healthcare Cost Trend Rates	Fire: Pre-65; 6.20% - 4.00% over 68 Years Post-65: 6.20% - 4.00% over 75 Years Police: Pre-65: 6.20% - 4.00% over 71 Years Post-65: 7.00% - 4.00% over 75 Years Other City: Pre-65: 6.20% - 4.00% over 63 Years Post-65: 7.00% - 4.00% over 64 Years

Mortality rates for Police and Fire where based on Sex-distinct RP-2000 Combined Mortality Table with Blue Collar Adjustments with projected mortality improvements until valuation date using Scale AA. All other City Employees where based on RP-2000 Combined Annuitant/Non-Annuitant Male and Female Table with White Collar Adjustment and Generational Mortality Projected using Scale BB. Disabled mortality rates for Police and Fire where based on Sex-distinct RP-2000 Disabled Mortality Table with Blue Collar Adjustments with projected mortality improvements until 2017 using Scale AA. All other City Employees: N/A

Discount Rate

User GASB 75, the discount rate used in valuing OPEB liabilities for unfunded plans as of the Measurement Date must be based on a yield for 20-year tax-exempt municipal bonds. The discount rate was 4.10% as of December 31, 2018, for accounting disclosure purposes.

NOTE 16 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Changes in the Total OPEB Liability

	Total OPEB Liability
Total OPEB Liability at December 31, 2017	$ 9,640,997
Changes for the Year:	
Service Cost	350,092
Interest	330,246
Changes in Assumptions	(518,742)
Benefit Payments	(788,548)
Net Changes	(626,952)
Total OPEB Liability at December 31, 2018	$ 9,014,045

Sensitivity of the total OPEB liability to changes in the discount rate.
The following presents the total OPEB liability of the City, calculated using the discount rate of 4.10%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.10%) or 1 percentage point higher (5.10%) than the current rate.

As of December 31, 2018	Total OPEB Liability
1% Decrease (3.10%)	$ 9,820,905
Current Discount Rate (4.10%)	$ 9,014,045
1% Increase (5.10%)	$ 8,316,578

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, calculated using the current healthcare cost trend rates as well as what the City's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates.

As of December 31, 2018	Total OPEB Liability
1% Decrease (3.10%)	$ 9,820,905
Current Discount Rate (4.10%)	$ 9,014,045
1% Increase (5.10%)	$ 8,316,578

NOTE 16 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2018, the City recognized OPEB expense of $611,171. At December 31, 2018, the City reported deferred inflows of resources related to OPEB from the following source:

	Deferred Inflows of Resources
Changes in Assumptions	$ (449,576)

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

Year Ending December 31,	Amount
2019	$ (69,166)
2020	(69,166)
2021	(69,166)
2022	(69,166)
2023	(69,166)
2024-2027	(103,746)
Total	$ (449,576)

NOTE 17 CAPITAL LEASES

The City has entered into various lease agreements as lessee for financing of vehicles which include a water truck, a traffic truck, fire command vehicles, a VOIP telephone system, a fire apparatus, IT data storage equipment, and public works vehicles. All seven leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the date of inception. These are included in the long-term debt summary of changes in Note 8. Original cost and accumulated depreciation included in capital assets for these items are as follows:

Assets	Amount
Water Truck	$ 25,150
Traffic Truck	31,114
Fire Vehicles	62,860
VOIP System	351,560
Pierce Pumper	428,380
IT Data Storage	285,966
Public Works Vehicles	331,508
Less: Accumulated Depreciation	(570,221)
Total	$ 946,317

NOTE 17 CAPITAL LEASES (CONTINUED)

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2018 were as follows:

	Future Minimum Lease Payments						
	Traffic Truck	Fire Vehicles	VOIP System	Pierce Pumper	IT Data Storage	Public Works Vehicles	Total Governmental Activities
2019	$ 1,640	$ 10,820	$ 78,403	$ 77,541	$ 95,322	$ 52,805	$ 316,531
2020	-	-	78,403	77,541	-	52,805	208,749
2021	-	-	78,403	77,541	-	52,805	208,749
2022	-	-	-	77,541	-	52,805	130,346
2023	-	-	-	77,541	-	52,805	130,346
Thereafter	-	-	-	-	-	52,806	52,806
Minimum Lease Payments	1,640	10,820	235,209	387,705	95,322	316,831	1,047,527
Less: Amount of Interest	(8)	(80)	(23,692)	(26,538)	-	(32,109)	(82,427)
Total	$ 1,632	$ 10,740	$ 211,517	$ 361,167	$ 95,322	$ 284,722	$ 965,100

	Future Minimum Lease Payments		
	Water Truck	Total Enterprise Fund Activities	Total
2019	$ 1,327	$ 1,327	$ 317,858
2020	-	-	208,749
2021	-	-	208,749
2022	-	-	130,346
2023	-	-	130,346
Thereafter	-	-	52,806
Minimum Lease Payments	1,327	1,327	1,048,854
Less: Amount of Interest	(8)	(8)	(82,435)
Total	$ 1,319	$ 1,319	$ 966,419

NOTE 18 TAX ABATEMENTS

Tax abatements, as defined by Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures* (GASB 77), are agreements between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

NOTE 18 TAX ABATEMENTS (CONTINUED)

Enterprise Zone Credits

Enterprise zone credits are available to local businesses under the state Economic Development Opportunity Act of 2016. Under the Act, localities may grant property tax abatements of business" property tax bills for the purpose of attracting or retaining businesses within their jurisdictions and certified by the State of Illinois. The City's estimated net reduced property tax resulting from Enterprise Zone abatement for the year ending December 31, 2018 was $734,571.

Tax Increment Financing Abatements

Illinois's Tax Increment Financing Act enables cities to finance certain redevelopment costs with the revenue generated from (1) payments in lieu of real estate taxes, as measured by the net increase in assessed valuation resulting from redevelopment and (2) a portion of the increase in other local tax revenue associated with new economic activity. When a tax increment financing (TIF) plan is adopted, real estate taxes in the redevelopment are frozen at their current level. By applying the real estate tax rate of all taxing districts having taxing power within the redevelopment area to the increased assessed valuation resulting from redevelopment, a tax "increment" is produced.

The City's estimated net reduced tax revenue resulting from the TIFs for the year ending December 31, 2018 are as follows:

	Sales Tax	Property Tax	Total
219-245 N. Main St Goods Building	$ -	$ 4,238	$ 4,238
Southeast Plaza Phase II Airport Plaza JV	105,111	319,032	424,143
Pines Shopping Center Save-A-Lot	28,961	72,272	101,233
Eastgate Commons Rural King Strip Phase I	206,375	95,158	301,533
Near North TIF Tax Agreement	-	134,531	134,531
Slumberland Store	69,710	-	69,710
Jackson Ford	20,375	15,459	35,834
Harrison Management Group LLC	57,713	-	57,713
Evergreen Hospitality, LLC	20,633	-	20,633
Pace Hospitality, LLC	65,374	-	65,374
Southside TIF	-	9,621	9,621
Grand & Oakland TIF	39,238	127,992	167,230
FirsTech, Inc.	-	677	677
Total	$ 613,490	$ 778,980	$ 1,392,470

NOTE 19 RESTATEMENT OF NET POSITION

The City adopted a new accounting standard to conform with accounting principles generally accepted in the United States of America. The statement adopted requiring restatement of net position was Governmental Accounting Standards Board (GASB) Statement 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. This pronouncement required the restatement of the December 31, 2017 net position as shown below.

	Governmental Activities	Business-Type Activities	Water Fund	Fleet Fund
Net Position, Beginning of Year, as Previously Reported	$ (39,208,010)	$ 34,531,955	$ 17,637,193	$ 1,951,917
Reversal of GASB 45	1,370,558	331,586	331,586	51,580
Adjustment for Beginning Other Post-Employment Benefit	(7,664,593)	(1,976,404)	(1,976,404)	(375,999)
Net Position, Beginning of Year, as Restated	$ (45,502,045)	$ 32,887,137	$ 15,992,375	$ 1,627,498

III Required Supplementary Information

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF EMPLOYER CONTRIBUTIONS – PENSIONS PLANS
(Unaudited)

Last 10 Fiscal Years*

IMRF

Fiscal Year Ended	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2018	$ 1,503,344	$ 1,543,344	$ (40,000)	$ 12,517,436	12.33%
2017	1,737,470	1,788,391	(50,921)	14,160,313	12.63%
2016	1,772,566	1,795,318	(22,752)	13,708,943	13.10%
2015	1,771,905	1,787,566	(15,661)	14,232,171	12.56%
2014	1,695,313	1,633,605	61,708	13,307,066	12.28%

Police Pension Plan

Fiscal Year Ended	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2018	$ 4,727,864	$ 4,713,752	$ 14,112	$ 12,800,130	36.83%
2017	4,353,985	4,440,715	(86,730)	12,420,855	35.75%
2016	4,167,919	4,213,121	(45,202)	11,996,768	35.12%
2015	4,026,184	4,229,151	(202,967)	12,391,182	34.13%
2014	4,159,443	4,277,221	(117,778)	12,227,509	34.98%
2013	2,735,709	3,666,579	(930,870)	11,664,930	31.43%

Fire Pension Plan

Fiscal Year Ended	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2018	$ 5,348,824	$ 5,611,626	$ (262,802)	$ 8,712,059	64.41%
2017	5,229,880	5,143,349	86,531	8,732,570	58.90%
2016	4,875,173	5,023,785	(148,612)	8,907,509	56.40%
2015	4,565,589	4,265,438	300,151	8,779,591	48.58%
2014	4,174,530	4,232,824	(58,294)	8,250,783	51.30%
2013	2,774,140	3,806,762	(1,032,622)	8,451,621	45.04%

* Additional years will be added to this schedule annually until 10 years of data is presented.

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
(Unaudited)

TOTAL OPEB LIABILITY	
Service Cost	$ 350,092
Interest	330,246
Changes of Assumptions	(518,742)
Benefit Payments	(788,548)
NET CHANGE IN TOTAL OPEB LIABILITY	(626,952)
Total OPEB Liability - Beginning	9,640,997
TOTAL OPEB LIABILITY - ENDING	$ 9,014,045
COVERED PAYROLL	$ 34,029,625
TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	26.5%

NOTES TO SCHEDULE

1. Changes of assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period.
2. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.
3. This schedule will ultimately present ten years of information when available.

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS – POLICE PENSION PLAN
(Unaudited)

The following presents the changes in the City's net pension liability for the Police Pension Plan:

	Calendar Year Ended December 31,				
	2018	2017	2016	2015	2014
Total Pension Liability					
Service Cost	$ 2,221,427	$ 2,314,062	$ 2,329,042	$ 2,344,035	$ 2,726,891
Interest	11,666,385	11,187,658	10,858,441	10,868,268	9,571,302
Difference in Expected and Actual Experiences	-	-	-	-	57,370
Changes of Assumptions/Methods	-	-	-	-	6,068,547
Effect of Liability Gains or Losses	(1,881,003)	3,003,408	(1,494,924)	(678,659)	-
Benefit Payments	(8,103,204)	(7,523,341)	(7,061,048)	(6,824,723)	(6,102,938)
Net Change in Total Pension Liability	3,903,605	8,981,787	4,631,511	5,708,921	12,321,172
Total Pension Liability – Beginning	159,530,163	150,548,376	145,916,865	140,207,944	127,886,772
Total Pension Liability – Ending (A)	$ 163,433,768	$ 159,530,163	$ 150,548,376	$ 145,916,865	$ 140,207,944
Plan Fiduciary Net Position					
Contributions – Employer	$ 4,713,752	$ 4,440,715	$ 4,213,121	$ 4,229,151	$ 4,277,221
Contributions – Employee	1,364,975	1,173,624	1,251,329	1,240,308	1,186,391
Net Investment Income	(5,799,843)	13,313,242	8,167,736	24,273	5,790,077
Benefit Payments	(8,103,204)	(7,523,341)	(7,061,048)	(6,824,723)	(6,102,938)
Administrative Expense	(238,726)	(415,135)	(351,980)	(264,895)	(64,986)
Net Change in Plan Fiduciary Net Position	(8,063,046)	10,989,105	6,219,158	(1,595,886)	5,085,765
Plan Fiduciary Net Position – Beginning	109,207,387	98,218,282	91,999,124	93,595,010	88,509,245
Plan Fiduciary Net Position – Ending (B)	$ 101,144,341	$ 109,207,387	$ 98,218,282	$ 91,999,124	$ 93,595,010
Net Pension Liability (A) – (B)	$ 62,289,427	$ 50,322,776	$ 52,330,094	$ 53,917,741	$ 46,612,934
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.89%	68.46%	65.24%	63.05%	66.75%
Covered Payroll	$ 12,800,130	$ 12,420,855	$ 11,996,768	$ 12,391,182	$ 12,227,509
Net Pension Liability as a Percentage of Covered Payroll	487%	405%	436%	435%	381%

Additional years will be added to this schedule annually until 10 years of data is presented.

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS – FIREFIGHTER PENSION PLAN
(Unaudited)

The following presents the changes in the City's net pension liability for the Firefighter Pension Plan:

	Calendar Year Ended December 31,				
	2018	2017	2016	2015	2014
Total Pension Liability					
Service Cost	$ 2,153,501	$ 2,107,727	$ 2,065,510	$ 2,051,437	$ 2,183,902
Interest	9,675,428	9,630,886	9,334,747	9,344,391	8,357,081
Difference in Expected/Actual Experience	-	(1,483,822)	-	-	2,180,908
Changes of Assumptions/Methods	-	-	-	-	9,131,603
Effect of Liability Gain or Losses	816,311	-	147,773	2,865,795	-
Benefit Payments	(7,645,409)	(7,380,562)	(7,339,489)	(7,030,555)	(6,743,544)
Net Change in Total Pension Liability	4,999,831	2,874,229	4,208,541	7,231,068	15,109,950
Total Pension Liability – Beginning	141,978,454	139,104,225	134,895,684	127,664,616	112,554,666
Total Pension Liability – Ending (A)	$ 146,978,285	$ 141,978,454	$ 139,104,225	$ 134,895,684	$ 127,664,616
Plan Fiduciary Net Position					
Contributions – Employer	$ 5,611,626	$ 5,143,349	$ 5,023,785	$ 4,265,438	$ 4,232,824
Contributions – Employee	905,768	854,500	833,972	847,728	809,470
Net Investment Income	(3,609,255)	8,405,901	4,989,376	460,973	4,671,711
Benefit Payments	(7,645,409)	(7,380,562)	(7,339,489)	(7,030,555)	(6,743,544)
Administrative Expense	(81,141)	(214,760)	(319,375)	(264,992)	(252,605)
Net Change in Plan Fiduciary Net Position	(4,818,411)	6,808,428	3,188,269	(1,721,408)	2,717,856
Plan Fiduciary Net Position – Beginning	79,118,735	72,310,307	69,122,038	70,843,446	68,125,590
Plan Fiduciary Net Position – Ending (B)	$ 74,300,324	$ 79,118,735	$ 72,310,307	$ 69,122,038	$ 70,843,446
Net Pension Liability (A) – (B)	$ 72,677,961	$ 62,859,719	$ 66,793,918	$ 65,773,646	$ 56,821,170
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	50.55%	55.73%	51.98%	51.24%	55.49%
Covered Payroll	$ 8,712,059	$ 8,732,570	$ 8,907,509	$ 8,779,591	$ 8,250,783
Net Pension Liability as a Percentage of Covered Payroll	834%	720%	750%	749%	689%

Additional years will be added to this schedule annually until 10 years of data is presented.

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF INVESTMENT RETURNS
POLICE AND FIREFIGHTER PENSION PLANS
(Unaudited)

The following presents the annual money-weighted rate of return, net of investment expenses:

Police Pension

Fiscal Year Ended	Rate
2018	(5.40%)
2017	13.78%
2016	9.02%
2015	0.02%

Firefighter Pension

Fiscal Year Ended	Rate
2018	(4.64%)
2017	11.84%
2016	7.36%
2015	0.57%

Additional years will be added to this schedule until 10 years of data is presented.

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT PLAN
(Unaudited)

The following presents the changes in City net pension liability for IMRF:

	2018	2017	2016
Total Pension Liability			
Service Cost	$ 1,476,556	$ 1,558,483	$ 1,484,366
Interest on the Total Pension Liability	7,570,759	7,425,184	7,126,789
Differences Between Expected and Actual Experience of the Total Pension Liability	1,971,728	(1,363,508)	896,106
Changes of Assumptions	(3,240,295)	(338,253)	225,465
Benefit Payments	(5,968,010)	(5,429,754)	(5,622,411)
Net Change in Total Pension Liability	1,810,738	1,852,152	4,110,315
Total Pension Liability – Beginning	103,177,196	101,325,044	97,214,729
Total Pension Liability – Ending (A)	$ 104,987,934	$ 103,177,196	$ 101,325,044
Plan Fiduciary Net Position			
Contributions – Employer	$ 1,788,392	$ 1,795,318	$ 1,787,566
Contributions – Employees	665,845	665,417	717,309
Net Investment Income	14,727,616	6,686,921	753,618
Benefit Payments	(5,968,010)	(5,429,754)	(5,622,441)
Other (Net Transfer)	(79,418)	(93,500)	(106,040)
Net Change in Plan Fiduciary Net Position	11,134,425	3,624,402	(2,469,988)
Plan Fiduciary Net Position – Beginning	91,963,376	88,338,974	90,808,962
Plan Fiduciary Net Position – Ending (B)	$ 103,097,801	$ 91,963,376	$ 88,338,974
Net Position Liability – Ending (A) - (B)	$ 1,890,133	$ 11,213,820	$ 12,986,070
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	98.20%	89.13%	87.18%
Covered Payroll	$ 14,160,313	$ 13,708,943	$ 14,232,174
Net Pension Liability as a Percentage of Covered Payroll	13.35%	81.80%	91.24%

Additional years will be added to this schedule annually until 10 years of data is presented.

CITY OF DECATUR, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION - BUDGETARY COMPARISON SCHEDULE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018

	Original Budget	Final Budget	Actual	Variance from Final Budget
REVENUES				
Taxes	$ 22,714,679	$ 22,714,679	$ 22,612,078	$ (102,601)
Charges for Service	6,185,224	6,185,224	6,220,708	35,484
Investment Income and Net Increase in Fair Value of Investments	9,100	9,100	40,248	31,148
Intergovernmental	30,654,300	30,654,300	31,802,024	1,147,724
Licenses and Permits	1,200,000	1,200,000	1,284,029	84,029
Fines and Fees	1,271,000	1,271,000	1,209,461	(61,539)
Other Revenue	1,110,200	1,110,200	1,247,305	137,105
Total Revenues	63,144,503	63,144,503	64,415,853	1,271,350
EXPENDITURES				
Current:				
Legislative	59,964	59,964	53,020	6,944
Executive	725,522	725,522	644,800	80,722
Management Services	1,943,347	1,943,347	1,820,683	122,664
Legal	879,594	949,234	944,219	5,015
Financial Management	4,556,752	3,245,252	3,470,135	(224,883)
Police	26,670,772	27,657,272	26,885,277	771,995
Fire	19,013,544	19,013,544	18,808,618	204,926
Planning and Neighborhood Services	2,405,326	2,345,686	2,079,505	266,181
Public Works	9,369,734	9,369,734	8,723,455	646,279
Other Nondepartmental Charges	629,533	629,533	558,558	70,975
Debt Services:				
Principal Retirement	432,809	432,809	432,281	528
Interest and Other Charges	29,993	29,993	30,521	(528)
Total Expenditures	66,716,890	66,401,890	64,451,072	1,950,818
Excess (Deficiency) of Revenues Over Expenditures	(3,572,387)	(3,257,387)	(35,219)	3,222,168
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Asset	-	-	1,550	1,550
Transfers In	1,324,109	1,324,109	1,324,109	-
Transfers Out	(967,000)	(1,292,000)	(1,292,000)	-
Total Other Financing Sources (Uses)	357,109	32,109	33,659	1,550
Net Change in Fund Balance	$ (3,215,278)	$ (3,225,278)	(1,560)	$ 3,223,718
NET CHANGES IN BUDGETARY BASIS TO GAAP BASIS			2,019,871	
Net Change in Fund Balance - GAAP Basis			2,018,311	
Fund Balance - Beginning of Year			8,759,750	
FUND BALANCE - END OF YEAR			$ 10,778,061	

NOTE 1 BASIS OF ACCOUNTING

The accompanying budgetary schedules are prepared on the cash basis of accounting.

Appropriated Budget and Budgetary Accounting

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

The annual budget is legally adopted by Council Resolution through the budgetary process on an annual fiscal year basis for the general fund, special revenue funds (including TIF redevelopment funds), debt service funds, capital project funds, enterprise funds, internal service funds, and pension trust funds.

The process is initiated in September of each year, with departmental requests presented in October to the Budget Review Committee comprised of the City Manager, City Treasurer and Director of Finance.

The City Manager's proposed and balanced executive budget is presented to the City Council during November with a public hearing and final adoption taking place prior to December 31st of each year.

The appropriated budget is legally enacted through the passage of an Appropriation Ordinance before the end of March of each year, in accordance with State of Illinois statutory requirements. The Appropriation Ordinance may include changes from the approved budget and is adopted upon City Council passage after an additional public hearing.

Both the appropriated budget and Appropriation Ordinance are prepared on a cash basis which is not in accordance with Generally Accepted Accounting Principles (GAAP). The Budget to Actual schedules included in Required Supplementary Information include the amounts of timing differences necessary to reconcile the non-GAAP actual to GAAP actual fund balances for the General Fund and major Special Revenue funds.

The level of budgetary control is by Fund. Therefore, expenditures cannot legally exceed appropriations beyond this level.

Supplemental appropriation ordinances may be passed by the City Council, as required to appropriate new spending for expenditure not contemplated in the fiscal year appropriation ordinance, with funding provided by a new revenue source or expended from fund balance reserves.

NOTE 2 EXPENDITURES OVER BUDGET

No major funds had an excess of actual expenditures over legally enacted budget.

NOTE 3 SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2018 CONTRIBUTION RATE*

IMRF

Valuation Date

Notes	Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2018 Contribution Rates

Actuarial Cost Method	Aggregate entry age normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	26-year closed period
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.5%
Price Inflation	2.75% approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50%, 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 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	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-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information

Notes	There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2015 actuarial valuation.

NOTE 3 SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2018 CONTRIBUTION RATE (CONTINUED)

Police Pension Plan

Valuation Date	January 1, 2019
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percent, closed
Remaining Amortization Period	22 Years as of January 1, 2019
Amortization Growth Rate	3.5%
Asset Valuation Method	Market value
Inflation	2.5% per year
Salary Increases	3.5% per year until the assumed retirement age
Investment Rate of Return	7.5% per year
Retirement Age	Rates of retirement for age 50 to 65 were used.

Age	Rate of Retirement
50	.20
55	.25
60	.33
65	.50
70	1.0

Mortality	RP2000 Mortality Table, with Blue Collar Adjustment, projected to 2019
Termination Rates	See table below
Disability Rates	See table below. It is assumed that 100% of disability retirements and pre-retirement deaths are service related.

Age	Rate of Termination	Age	Rate of Disability
25	.075	25	.0005
30	.050	35	.0026
35	.030	45	.0065
40	.020	55	.0130
45	.020	65	.0200
50 and Over	.035		

NOTE 3 SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2018 CONTRIBUTION RATE (CONTINUED)

Fire Pension Plan

Valuation Date	January 1, 2019
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percent, closed
Remaining Amortization Period	22 Years as of January 1, 2019
Amortization Growth Rate	3.5%
Asset Valuation Method	Market value
Inflation	2.5% per year
Salary Increases	3.5% per year until the assumed retirement age
Investment Rate of Return	7.0% per year
Retirement Age	Rates of retirement for age 50 to 65 were used

Age	Rate of Retirement
50	.14
55	.20
60	.25
65	.50
70	1.0

Mortality	RP2000 Mortality Table, with Blue Collar Adjustment, projected to 2019
Termination Rates	See table below
Disability Rates	See table below

Age	Rate of Termination	Age	Rate of Disability
25	.050	25	.0010
30	.025	35	.0035
35	.020	45	.0065
40 and Over	.010	40	.0050
		55	.0150
		65	.0425

IV Supplementary Information

Governmental Funds

CITY OF DECATUR, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2018

Special Revenue Funds are used to account for revenues from specific taxes or other earmarked revenue sources which, by statute, charter provision, or local ordinance, are designated to finance particular functions or activities of the government as follows:

The Economic Development Fund is the City's primary fund supporting Economic Development initiatives. The funds main revenues come from 50% of the Electric Aggregation Admin Fee, which is used for the economic development initiatives.

The HOME Fund accounts for federal funds used in a revolving loan program for subsidizing the purchase by first time buyers of homes within designated areas of the City.

Community Development Block Grant (CDBG) Fund accounts for entitlement revenues from the U.S. Department of Housing and Urban Development (HUD) and designated expenditures in the areas of housing and neighborhood revitalization, public facilities improvement, and economic development.

The TIF Fund accounts for the tax increment financing districts for capital improvements in declining areas.

The DUATS Fund accounts for revenues from the State of Illinois for grants for the purposes of conducting ongoing urban area transit studies in the greater Decatur and Macon County area of mass transit services.

The State Drug Enforcement Fund accounts for revenue received from the State of Illinois through drug seizure forfeitures and expenditures to enhance law enforcement efforts.

The Public Safety Fund accounts for the revenue received from fines, fees, and grants used to defray the cost of certain expenditures benefiting the public safety operations of the City.

The Municipal Band Fund accounts for revenues, including property taxes levied for this activity, and expenditures for the City's Municipal Band.

The Federal Drug Enforcement Fund accounts for revenue received from the Federal Government through drug seizure forfeitures and expenditures to enhance law enforcement efforts.

The Foreign Fire Tax Fund accounts for the foreign fire insurance gross receipts tax revenue received to be used for certain qualified fire department expenses.

The PEG Fund accounts for revenues received for franchise rights granted allowing the installation and operation of cable communication networks and expenditures for the operation of the Public Education and Governmental television station.

The DCDF fund accounts for the nonprofit corporation which finances and subsidizes housing rehabilitation activities for the City.

The Major Moves Fund accounts for financial resources received from State of Illinois Grants and other sources for the purpose of investment in infrastructure projects providing economic development benefit to the City.

The Building Fund accounts for revenues received from lease and rental agreements and expenditures for maintaining City owned facilities.

The Community Revitalization Fund accounts for cash receipts and expenditures incurred from monies received related to the City's Community Revitalization program.

The Police Capital Fund accounts for the revenue received from various Decatur Police Department sources. Revenues received are used to defray the expenses of the Police Department capital expenditures.

The Fire Capital Fund accounts for the revenue received from various Decatur Fire Department sources. Revenues received are used to defray the expenses of the Fire Department capital expenditures.

The Decatur Public Library Fund accounts for revenues designated to finance the City's Public Library and expenditures of such fund. The Library's primary source of revenue is property taxes.

The Motor Fuel Tax Fund accounts for revenues, including the City's motor fuel tax allotment from the State, and expenditures from street improvements and traffic light maintenance.

The Local Streets and Roads Fund accounts for revenues received from the City's local motor fuel tax and expenditures for street and road improvements.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds).

The Capital Projects Fund accounts for continuous capital projects, which are financed primarily from intergovernmental revenues, charges for service, and investment income. This fund accounts for revenues and expenditures for numerous related capital projects.

2018 Project Fund accounts for the expenditures for the construction of new fire facilities, which are financed primarily with General Obligation Bonds, Series 2018.

Debt Service Funds are used to account for the City's accumulation of resources for, and the payment of, long-term debt, principal, interest, and related costs.

CITY OF DECATUR, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Total
ASSETS				
Cash and Investments	$ 10,379,994	$ 9,195,570	$ 987,082	$ 20,562,646
Receivables:				
Property Taxes, Net	5,102,716	-	1,896,902	6,999,618
Illinois Municipal Sales Tax	71,577	-	-	71,577
Other Taxes	219,481	-	-	219,481
Due from Other Governments	706,126	-	-	706,126
Due from Other Funds	30,485	-	-	30,485
Accounts Receivable	40,082	6,963	-	47,045
Notes Receivable	417,421	-	-	417,421
Other Receivable	-	22,603	433	23,036
Prepaid Expenses	3,280	-	-	3,280
Total Assets	$ 16,971,162	$ 9,225,136	$ 2,884,417	$ 29,080,715
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	$ 1,894,113	$ 86,086	-	$ 1,980,199
Contracts Payable	39,952	14,403	-	54,355
Other Accrued Liabilities	448,698	-	-	448,698
Due to Other Funds	243,849	1,981,816	-	2,225,665
Total Liabilities	2,626,612	2,082,305	-	4,708,917
DEFERRED INFLOWS OF RESOURCES				
Unavailable Taxes and Grants	286,694	-	-	286,694
Subsequent Year's Property Taxes	5,141,175	-	1,896,902	7,038,077
Total Deferred Inflows of Resources	5,427,869	-	1,896,902	7,324,771
FUND BALANCES				
Nonspendable:				
Prepaid Items	3,280	-	-	$ 3,280
Restricted:				
Transportation and Highway	4,314,118	-	-	4,314,118
Culture	28,835	-	-	28,835
Economic Development	2,085,771	-	-	2,085,771
Public Safety	645,234	8,333,374	-	8,978,608
Education	1,516,926	-	-	1,516,926
Debt Service	-	-	987,515	987,515
Committed:				
Economic Development	20,874	-	-	20,874
Public Safety	832,032	-	-	832,032
Unassigned	(530,389)	(1,190,543)	-	(1,720,932)
Total Fund Balances	8,916,681	7,142,831	987,515	17,047,027
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 16,971,162	$ 9,225,136	$ 2,884,417	$ 29,080,715

CITY OF DECATUR, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2018

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Total
REVENUES				
Taxes	$ 6,868,220	$ -	$ 1,010,270	$ 7,878,490
Investment Income	54,606	87,514	4,022	146,142
Intergovernmental	4,205,488	-	-	4,205,488
Fines and Fees	342,380	-	-	342,380
Other Revenues	1,253,453	-	-	1,253,453
Total Revenues	12,724,147	87,514	1,014,292	13,825,953
EXPENDITURES				
Current:				
Economic Development	2,949,475	-	-	2,949,475
Public Safety	1,285,630	433,738	-	1,719,368
Culture	94,374	-	-	94,374
Public Works	5,635,226	1,200,000	-	6,835,226
Education	4,265,783	-	-	4,265,783
Debt Service:				
Principal Retirement	2,865,339	1,728,571	829,000	5,422,910
Interest and Other Charges	939,586	10,903	353,930	1,304,419
Bond Issuance Costs	-	145,677	-	145,677
Total Expenditures	18,035,413	3,518,889	1,182,930	22,737,232
Excess (Deficiency) of Revenues Over Expenditures	(5,311,266)	(3,431,375)	(168,638)	(8,911,279)
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	18,246	-	-	18,246
Loan Proceeds/Issuance of Debt	3,754,680	9,600,000	-	13,354,680
Premium on Issuance of Debt		967,299	-	967,299
Transfers In	1,642,254	-	407,351	2,049,605
Transfers Out	(220,000)	(22,037)	-	(242,037)
Total Other Financing Sources (Uses)	5,195,180	10,545,262	407,351	16,147,793
Net Change in Fund Balances	(116,086)	7,113,887	238,713	7,236,514
Fund Balances - Beginning of Year	9,032,767	28,944	748,802	9,810,513
FUND BALANCES - END OF YEAR	$ 8,916,681	$ 7,142,831	$ 987,515	$ 17,047,027

CITY OF DECATUR, ILLINOIS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018

	Economic Development Fund	HOME Fund	CDBG Fund	TIF Fund	DUATS Funds	State Drug Enforcement Fund	Public Safety Fund	Municipal Band Fund	Federal Drug Enforcement Fund	Foreign Fire Tax Fund
ASSETS										
Cash and Investments	$ 102,887	$ 57,267	$ 6,164	$ 1,123,619	$ 60,366	$ 315,095	$ 390,218	$ 29,911	$ 118,042	$ 227,610
Receivables:										-
Account Receivable, Net	-	-	-	-	-	-	-	-	-	
Property Taxes, Net	-	-	-	2,170,331	-	-	-	64,285	-	-
Illinois Municipal Sales Tax	-	-	-	71,577	-	-	-	-	-	-
Other Taxes	-	-	-	2,382	-	-	-	-	-	-
Due from Other Governments	21,547	895	69,438	-	158,785	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-
Notes Receivable	-	200,402	8,825	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	3,280	-	-	-	-
Total Assets	$ 124,434	$ 258,564	$ 84,427	$ 3,367,909	$ 219,151	$ 318,375	$ 390,218	$ 94,196	$ 118,042	$ 227,610
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Accounts Payable	$ 66,139	$ 18,941	$ 22,147	$ 1,466,496	$ 145	$ 4,962	$ 1,261	$ 1,076	$ -	$ 11,800
Contracts Payable	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	15,874	-	-	175,000	30,485	-	-	-	-	-
Other Accrued Liabilities	-	-	-	-	-	223,573	164,135	-	-	-
Total Liabilities	82,013	18,941	22,147	1,641,496	30,630	228,535	165,396	1,076	-	11,800
DEFERRED INFLOWS OF RESOURCES										
Unavailable Taxes and Grants	21,547	-	-	-	76,020	-	-	-	-	-
Subsequent Year's Property Taxes	-	-	-	2,194,190	-	-	-	64,285	-	-
Total Deferred Inflows of Resources	21,547	-	-	2,194,190	76,020	-	-	64,285	-	-
FUND BALANCES										
Nonspendable:										
Prepaid Items	-	-	-		-	3,280	-	-	-	-
Restricted:										
Transportation and Highway	-	-	-	-	-	-	-	-	-	-
Culture	-	-	-	-	-	-	-	28,835	-	-
Economic Development	-	239,623	62,280	-	112,501	-	-	-	-	-
Public Safety	-	-	-	-	-	86,560	224,822	-	118,042	215,810
Education	-	-	-	-	-	-	-	-	-	-
Committed:				-						
Economic Development	20,874	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	(467,777)	-	-	-	-	-	-
Total Fund Balance	20,874	239,623	62,280	(467,777)	112,501	89,840	224,822	28,835	118,042	215,810
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 124,434	$ 258,564	$ 84,427	$ 3,367,909	$ 219,151	$ 318,375	$ 390,218	$ 94,196	$ 118,042	$ 227,610

CITY OF DECATUR, ILLINOIS
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
COMBINING BALANCE SHEET
DECEMBER 31, 2018

	PEG Fund	DCDF Fund	Major Moves Fund	Building Fund	Community Revitalization Fund	Police Capital Fund	Fire Capital Fund	Library Fund	Motor Fuel Tax Fund	Local Streets and Roads Fund	Total
ASSETS											
Cash and Investments	$ 61,526	$ 129,545	$ 444	$ 114,165	$ 1,350,709	$ 360,318	$ 613,687	$ 1,435,686	$ 1,388,590	$ 2,494,145	$ 10,379,994
Receivables:											
Account Receivable, Net	-	-	37,277	-	-	-	-	2,805	-	-	40,082
Property Taxes, Net	-	-	-	-	-	-	-	2,868,100	-	-	5,102,716
Illinois Municipal Sales Tax	-	-	-	-	-	-	-	-	-	-	71,577
Other Taxes	-	-	-	-	-	-	-	34,761	23,088	159,250	219,481
Due from Other Governments	-	-	105,566	-	-	19,409	-	-	330,486	-	706,126
Due from Other Funds	-	-	30,485	-	-	-	-	-	-	-	30,485
Notes Receivable	-	208,194	-	-	-	-	-	-	-	-	417,421
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-	3,280
Total Assets	$ 61,526	$ 337,739	$ 173,772	$ 114,165	$ 1,350,709	$ 379,727	$ 613,687	$ 4,341,352	$ 1,742,164	$ 2,653,395	$ 16,971,162
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES											
LIABILITIES											
Accounts Payable	$ 499	$ 302	$ 68,754	$ 33,023	$ 16,779	$ 340	$ 100,191	$ 22,905	$ 33,397	$ 24,956	$ 1,894,113
Contracts Payable	-	-	-	-	-	-	39,952	-	-	-	39,952
Due to Other Funds	-	-	21,000	-	-	1,490	-		-	-	243,849
Other Accrued Liabilities	-	-	-	-	-	-	-	60,990	-	-	448,698
Total Liabilities	499	302	89,754	33,023	16,779	1,830	140,143	83,895	33,397	24,956	2,626,612
DEFERRED INFLOWS OF RESOURCES											
Unavailable Taxes and Grants	-	-	146,630	-	-	19,409	-	-	23,088	-	286,694
Subsequent Year's Property Taxes	-	-	-	-	-	-	-	2,882,700	-	-	5,141,175
Total Deferred Inflows of Resources	-	-	146,630	-	-	19,409	-	2,882,700	23,088	-	5,427,869
FUND BALANCES											
Nonspendable:											
Prepaid Items	-	-	-	-	-	-	-	-	-	-	3,280
Restricted:											
Transportation and Highway	-	-	-	-	-	-	-	-	1,685,679	2,628,439	4,314,118
Culture	-	-	-	-	-	-	-	-	-	-	28,835
Economic Development	-	337,437	-	-	1,333,930	-	-	-	-	-	2,085,771
Public Safety	-	-	-	-	-	-	-	-	-	-	645,234
Education	61,027	-	-	81,142	-	-	-	1,374,757	-	-	1,516,926
Committed:											
Economic Development	-	-	-	-	-	-	-	-	-	-	20,874
Public Safety	-	-	-	-	-	358,488	473,544	-	-	-	832,032
Unassigned	-	-	(62,612)	-	-	-	-	-	-	-	(530,389)
Total Fund Balance	61,027	337,437	(62,612)	81,142	1,333,930	358,488	473,544	1,374,757	1,685,679	2,628,439	8,916,681
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 61,526	$ 337,739	$ 173,772	$ 114,165	$ 1,350,709	$ 379,727	$ 613,687	$ 4,341,352	$ 1,742,164	$ 2,653,395	$ 16,971,162

CITY OF DECATUR, ILLINOIS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2018

	Economic Development Fund	HOME Fund	CDBG Fund	TIF Fund	DUATS Fund	State Drug Enforcement Fund	Public Safety Fund	Municipal Band Fund	Federal Drug Enforcement Fund	Foreign Fire Tax Fund
REVENUES										
Taxes	$ 181,343	$ -	$ -	$ 2,077,310	$ -	$ -	$ -	$ 61,240	$ -	$ -
Investment Income and Net Increase in Fair Value of Investments	1,105	5,277	-	6,126	353	1,343	1,614	121	-	268
Intergovernmental	-	90,628	1,081,963	203,986	82,765	-	-	-	-	-
Fines and Fees	-	-	-	-	-	225,654	79,789	-	-	-
Other Revenue	87,121	-	399	86,672	-	187,009	16,980	25,037	-	151,868
Total Revenues	269,569	95,905	1,082,362	2,374,094	83,118	414,006	98,383	86,398	-	152,136
EXPENDITURES										
Current:										
Economic Development	549,544	184,168	864,694	1,211,680	55,152	-	-	-	-	-
Public Safety	-	-	-	-	-	576,975	121,768	-	(118,042)	108,561
Culture	-	-	-	-	-	-	-	94,374	-	-
Public Works	-	-	-	-	30,485	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-
Debt Services:										
Principal Retirement	-	-	190,000	923,500	-	-	-	-	-	-
Interest and Other Charges	-	-	-	817,094	-	-	-	-	-	-
Total Expenditures	549,544	184,168	1,054,694	2,952,274	85,637	576,975	121,768	94,374	(118,042)	108,561
Excess (Deficiency) of Revenues Over Expenditures	(279,975)	(88,263)	27,668	(578,180)	(2,519)	(162,969)	(23,385)	(7,976)	118,042	43,575
OTHER FINANCING SOURCES (USES)										
Sale of Capital Assets	-	-	1,805	-	-	-	4,320	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Transfers In	-	-	-	386,044	-	-	-	9,377	-	-
Transfers Out	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	1,805	386,044	-	-	4,320	9,377	-	-
Net Change in Fund Balances	(279,975)	(88,263)	29,473	(192,136)	(2,519)	(162,969)	(19,065)	1,401	118,042	43,575
Fund Balances (Deficit) - Beginning of Year	300,849	327,886	32,807	(275,641)	115,020	252,809	243,887	27,434	-	172,235
FUND BALANCES (DEFICIT) - END OF YEAR	$ 20,874	$ 239,623	$ 62,280	$ (467,777)	$ 112,501	$ 89,840	$ 224,822	$ 28,835	$ 118,042	$ 215,810

CITY OF DECATUR, ILLINOIS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED DECEMBER 31, 2018

	PEG Fund	DCDF Fund	Major Moves Fund	Building Fund	Community Revitalization Fund	Police Capital Fund	Fire Capital Fund	Library Fund	Motor Fuel Tax Fund	Local Streets and Roads Fund	Total
REVENUES											
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,732,082	$ -	$ 1,816,245	$ 6,868,220
Investment Income and Net Increase in Fair Value of Investments	544	8,860	277	1,155	6,341	2,362	2,331	5,209	11,236	84	54,606
Intergovernmental	-	-	217,501	-	-	-	61,727	453,380	2,013,538	-	4,205,488
Fines and Fees	-	-	-	-	-	-	-	36,937	-	-	342,380
Other Revenue	77,074	200	-	594,164	800	399	-	25,730	-	-	1,253,453
Total Revenues	77,618	9,060	217,778	595,319	7,141	2,761	64,058	3,253,338	2,024,774	1,816,329	12,724,147
EXPENDITURES											
Current:											
Economic Development	-	12,842	-	-	71,395	-	-	-	-	-	2,949,475
Public Safety	-	-	-	-	-	77,181	519,187	-	-	-	1,285,630
Culture	-	-	-	-	-	-	-	-	-	-	94,374
Public Works	-	-	346,477	-	-	-	-	-	2,436,538	2,821,726	5,635,226
Education	64,241	-	-	613,666	-	-	-	3,587,876	-	-	4,265,783
Debt Services:											
Principal Retirement	-	-	-	-	-	228,856	451,554	-	-	1,071,429	2,865,339
Interest and Other Charges	-	-	-	-	-	6,329	34,199	-	-	81,964	939,586
Total Expenditures	64,241	12,842	346,477	613,666	71,395	312,366	1,004,940	3,587,876	2,436,538	3,975,119	18,035,413
Excess (Deficiency) of Revenues Over Expenditures	13,377	(3,782)	(128,699)	(18,347)	(64,254)	(309,605)	(940,882)	(334,538)	(411,764)	(2,158,790)	(5,311,266)
OTHER FINANCING SOURCES (USES)											
Sale of Capital Assets	-	-	-	-	-	12,121	-	-	-	-	18,246
Issuance of Debt	-	-	-	-	-	-	1,007,144	-	-	2,747,536	3,754,680
Transfers In	-	-	52,037	-	300,000	177,000	299,706	418,090	-	-	1,642,254
Transfers Out	(220,000)	-	-	-	-	-	-	-	-	-	(220,000)
Total Other Financing Sources (Uses)	(220,000)	-	52,037	-	300,000	189,121	1,306,850	418,090	-	2,747,536	5,195,180
Net Change in Fund Balances	(206,623)	(3,782)	(76,662)	(18,347)	235,746	(120,484)	365,968	83,552	(411,764)	588,746	(116,086)
Fund Balances (Deficit) - Beginning of Year	267,650	341,219	14,050	99,489	1,098,184	478,972	107,576	1,291,205	2,097,443	2,039,693	9,032,767
FUND BALANCES (DEFICIT) - END OF YEAR	$ 61,027	$ 337,437	$ (62,612)	$ 81,142	$ 1,333,930	$ 358,488	$ 473,544	$ 1,374,757	$ 1,685,679	$ 2,628,439	$ 8,916,681

CITY OF DECATUR, ILLINOIS
ECONOMIC DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Taxes	$ 200,000	$ 214,753	$ 14,753
Intergovernmental	24,000	-	(24,000)
Investment Income	-	1,105	1,105
Other Revenue	100,000	87,121	(12,879)
Total Revenues	324,000	302,979	(21,021)
EXPENDITURES			
Economic Development	553,500	468,502	84,998
NET CHANGE IN FUND BALANCE	$ (229,500)	$ (165,523)	$ 63,977

CITY OF DECATUR, ILLINOIS
HOME FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Federal Grants	$ 790,899	$ 100,576	$ (690,323)
Loan Repayment	50,000	26,293	(23,707)
Investment Income	-	298	298
Total Revenues	840,899	127,167	(713,732)
EXPENDITURES			
Economic Development	740,708	153,919	586,789
Excess (Deficiency) of Revenues Over Expenditures	100,191	(26,752)	(126,943)
OTHER FINANCING USES			
Transfers Out	(100,191)	-	100,191
NET CHANGE IN FUND BALANCE	$ -	$ (26,752)	$ (26,752)

CITY OF DECATUR, ILLINOIS
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Federal Grant	$ 1,896,219	$ 1,035,506	$ (860,713)
Other Revenue	700	1,424	2,124
Total Revenue	1,896,919	1,036,930	(858,589)
EXPENDITURES			
Economic Development:			
Public Services	927,212	328,571	598,641
Personnel Services	598,247	506,772	91,475
Contractual Services	130,419	8,728	121,691
Supplies	47,230	18	47,212
Other Charges	3,811	1,706	2,105
Debt Services:			
Principal Retirement	190,000	190,000	-
Total Expenditures	1,896,919	1,035,795	861,124
Excess (Deficiency) of Revenues Over Expenditures	-	1,135	1,135
OTHER FINANCING SOURCES			
Sale of Capital Assets	-	1,805	1,805
NET CHANGE IN FUND BALANCE	$ -	$ 2,940	$ 2,940

CITY OF DECATUR, ILLINOIS
TIF FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Property Taxes	$ 1,982,200	$ 1,921,338	$ (60,862)
Intergovernmental	437,400	377,014	(60,386)
Investment Income	-	6,126	6,126
Other Revenue	86,487	86,673	186
Total Revenues	2,506,087	2,391,151	(114,936)
EXPENDITURES			
Economic Development	1,232,950	1,133,900	99,050
Debt Services:			
Principal Retirement	731,000	923,500	(192,500)
Interest and Other Charges	623,550	817,094	(193,544)
Total Expenses	2,587,500	2,874,494	(286,994)
Excess (Deficiency) of Revenues Over Expenditures	(81,413)	(483,343)	(401,930)
OTHER FINANCING SOURCES			
Transfers In	-	386,044	386,044
NET CHANGE IN FUND BALANCE	$ (81,413)	$ (97,299)	$ (15,886)

CITY OF DECATUR, ILLINOIS
DUATS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original and Final Budget	Actual	Variance from Final Budget
REVENUES			
Intergovernmental	$ 260,000	$ 54,848	$ (205,152)
Investment Income	-	353	353
Total Revenue	260,000	55,201	(204,799)
EXPENDITURES			
Economic Development	260,000	55,151	204,849
NET CHANGE IN FUND BALANCE	$ -	$ 50	$ 50

CITY OF DECATUR, ILLINOIS
DRUG ENFORCEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ 200	$ 1,342	$ 1,142
Fines and Fees	182,000	225,654	43,654
Other Revenue	100	187,009	186,909
Total Revenues	182,300	414,005	231,705
EXPENDITURES			
Public Safety	614,776	579,509	35,267
NET CHANGE IN FUND BALANCE	$ (432,476)	$ (165,504)	$ 266,972

CITY OF DECATUR, ILLINOIS
PUBLIC SAFETY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Fines and Fees	$ 125,800	$ 79,789	$ (46,011)
Investment Income	175	1,614	1,439
Other Revenues	4,000	16,980	12,980
Total Revenues	129,975	98,383	(31,592)
EXPENDITURES			
Public Safety	167,200	123,693	43,507
Excess (Deficiency) of Revenues Over Expenditures	(37,225)	(25,310)	11,915
OTHER FINANCING SOURCES			
Sale of Capital Assets	4,000	4,320	320
NET CHANGE IN FUND BALANCE	$ (33,225)	$ (20,990)	$ 12,235

CITY OF DECATUR, ILLINOIS
MUNICIPAL BAND FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Property Taxes	$ 63,700	$ 61,240	$ (2,460)
Investment Income	-	121	121
Other Revenue	20,000	25,037	5,037
Total Revenues	83,700	86,398	2,698
EXPENDITURES			
Culture	103,077	95,914	7,163
Excess (Deficiency) of Revenues Over Expenditures	(19,377)	(9,516)	9,861
OTHER FINANCING SOURCES			
Transfer In	9,377	9,377	-
NET CHANGE IN FUND BALANCE	$ (10,000)	$ (139)	$ 9,861

CITY OF DECATUR, ILLINOIS
FEDERAL DRUG ENFORCEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original and Final Budget	Actual	Variance from Final Budget
REVENUES	$ -	$ -	$ -
EXPENDITURES			
Public Safety	-	(118,042)	118,042
NET CHANGE IN FUND BALANCE	$ -	$ 118,042	$ 118,042

CITY OF DECATUR, ILLINOIS
FOREIGN FIRE TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ -	$ 268	$ 268
Other Revenue	-	151,868	151,868
Total Revenues	-	303,798	303,798
EXPENDITURES			
Public Safety	100,000	96,761	3,239
NET CHANGE IN FUND BALANCE	$ (100,000)	$ 207,037	$ 307,037

CITY OF DECATUR, ILLINOIS
PEG FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original and Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ 250	$ 544	$ 294
Other Revenue	84,000	77,074	(6,926)
Total Revenues	84,250	77,618	(6,632)
EXPENDITURES			
Education	85,154	64,241	20,913
Excess (Deficiency) of Revenues Over Expenditures	(904)	13,377	14,281
OTHER FINANCING SOURCES (USES)			
Transfers Out	(220,000)	(220,000)	-
NET CHANGE IN FUND BALANCE	$ (220,904)	$ (206,623)	$ 14,281

CITY OF DECATUR, ILLINOIS
DCDF FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original and Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ -	$ 532	$ 532
Other Revenue	19,300	16,991	(2,309)
Total Revenues	19,300	17,523	(1,777)
EXPENDITURES			
Economic Development	134,900	11,893	123,007
NET CHANGE IN FUND BALANCE	$ (115,600)	$ 5,630	$ 121,230

CITY OF DECATUR, ILLINOIS
MAJOR MOVES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original and Final Budget	Actual	Variance from Final Budget
REVENUES			
Intergovernmental	$ 2,500,000	$ 190,219	$ (2,309,781)
Investment Income	-	277	277
Total Revenue	2,500,000	190,496	(2,309,504)
EXPENDITURES			
Public Works	2,610,000	366,760	2,243,240
Excess (Deficiency) of Revenues Over Expenditures	(110,000)	(176,264)	(66,264)
OTHER FINANCING SOURCES			
Transfers In	30,000	52,037	22,037
NET CHANGE IN FUND BALANCE	$ (80,000)	$ (124,227)	$ (44,227)

CITY OF DECATUR, ILLINOIS
BUILDING FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ 120	$ 1,155	$ 1,035
Other Revenue	594,168	594,164	(4)
Total Revenues	594,288	595,319	1,031
EXPENDITURES			
Culture	621,386	617,449	3,937
NET CHANGE IN FUND BALANCE	$ (27,098)	$ (22,130)	$ 4,968

CITY OF DECATUR, ILLINOIS
COMMUNITY REVITALIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ -	$ 6,341	$ 6,341
Other Revenue	-	800	800
Total Revenues	-	7,141	7,141
EXPENDITURES			
Economic Development	1,300,000	73,961	1,226,039
Excess (Deficiency) of Revenues Over Expenditures	(1,300,000)	(66,820)	1,233,180
OTHER FINANCING SOURCES (USES)			
Transfers In	300,000	300,000	-
NET CHANGE IN FUND BALANCE	$ (1,000,000)	$ 233,180	$ 1,233,180

CITY OF DECATUR, ILLINOIS
POLICE CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ 300	$ 2,362	$ 2,062
Other Revenue	-	399	399
Total Revenues	300	2,761	2,461
EXPENDITURES			
Public Safety	77,966	77,574	392
Debt Services:			
Principal Retirement	228,856	228,856	-
Interest and Other Charges	6,329	6,329	-
Total Expenditures	313,151	312,759	392
Excess (Deficiency) of Revenues Over Expenditures	(312,851)	(309,998)	2,853
OTHER FINANCING SOURCES			
Sale of Capital Assets	5,000	12,121	7,121
Transfers In	177,000	177,000	-
Total Other Financing Sources	182,000	189,121	7,121
NET CHANGE IN FUND BALANCE	$ (130,851)	$ (120,877)	$ 9,974

CITY OF DECATUR, ILLINOIS
FIRE CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ -	$ 2,331	$ 2,331
Other Revenue	45,000	61,727	16,727
Total Revenues	45,000	64,058	19,058
EXPENDITURES			
Public Safety	1,297,285	433,036	864,249
Debt Service:			
Principal Retirement	375,658	461,882	(86,224)
Interest and Other Charges	23,104	23,871	(767)
Total Expenditures	1,696,047	918,789	777,258
OTHER FINANCING SOURCES			
Loan Proceeds	1,000,000	1,007,144	7,144
Transfers In	460,000	299,706	(160,294)
Total Other Financing Sources	1,460,000	1,306,850	(153,150)
NET CHANGE IN FUND BALANCE	$ (191,047)	$ 452,119	$ 643,166

CITY OF DECATUR, ILLINOIS
LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Taxes	$ 2,842,000	$ 2,732,082	$ (109,918)
Investment Income and Net Increase in Fair Value of Investments	75	5,209	5,134
Intergovernmental	311,000	465,566	154,566
Fines and Fees	17,050	36,937	19,887
Other Revenue	32,000	25,730	(6,270)
Total Revenues	3,202,125	3,265,524	63,399
EXPENDITURES			
Current:			
Education	3,668,350	3,572,587	95,763
Excess (Deficiency) of Revenues Over Expenditures	(466,225)	(307,063)	159,162
OTHER FINANCING SOURCES (USES)			
Transfers In	463,090	441,233	(21,857)
Transfers Out	(46,528)	(23,143)	23,385
Total Other Financing Sources (Uses)	416,562	418,090	1,528
Net Change in Fund Balance	$ (49,663)	$ 111,027	$ 160,690

CITY OF DECATUR, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ 350	$ 11,235	$ 10,885
Intergovernmental:			
Motor Fuel Tax	2,024,000	1,951,262	(72,738)
Other	147,600	77,968	(69,632)
Other Revenue	16,000	-	(16,000)
Total Revenues	2,187,950	2,040,465	(147,485)
EXPENDITURES			
Public Works:			
Street Repair and Maintenance	2,999,100	2,414,010	585,090
Net Change in Fund Balance	$ (811,150)	$ (373,545)	$ 437,605

CITY OF DECATUR, ILLINOIS
LOCAL STREETS AND ROADS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original and Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income and Net Increase in Fair Value of Investments	$ 2,000	$ 84	$ (1,916)
Intergovernmental	1,800,000	1,806,397	6,397
Total Revenues	1,802,000	1,806,481	4,481
EXPENDITURES			
Current:			
Public Works	3,000,000	2,884,172	115,828
Debt Services:			
Principal Retirement	1,071,429	1,071,429	-
Interest and Other Charges	135,000	81,964	53,036
Total Expenses	4,206,429	4,037,565	168,864
Excess (Deficiency) of Revenues Over Expenditures	(2,404,429)	(2,231,084)	173,345
OTHER FINANCING SOURCES			
Loan Proceeds	3,000,000	2,747,536	(252,464)
Net Change in Fund Balance	$ 595,571	$ 516,452	$ (79,119)

CITY OF DECATUR, ILLINOIS
NONMAJOR CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018

	Capital Projects Fund	2018 Project Fund	Total
ASSETS			
Cash and Investments	$ 784,310	$ 8,411,260	$ 9,195,570
Receivables:			
Accounts Receivable	6,963	-	6,963
Other	-	22,603	22,603
Total Assets	$ 791,273	$ 8,433,863	$ 9,225,136
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	$ -	$ 86,086	$ 86,086
Contracts Payable	-	14,403	14,403
Due to Other Funds	1,981,816	-	1,981,816
Total Liabilities	1,981,816	100,489	2,082,305
Fund Balances			
Restricted:			
Public Safety	-	8,333,374	8,333,374
Unassigned	(1,190,543)	-	(1,190,543)
Total Fund Balances	(1,190,543)	8,333,374	7,142,831
Total Liabilities and Fund Balances	$ 791,273	$ 8,433,863	$ 9,225,136

CITY OF DECATUR, ILLINOIS
NONMAJOR CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2018

	Capital Projects Fund	2018 Project Fund	Total
REVENUES			
Investment Income	$ 2,550	$ 84,964	$ 87,514
EXPENDITURES			
Current:			
Public Safety	-	433,738	433,738
Public Works	1,200,000	-	1,200,000
Debt Service:			
Principal Retirement	-	1,728,571	1,728,571
Interest and Other Charges	-	10,903	10,903
Bond Issuance Costs	-	145,677	145,677
Total Expenditures	1,200,000	2,318,889	3,518,889
Deficiency of Revenues Over Expenditures	(1,197,450)	(2,233,925)	(3,431,375)
OTHER FINANCING SOURCES (USES)			
Transfers Out	(22,037)	-	(22,037)
Premium on Issuance of Debt	-	967,299	967,299
Loan Proceeds/Issuance of Debt	-	9,600,000	9,600,000
Total Other Financing Sources (Uses)	(22,037)	10,567,299	10,545,262
NET CHANGE IN FUND BALANCE	(1,219,487)	8,333,374	7,113,887
Fund Balances - Beginning of Year	28,944	-	28,944
FUND BALANCES - END OF YEAR	$ (1,190,543)	$ 8,333,374	$ 7,142,831

CITY OF DECATUR, ILLINOIS
CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Original & Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ -	$ 2,550	$ 2,550
EXPENDITURES			
Public Works	2,010,266	1,200,000	810,266
Deficiency of Revenues Over Expenditures	(2,010,266)	(1,197,450)	812,816
OTHER FINANCING USES			
Transfers Out	-	(22,037)	(22,037)
NET CHANGE IN FUND BALANCE	$ (2,010,266)	$ (1,219,487)	$ 790,779

CITY OF DECATUR, ILLINOIS
2018 PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Investment Income	$ -	$ 30,182	$ 30,182
EXPENDITURES			
Public Safety	2,500,000	333,249	2,166,751
Debt Service:			
Principal Retirement	1,730,000	1,728,571	1,429
Interest and Other Charges	11,000	10,903	97
Bond Issuance Costs	150,000	145,677	4,323
Total Expenditures	4,391,000	2,218,400	2,172,600
Deficiency of Revenues Over Expenditures	(4,391,000)	(2,188,218)	2,202,782
OTHER FINANCING SOURCES			
Debt Issuance	10,600,000	10,567,299	(32,701)
NET CHANGE IN FUND BALANCE	$ 6,209,000	$ 8,379,081	$ 2,170,081

CITY OF DECATUR, ILLINOIS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CASH BASIS (NON-GAAP) BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018

	Final Budget	Actual	Variance from Final Budget
REVENUES			
Property Taxes	$ 1,050,885	$ 1,010,270	$ (40,615)
Investment Income	-	4,022	4,022
Total Revenues	1,050,885	1,014,292	(36,593)
EXPENDITURES			
Debt Service:			
Principal and Interest	829,000	829,000	-
Interest and Fiscal Charges	353,931	353,930	1
Total Expenditures	1,182,931	1,182,930	1
Deficiency of Revenues Over Expenditures	(132,046)	(168,638)	(36,592)
OTHER FINANCING SOURCES			
Transfers In	247,057	407,351	160,294
NET CHANGE IN FUND BALANCE	$ 115,011	$ 238,713	$ 123,702

V Supplementary Information

Nonmajor Enterprise Funds

CITY OF DECATUR, ILLINOIS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2018

Enterprise Funds are established to account for operations: A) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or B) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control accountability, or other purposes.

The Recycling Fund accounts for the operation of the City-wide residential recycling program.

The Storm Water Fund accounts for the construction, operation, and maintenance of the City owned storm water sewer system. Revenues are generated through charges to property owners based on property size.

The Fiber Optics fund accounts for the construction and maintenance of the City owned fiber optic network. Revenues are generated through user fees charged for bandwidth access on the city owned fiber optic network.

CITY OF DECATUR, ILLINOIS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Recycling Fund	Storm Water Fund	Fiber Optics Fund	Total
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	$ 88,256	$ 2,071,375	$ 394,067	$ 2,553,698
Receivables:				
Accounts Receivable	67,123	205,052	-	272,175
Total Current Assets	155,379	2,276,427	394,067	2,825,873
Property, Plant, and Equipment:				
Improvements Other Than Buildings	-	3,685,077	819,472	4,504,549
Construction in Progress	-	483,929	-	483,929
Machinery and Equipment	-	27,985	13,645	41,630
Less: Accumulated Depreciation	-	22,908	30,072	52,980
Total Property, Plant, and Equipment	-	4,174,083	803,045	4,977,128
Total Assets	$ 155,379	$ 6,450,510	$ 1,197,112	$ 7,803,001
LIABILITIES AND NET POSITION				
LIABILITIES				
Current Liabilities:				
Accounts Payable	$ 36,389	$ 894,195	$ 248,838	$ 1,179,422
Contracts Payable	-	161,416	-	161,416
Total Current Liabilities	36,389	1,055,611	248,838	1,340,838
Noncurrent Liabilities:				
Notes Payable	-	2,337,368	-	2,337,368
Total Liabilities	36,389	3,392,979	248,838	3,678,206
NET POSITION				
Net Investment in Capital Assets	-	1,836,715	803,045	2,639,760
Unrestricted	118,990	1,220,816	145,229	1,485,035
Total Net Position	118,990	3,057,531	948,274	4,124,795
Total Liabilities and Net Position	$ 155,379	$ 6,450,510	$ 1,197,112	$ 7,803,001

CITY OF DECATUR, ILLINOIS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018

	Recycling Fund	Storm Water Fund	Fiber Optics Fund	Total
OPERATING REVENUES				
Charges for Services	$ 693,564	$ 1,600,416	$ 174,452	$ 2,468,432
Other Revenues	-	109	-	109
Total Operating Revenues	693,564	1,600,525	174,452	2,468,541
OPERATING EXPENSES				
Contractual Services	618,208	834,849	53,000	1,506,057
Supplies	18,508	29,605	-	48,113
Depreciation	-	17,794	28,827	46,621
Total Operating Expenses	636,716	882,248	81,827	1,600,791
OPERATING INCOME (LOSS)	56,848	718,277	92,625	867,750
NONOPERATING REVENUES				
Investment Income	439	11,460	1,333	13,232
Income Before Transfers	57,287	729,737	93,958	880,982
TRANSFERS				
Transfers In	-	60,000	545,000	605,000
Transfers Out	-	(5,994)	-	(5,994)
Total Transfers	-	54,006	545,000	599,006
Change in Net Position	57,287	783,743	638,958	1,479,988
Net Position - Beginning of Year	61,703	2,273,788	309,316	2,644,807
NET POSITION - END OF YEAR	$ 118,990	$ 3,057,531	$ 948,274	$ 4,124,795

CITY OF DECATUR, ILLINOIS
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018

	Recycling Fund	Storm Water Fund	Fiber Optics Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Charges for Services	$ 690,118	$ 1,598,378	$ 174,452	$ 2,462,948
Cash Paid to Suppliers for Goods and Services	(649,182)	(951,173)	(463,516)	(2,063,871)
Net Cash Provided (Used) by Operating Activities	40,936	647,205	(289,064)	399,077
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash Transfers from Other Funds	-	60,000	545,000	605,000
Cash Transfers to Other Funds	-	(5,994)	-	(5,994)
Net Cash Provided (Used) by Noncapital Financing Activities	-	54,006	545,000	599,006
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Property, Plant, and Equipment	-	(1,494,702)	(134,118)	(1,628,820)
Proceeds from the Acquisition of Debt	-	1,169,393	-	1,169,393
Net Cash Used by Capital and Related Financing Activities	-	(325,309)	(134,118)	(459,427)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	439	11,460	1,333	13,232
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	41,375	387,362	123,151	551,888
Cash and Cash Equivalents - Beginning of Year	46,881	1,684,013	270,916	2,001,810
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 88,256	$ 2,071,375	$ 394,067	$ 2,553,698
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	$ 56,848	$ 718,277	$ 92,625	$ 867,750
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	-	17,794	28,827	46,621
Effects of Changes in Operating Assets and Liabilities:				
Accounts Receivable	(3,446)	(2,147)	-	(5,593)
Accounts Payable	(12,466)	(101,060)	(410,516)	(524,042)
Contracts Payable	-	14,341	-	14,341
Net Cash Provided (Used) by Operating Activities	$ 40,936	$ 647,205	$ (289,064)	$ 399,077
NONCASH ACTIVITIES				
Noncash Transactions	$ -	$ 594,433	$ 245,838	$ 840,271

Property and equipment purchases in the Storm Water Fund for which the cash has not been disbursed but rather is in accounts payable amounted to $1,004,247.

Property and equipment purchases in the Storm Water Fund for prior year which the cash had not been disbursed but rather was in accounts payable amounted to $409,814, which was reversed out in the current year.

Property and equipment purchases in the Fiber Optics Fund for which the cash has not been disbursed but rather is in accounts payable amounted to $245,838.

VI Supplementary Information

Internal Service Funds

CITY OF DECATUR, ILLINOIS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2018

Internal Service Funds are established to finance and account for services and commodities furnished by a designated department or agency to other departments and agencies within a single governmental unit on a cost reimbursement basis. Amounts expended by the fund are restored thereto, either from operating earnings or by transfers from other funds, so that the original fund capital is left intact.

The Fleet Maintenance/ERF Fund accounts for services provided by the City's garage for repair and maintenance of motorized vehicles and equipment and for funds transferred from operating departments for the expenses of operating and replacement of City equipment. Capital outlay for automotive and other machinery and equipment is from this fund.

The Risk Management Fund accounts for the financial resources collected from other City funds to defray the cost of business insurance, including workers' compensation, property and casualty, and general liability coverage for City operations.

The Self Insurance (Employee Benefit Insurance) Fund accounts for financial resources, including payroll deductions and the City's contribution, and expenditures made for payment of medical, nonmedical, unemployment claims, flexible spending program, and the related costs for the programs.

CITY OF DECATUR, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Fleet Maintenance/ ERF Fund	Risk Management Fund	Employee Benefit Insurance Fund	Total
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	$ 653,659	$ 1,586,610	$ 2,169,080	$ 4,409,349
Receivables:				
Accounts Receivable	1,614	-	-	1,614
Inventories	292,013	-	-	292,013
Prepaid	-	87,034	-	87,034
Total Current Assets	947,286	1,673,644	2,169,080	4,790,010
PROPERTY, PLANT, AND EQUIPMENT				
Machinery and Equipment	9,017,548	-	-	9,017,548
Less: Accumulated Depreciation	7,124,208	-	-	7,124,208
Total Property, Plant, and Equipment	1,893,340	-	-	1,893,340
Total Assets	2,840,626	1,673,644	2,169,080	6,683,350
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount Related to Pension	114,497	-	-	114,497
Total Assets and Deferred Outflows of Resources	$ 2,955,123	$ 1,673,644	$ 2,169,080	$ 6,797,847
LIABILITIES, DEFERRED INFLOWS, AND NET POSITION				
CURRENT LIABILITIES				
Accounts Payable	$ 20,600	$ 2,391	$ 64,759	$ 87,750
Interest Payable	6,341	-	-	6,341
Other Accrued Liabilities	16,986	-	-	16,986
Compensated Absences	25,826	-	-	25,826
Claims Payable	-	2,303,996	1,092,731	3,396,727
Capital Lease Payable	43,582	-	-	43,582
Notes Payable	73,609	-	-	73,609
Total Current Liabilities	186,944	2,306,387	1,157,490	3,650,821
NONCURRENT LIABILITIES				
Other Post-Employment Benefits	351,548	-	-	351,548
Net Pension Liability	73,761	-	-	73,761
Capital Lease Payable	241,140	-	-	241,140
Notes Payable	672,878	-	-	672,878
Total Noncurrent Liabilities	1,339,327	-	-	1,339,327
Total Liabilities	1,526,271	2,306,387	1,157,490	4,990,148
DEFERRED INFLOWS OF RESOURCES				
Deferred Amount Related to OPEB	17,533			17,533
Deferred Amount Related to Pension	259,720	-	-	259,720
Total Deferred Inflows of Resources	277,253	-	-	277,253
NET POSITION				
Net Investment in Capital Assets	862,131	-	-	862,131
Unrestricted	289,468	(632,743)	1,011,590	668,315
Total Net Position	1,151,599	(632,743)	1,011,590	1,530,446
Total Liabilities, Deferred Inflows, and Net Position	$ 2,955,123	$ 1,673,644	$ 2,169,080	$ 6,797,847

CITY OF DECATUR, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018

	Fleet Maintenance/ ERF Fund	Risk Management Fund	Employee Benefit Insurance Fund	Total
OPERATING REVENUES				
Charges for Services	$ 2,544,770	$ 3,237,684	$ 6,462,260	$ 12,244,714
Payroll Deductions/Retiree Contributions	-	-	2,105,044	2,105,044
Other Revenue	525	-	114,407	114,932
Total Operating Revenues	2,545,295	3,237,684	8,681,711	14,464,690
OPERATING EXPENSES				
Personnel Services	676,433	78,994	-	755,427
Contractual Services	406,387	133,345	892,302	1,432,034
Supplies	1,037,239	567	-	1,037,806
Insurance and Other Charges	467,838	3,694,881	9,361,391	13,524,110
Depreciation	440,690	-	-	440,690
Total Operating Expenses	3,028,587	3,907,787	10,253,693	17,190,067
OPERATING INCOME (LOSS)	(483,292)	(670,103)	(1,571,982)	(2,725,377)
NONOPERATING REVENUES (EXPENSES)				
Interest and Other Charges	(26,787)	-	-	(26,787)
Investment Income	4,591	7,433	15,968	27,992
Gain on Disposal of Assets	29,589	-	-	29,589
Total Nonoperating Revenues (Expenses)	7,393	7,433	15,968	30,794
NET INCOME (LOSS)	(475,899)	(662,670)	(1,556,014)	(2,694,583)
Net Position - Beginning of Year, As Restated	1,627,498	29,927	2,567,604	4,225,029
NET POSITION - END OF YEAR	$ 1,151,599	$ (632,743)	$ 1,011,590	$ 1,530,446

CITY OF DECATUR, ILLINOIS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018

	Fleet Maintenance/ ERF Fund	Risk Management Fund	Employee Benefit Insurance Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Charges for Services	$ 2,543,681	$ 3,260,226	$ 8,682,401	$ 14,486,308
Cash Paid to Suppliers for Goods and Services	(1,960,906)	(2,643,925)	(10,406,753)	(15,011,584)
Cash Paid to Employees	(639,892)	-	-	(639,892)
Net Cash Provided (Used) by Operating Activities	(57,117)	616,301	(1,724,352)	(1,165,168)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Property, Plant, and Equipment	(369,495)	-	-	(369,495)
Proceeds from the Acquisition of Debt	331,508	-	-	331,508
Proceeds from the Sale of Property, Plant, and Equipment	29,589	-	-	29,589
Principal Payment on Debt	(116,398)	-	-	(116,398)
Interest Payments and Other Charges	(23,892)	-	-	(23,892)
Net Cash Used by Capital and Related Financing Activities	(148,688)	-	-	(148,688)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	4,591	7,433	15,968	27,992
NET INCREASE (DECREASE) IN CASH	(201,214)	623,734	(1,708,384)	(1,285,864)
Cash - Beginning of Year	854,873	962,876	3,877,464	5,695,213
CASH - END OF YEAR	$ 653,659	$ 1,586,610	$ 2,169,080	$ 4,409,349
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	$ (483,292)	$ (670,103)	$ (1,571,982)	$ (2,725,377)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	440,690	-	-	440,690
Effects of Changes in Operating Assets and Liabilities:				
Receivables	(790)	22,542	690	22,442
Prepaids	-	(37,034)	-	(37,034)
Due to Other Fund	(12,962)	-	-	(12,962)
Inventories	(21,866)	-	-	(21,866)
Accounts Payable	(14,614)	1,301,538	(153,060)	1,133,864
Other Current Liabilities	8,955	(642)	-	8,313
Unearned Revenue	(824)	-	-	(824)
Other Post-Employment Benefits (OPEB)	(24,451)	-	-	(24,451)
Deferred Outflows-Pension	(24,207)	-	-	(24,207)
Net Pension Liability	(266,052)	-	-	(266,052)
Deferred Inflows-Pension	324,762	-	-	324,762
Deferred Inflows-OPEB	17,533	-	-	17,533
Net Cash Provided (Used) by Operating Activities	$ (57,118)	$ 616,301	$ (1,724,352)	$ (1,165,169)

VII Supplementary Information

Fiduciary Funds

CITY OF DECATUR, ILLINOIS
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2018

Fiduciary Funds are used to account for resources received and held by a governmental unit as agent or trustee for individuals, private organizations, or other governments.

The City has one type of Fiduciary Fund: Pension Trust Fund.

The Fire Pension Fund and the Police Pension Fund account for activities as prescribed by the statutes of the State of Illinois.

CITY OF DECATUR, ILLINOIS
PENSION TRUST FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2018

	Police Pension Fund	Fire Pension Fund	Total
ASSETS			
Cash and Short-Term Investments	$ 2,978,154	$ 6,497,619	$ 9,475,773
Accrued Interest	245,479	154,472	399,951
Long-Term Investments, at Fair Value:			
U.S. Government Obligations	21,051,843	10,963,846	32,015,689
Mutual Funds	42,905,625	39,597,218	82,502,843
Common Stock	17,382,641	6,512,911	23,895,552
Annuities	-	145,987	145,987
Municipal Bonds	1,773,901	1,314,908	3,088,809
Corporate Bonds	14,895,971	9,118,774	24,014,745
Total Long-Term Investments	98,009,981	67,653,644	165,663,625
Total Assets	$ 101,233,614	$ 74,305,735	$ 175,539,349
LIABILITIES AND NET POSITION			
CURRENT LIABILITIES			
Accounts Payable	$ 89,272	$ 5,411	$ 94,683
Total Current Liabilities	89,272	5,411	94,683
NET POSITION			
Net Position Restricted for Pensions	101,144,342	74,300,324	175,444,666
Total Liabilities and Net Position	$ 101,233,614	$ 74,305,735	$ 175,539,349

CITY OF DECATUR, ILLINOIS
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018

	Police Pension Fund	Fire Pension Fund	Total
ADDITIONS			
Contributions:			
Employer	$ 4,713,752	$ 5,611,626	$ 10,325,378
Plan Member	1,364,975	866,492	2,231,467
Miscellaneous Revenue	136	39,276	39,412
Total Contributions	6,078,863	6,517,394	12,596,257
Investment Earnings:			
Interest and Dividends	1,197,547	682,573	1,880,120
Net Decrease in the Fair Value of Investments	(6,816,028)	(4,142,934)	(10,958,962)
Total Investment Income	(5,618,481)	(3,460,361)	(9,078,842)
Less: Investment Expense	255,548	154,810	410,358
Net Investment Income	(5,874,029)	(3,615,171)	(9,489,200)
Total Additions	204,834	2,902,223	3,107,057
DEDUCTIONS			
Benefits and Refunds	8,103,204	7,631,504	15,734,708
Administrative Expense	144,019	88,729	232,748
Total Deductions	8,247,223	7,720,233	15,967,456
Change in Net Position	(8,042,389)	(4,818,010)	(12,860,399)
Net Position - Beginning of Year	109,186,731	79,118,334	188,305,065
NET POSITION - END OF YEAR	$ 101,144,342	$ 74,300,324	$ 175,444,666

VIII Statistical Section

CITY OF DECATUR, ILLINOIS
STATISTICAL SECTION
DECEMBER 31, 2018

This part of the City of Decatur's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information informs about the City's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Pension Information

These schedules offer statistics related to the City's pension plans.

Demographic and Economic Information

These schedules offer demographics and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

City of Decatur, Illinois
Net Position by Component
Most Recent Fiscal Years ($'s whole)

	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017 (Restated)	2018
Governmental Activities											
Net investment in capital assets	17,251,831	14,982,634	15,721,174	19,474,067	21,768,332	17,734,425	62,584,346	61,778,472	60,818,124	63,189,005	63,174,639
Restricted		4,751,759	27,950,290	7,846,041	5,631,695	12,177,075	10,059,536	9,386,456	6,002,253	9,074,227	17,608,637
Unrestricted	23,755,421	15,153,850	(9,682,408)	4,923,072	3,325,134	2,161,486	4,109,382	(105,290,440)	(109,018,244)	(117,765,277)	(131,572,203)
Total governmental activities net position	41,007,252	34,888,243	33,989,056	32,243,180	30,725,161	32,072,986	76,753,264	(34,125,512)	(42,197,867)	(45,502,045)	(50,788,927)
Business-type activities											
Net investment in capital assets	56,724,998	56,063,710	52,810,641	46,571,347	43,816,191	35,140,888	3,198,630	6,161,938	9,023,087	14,453,717	21,071,574
Unrestricted	20,270,332	16,129,718	15,538,406	12,388,196	7,598,072	15,833,621	7,973,738	11,464,957	19,552,491	18,433,420	20,002,133
Total business-type activities net position	76,995,330	72,193,428	68,349,047	58,959,543	51,414,263	50,974,509	11,172,368	17,626,895	28,575,578	32,887,137	41,073,707
Primary government											
Net investment in capital assets	73,976,829	71,046,344	68,531,815	66,045,414	65,584,523	52,875,313	65,782,976	67,940,410	69,841,211	77,642,722	84,246,213
Restricted		4,751,759	27,950,290	7,846,041	5,631,695	12,177,075	10,059,536	9,386,456	6,002,253	9,074,227	17,608,637
Unrestricted	44,025,753	31,283,568	5,855,998	17,311,268	10,923,206	17,995,107	12,083,120	(93,825,483)	(89,465,753)	(99,331,857)	(111,570,070)
TOTAL PRIMARY GOVERNMENT ACTIVITIES NET POSITION	118,002,582	107,081,671	102,338,103	91,202,723	82,139,424	83,047,495	87,925,632	(16,498,617)	(13,622,289)	(12,614,908)	(9,715,220)

Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.
Note 2: Net position at December 31, 2013 includes restatement of net position increase in governmental activities with corresponding decrease in business activities as a result of reclassification of one non-major enterprise fund from business type to governmental type unrestricted net position and the reclassification of general obligation bond debt from governmental to business type activity
Note 3: Net position at December 31, 2015 reflects the implementation of GASB 67 and 68.
Note 4: Net position at December 31, 2017 reflects the implementation of GASB 75.
Source: Comprehensive Annual Financial Report for relevant fiscal year.

City of Decatur, Illinois
Statement of Activities and Change in Net Position
Most Recent Fiscal Years ($'s whole)

	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
EXPENSES											
Governmental Activities											
General government	11,667,513	10,469,200	11,735,004	13,692,390	14,693,051	8,318,866	12,159,290	12,850,651	12,675,556	12,752,905	10,965,571
Economic development									2,950,916	3,948,538	2,949,475
Public safety	37,007,402	38,406,935	35,477,795	41,416,933	38,834,959	29,422,201	40,664,492	49,909,807	47,104,920	48,904,535	44,498,772
Public works	16,395,618	17,190,569	19,443,483	13,846,451	17,199,373	10,877,524	14,579,926	14,575,459	14,180,746	14,950,486	19,805,154
Culture	4,443,700	4,359,055	4,514,057	3,770,113	3,622,804	2,518,155	286,764	295,433	551,580	568,481	107,556
Education							3,595,829	3,294,285	4,281,706	3,906,273	4,362,304
Interest on debt	3,568,996	3,434,867	3,332,503	4,508,919	4,113,553	2,264,985	1,247,293	1,550,600	1,474,346	1,466,938	2,056,365
Total governmental activities expenses	73,083,229	73,860,626	74,502,842	77,234,806	78,463,740	53,401,731	72,533,594	82,476,235	83,219,770	86,498,156	84,745,197
Business-type activities											
Water	13,807,253	15,017,552	13,631,171	13,312,583	14,576,678	9,663,567	18,504,972	20,365,069	22,732,240	22,635,554	23,757,319
Parking	721,662	745,510	509,932								
Mass Transit	5,661,346	5,994,281	6,626,503	6,542,694	6,151,784	4,230,742	6,790,731	6,717,111	7,181,756	7,550,679	8,345,210
Fiber optics										21,245	81,827
Housing programs	39,512	10,986	6,633	96,422	6,770	9,979					
Waste removal	554,083	545,302	556,721	1,238,284	584,028	405,409	640,461	600,997	642,358	664,718	636,716
Hotel	43,020	46,531									
Storm Water							19,072	453,816	960,507	895,461	882,248
Sewer	1,487,939	1,890,168	1,317,412	1,872,785	1,900,376	1,507,017	3,111,645	3,361,311	3,326,538	3,992,577	4,629,813
Total business-type activities expenses	22,314,815	24,250,330	22,648,372	23,062,768	23,219,636	15,816,714	29,066,881	31,498,304	34,843,399	35,760,234	38,333,133
TOTAL PRIMARY GOVERNMENT EXPENSE	95,398,044	98,110,956	97,151,214	100,297,574	101,683,376	69,218,445	101,600,475	113,974,539	118,063,169	122,258,390	123,078,330
PROGRAM REVENUES											
Governmental activities											
Charges for services											
General government	1,543,847	1,907,784	1,693,970	2,398,906	2,541,123	4,339,647	8,329,813	9,103,166	9,518,090	9,835,469	8,761,600
Public safety	427,804	471,925	420,751	433,184	577,676	367,370	306,746	237,031	594,272	658,407	308,143
Other activities	183,892	194,837	178,940	132,433	71,112	39,634	203,551	189,276	151,858	46,408	36,937
Operating grants and contributions	6,010,850	6,030,644	10,093,544	6,815,292	4,425,861	2,652,299	4,903,661	3,601,072	4,755,423	5,862,658	1,863,875
Capital grants and contributions			33,120				1,140,122	1,299,409	673,194	1,000,000	392,178
Total governmental activities program revenues	8,166,393	8,605,190	12,420,325	9,779,815	7,615,772	7,398,950	14,883,893	14,429,954	15,692,837	17,402,942	11,362,733
Business-type activities											
Charges for services											
Water	12,368,956	13,690,334	17,008,482	15,284,540	15,102,613	14,848,584	21,330,788	26,726,719	29,830,034	29,859,921	30,882,324
Other activities	3,762,684	3,518,967	3,753,099	3,651,584	4,247,649	3,295,331	5,385,211	7,351,365	7,617,242	7,737,067	9,066,938
Operating grants and contributions	4,372,081	9,433,023	4,290,027	5,722,143	5,025,518	3,170,028	6,033,830	6,197,601	5,892,767	7,181,110	7,695,142
Capital grants and contributions			1,605,270							116,334	-
Total business-type activities program revenues	20,503,721	26,642,324	26,656,878	24,658,267	24,375,780	21,313,943	32,749,829	40,275,685	43,340,043	44,894,432	47,644,404
TOTAL PRIMARY GOVERNMENT REVENUE	28,670,114	35,247,514	39,077,203	34,438,082	31,991,552	28,712,893	47,633,722	54,705,639	59,032,880	62,297,374	59,007,137

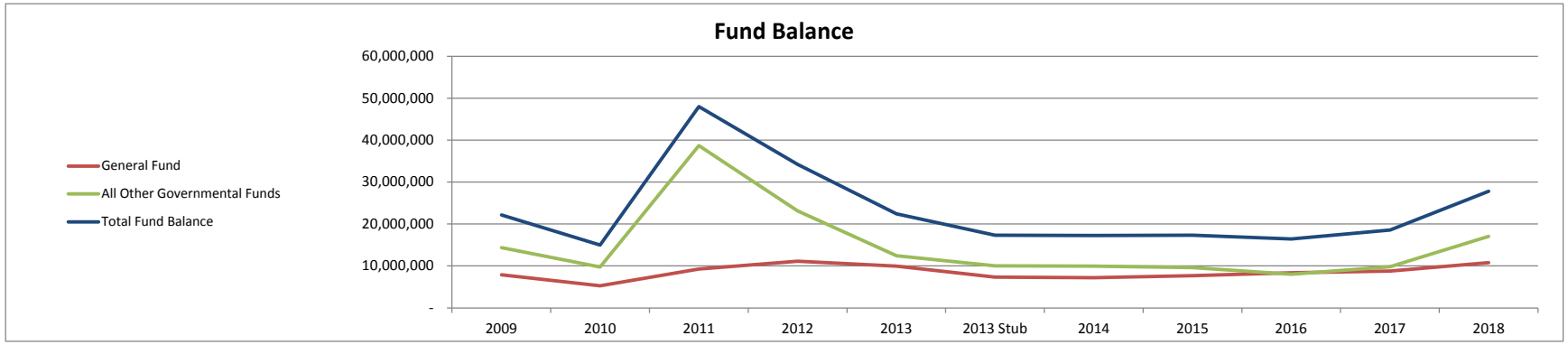
City of Decatur, Illinois
Statement of Activities and Change in Net Position
Most Recent Fiscal Years ($'s whole)

	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
NET (EXPENSE) REVENUE											
Governmental activities	(64,916,836)	(65,255,436)	(62,082,517)	(67,454,991)	(70,847,968)	(46,002,782)	(57,649,701)	(68,046,281)	(67,526,933)	(69,095,214)	(73,382,464)
Business-type activities	(1,811,094)	2,391,994	4,008,506	1,595,499	1,156,144	5,497,229	3,682,948	8,777,381	8,496,644	9,134,198	9,311,271
TOTAL PRIMARY GOVERNMENT NET EXPE	(66,727,930)	(62,863,442)	(58,074,011)	(65,859,492)	(69,691,824)	(40,505,553)	(53,966,753)	(59,268,900)	(59,030,289)	(59,961,016)	(64,071,193)
General Revenues and Other Changes in Net Position											
Governmental activities											
Taxes											
Property taxes	12,446,870	12,582,958	13,337,710	13,513,648	13,493,391	13,394,261	13,545,241	13,512,949	15,546,929	16,007,673	15,360,391
Sales and use taxes	23,133,533	21,585,950	22,975,574	23,919,621	22,917,247	14,924,647	23,533,100				
Income taxes	7,209,039	6,028,973	6,797,068	6,192,641	7,398,372	4,500,441	7,302,638				
Local sales and use taxes								11,950,201	11,848,821	11,904,856	12,340,714
Utility taxes	5,575,225	5,366,459	5,268,016	5,310,600	5,289,523	3,301,575	4,814,468	4,684,705	7,489,097	7,424,870	7,521,376
Food and beverage taxes	2,951,196	3,081,976	2,806,014	3,093,186	3,049,941	2,098,028	3,026,151	3,209,143	3,195,648	3,256,550	3,293,553
Hotel and motel taxes	649,612	677,313	498,812	711,053	590,985	421,053	640,697	666,384	697,601	806,373	945,345
Motor fuel taxes									1,399,777	1,816,894	1,816,245
Other taxes	1,584,417	1,435,493	1,596,000	1,141,429	1,509,093	1,646,831	2,589,730	3,011,048	2,545,850	2,636,706	4,717,264
Intergovernmental (state sales and income tax)								20,862,321	17,630,799	18,401,263	18,810,796
Investment earnings	327,253	136,092	164,803	239,646	237,961	7,644	110,413	6,923	35,720	76,893	226,065
Miscellaneous	1,212,713	529,756	605,759	2,051,932	6,113,975	2,224,667	3,068,767	1,851,205	2,174,572	2,520,340	1,224,156
Transfers	7,073,376	7,711,457	7,133,574	11,093,160	8,729,461	5,938,564	1,862,197	2,653,609	(2,044,301)	4,508,001	1,839,677
Total governmental activities	62,163,234	59,136,427	61,183,330	67,266,916	69,329,949	48,457,711	60,493,402	62,408,488	60,520,513	69,360,419	68,095,582
Business-type activities											
Property taxes	216,872										
Investment earnings	621,036	415,711	97,133	91,842	28,037	1,581	209,608	297,922	407,738	541,631	749,915
Miscellaneous	402,734	101,850	(816,446)	16,315			4,077	(228,084)		104,244	(34,939)
Transfers	(7,073,376)	(7,711,457)	(7,133,574)	(11,093,160)	(8,729,461)	(5,938,564)	(1,862,197)	(2,653,609)	2,044,301	(4,508,001)	(1,839,677)
Total business-type activities	(5,832,734)	(7,193,896)	(7,852,887)	(10,985,003)	(8,701,424)	(5,936,983)	(1,648,512)	(2,583,771)	2,452,039	(3,862,126)	(1,124,701)
TOTAL PRIMARY GOVERNMENT	56,330,500	51,942,531	53,330,443	56,281,913	60,628,525	42,520,728	58,844,890	59,824,717	62,972,552	65,498,293	66,970,881
CHANGE IN NET POSITION											
Governmental activities	(2,753,602)	(6,119,009)	(899,187)	(188,075)	(1,518,019)	2,454,929	2,843,701	(5,637,793)	(7,006,420)	265,205	(5,286,882)
Business-type activities	(7,643,828)	(4,801,902)	(3,844,381)	(9,389,504)	(7,545,280)	(439,754)	2,034,436	6,193,610	10,948,683	5,272,072	8,186,570
TOTAL PRIMARY GOVERNMENT	(10,397,430)	(10,920,911)	(4,743,568)	(9,577,579)	(9,063,299)	2,015,175	4,878,137	555,817	3,942,263	5,537,277	2,899,688

Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.
Note 2: Net position at December 31, 2013 includes restatement of net position increase in governmental activities with corresponding decrease in business activities as a result of reclassification of one non-major enterprise fund from business type to governmental type unrestricted net position and the reclassification of general obligation bond debt from governmental to business type activity.
Note 3: Fiscal years 2015 reclassified State Sales, State Income Tax, Local Sales Tax and Local Use Tax.
Source: Comprehensive Annual Financial Report for relevant fiscal year.

City of Decatur, Illinois
Fund Balances of Governmental Funds
Most Recent Fiscal Years ($'s whole)

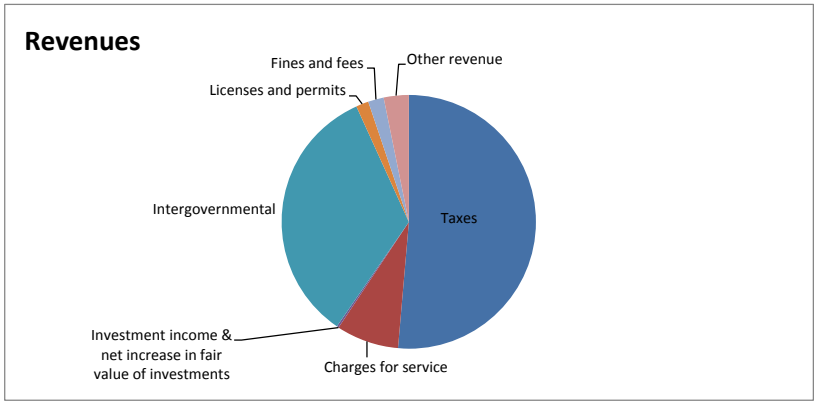
	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
				Note 1							
General Fund											
Nonspendable				23,407	25,596	26,416	27,303	27,165	147,132	489,142	820,853
Restricted				89,754	1,847						
Unassigned				10,996,973	9,906,565	7,311,171	7,201,807	7,646,538	8,242,880	8,270,608	9,957,208
Reserved	666,740	301,594	845,847								
Unreserved	7,174,809	4,953,635	8,429,614								
Total general fund	7,841,549	5,255,229	9,275,461	11,110,134	9,934,008	7,337,587	7,229,110	7,673,703	8,390,012	8,759,750	10,778,061
All other governmental funds											
Nonspendable						34,192	8,341			3,200	3,280
Restricted				22,533,206	13,159,972	9,976,688	9,861,038	9,254,618	6,985,109	9,195,557	17,911,773
Assigned				754,957							
Unassigned				(183,387)	(702,682)		(64,508)	(146,092)	(107,221)	(275,641)	(1,720,932)
Reserved	3,258,830	5,297,531	12,800,837								
Committed							183,001	518,273	1,177,478	887,397	852,906
Unreserved reported in:											
Special revenue funds	4,704,765	3,344,042	7,355,646								
Capital projects funds	6,399,703	1,107,713	18,537,635								
Total all other governmental funds	14,363,298	9,749,286	38,694,118	23,104,776	12,457,290	10,010,880	9,987,872	9,626,799	8,055,366	9,810,513	17,047,027
TOTAL FUND BALANCE	22,204,847	15,004,515	47,969,579	34,214,910	22,391,298	17,348,467	17,216,982	17,300,502	16,445,378	18,570,263	27,825,088

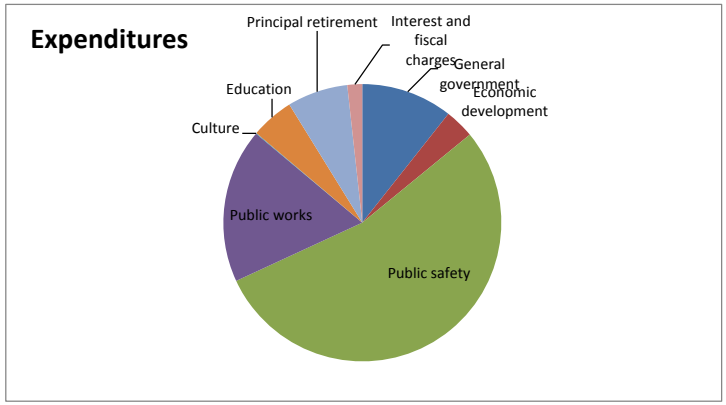


Note 1: Reporting change the result of Implementation of GASB 54 with the fiscal year ending April 30, 2012
Note 2: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013.
Fiscal years 2014 and forward are January to December.
Source: Comprehensive Annual Financial Report for relevant fiscal year.

City of Decatur, Illinois
Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds
Most Recent Fiscal Years ($'s whole)

	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
Revenues											
Taxes	21,622,903	21,708,706	21,910,552	22,628,487	22,484,576	26,189,719	35,055,074	35,116,746	39,518,263	40,562,624	40,348,550
Charges for service	61,208	94,978	83,722	622,614	727,376	2,998,948	5,882,463	6,817,347	7,518,858	7,762,832	6,271,779
Investment income & net increase in fair value of investments	234,071	81,064	36,891	217,062	230,394	6,676	108,684	5,419	25,888	66,609	198,073
Intergovernmental	37,944,081	32,901,498	41,808,973	37,879,127	36,310,372	17,059,866	25,286,186	25,523,543	26,563,642	28,774,193	26,435,591
Licenses and permits	734,515	743,221	659,054	752,854	734,747	607,026	737,684	857,174	1,002,264	1,185,109	1,284,029
Fines and fees	1,359,823	1,736,347	1,550,885	1,589,055	1,727,788	1,140,677	2,219,963	1,854,952	1,743,097	1,592,343	1,550,872
Other revenue	1,168,836	429,582	819,179	2,470,315	3,175,013	2,146,447	3,068,767	1,666,208	2,114,408	2,483,495	2,501,877
Total revenues	63,125,437	57,695,396	66,869,256	66,159,514	65,390,266	50,149,359	72,358,821	71,841,389	78,486,420	82,427,205	78,590,771
Expenditures											
General government	13,714,869	13,007,676	13,573,156	12,369,181	13,003,747	7,454,390	10,858,506	11,226,048	10,764,852	10,808,083	9,069,176
Economic development									2,950,916	3,948,538	2,949,475
Public safety	37,043,722	36,451,503	34,845,020	38,113,003	39,136,143	29,766,067	43,908,692	43,052,390	43,885,346	47,609,789	46,246,959
Public works	13,619,381	14,173,622	16,730,343	25,874,325	21,049,550	14,787,744	14,305,973	13,986,745	12,644,198	14,881,435	15,375,543
Culture	3,961,788	3,950,374	3,468,406	3,742,754	3,866,845	2,486,678	79,679	89,252	556,674	566,949	94,374
Education							3,590,771	3,332,483	3,639,593	3,748,014	4,265,783
Debt service											
Principal retirement	5,803,265	2,700,995	10,723,029	3,683,643	32,965,000	3,725,000	2,643,868	2,384,488	3,084,879	4,215,162	6,033,587
Interest and other charges	3,391,628	3,404,887	3,410,443	5,112,958	4,283,320	2,971,098	1,533,390	1,482,590	1,455,719	1,407,242	1,482,501
Total expenditures	77,534,653	73,689,057	82,750,397	88,895,864	114,304,605	61,190,977	76,920,879	75,553,996	78,982,177	87,185,212	85,517,398
Deficiency of revenues over expenditures	(14,409,216)	(15,993,661)	(15,881,141)	(22,736,350)	(48,914,339)	(11,041,618)	(4,562,058)	(3,712,607)	(495,757)	(4,758,007)	(6,926,627)

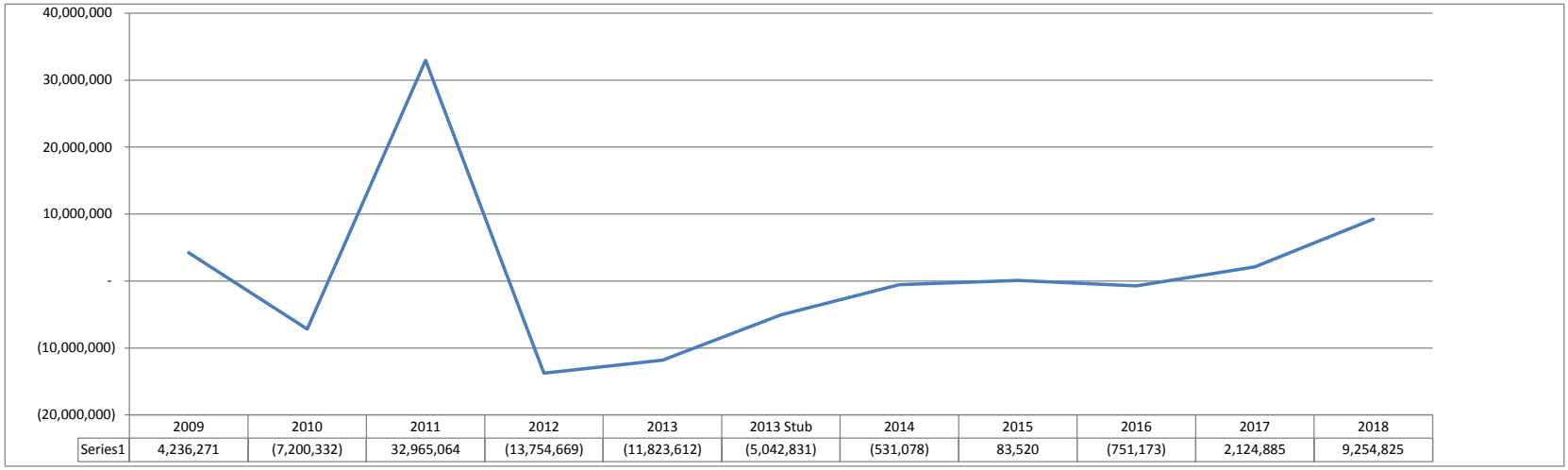




City of Decatur, Illinois
Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds
Most Recent Fiscal Years ($'s whole)

	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
Other Financing Sources											
Bond & loan proceeds	11,322,400	250,000	41,381,208	-	28,080,658	-	1,625,358	1,369,277	1,703,474	2,344,808	14,321,979
Sale of assets	36,107	78,694	83,217	71,239	15,172	53,877	11,775	48,221	85,411	30,083	19,796
Transfers in	10,559,161	12,242,983	11,252,494	13,318,967	13,558,587	9,359,659	4,531,061	3,566,728	2,035,034	5,188,382	3,373,714
Transfers out	(3,272,181)	(3,778,348)	(3,870,714)	(4,408,525)	(4,563,690)	(3,414,749)	(2,137,214)	(1,188,099)	(4,079,335)	(680,381)	(1,534,037)
Total other financing sources	18,645,487	8,793,329	48,846,205	8,981,681	37,090,727	5,998,787	4,030,980	3,796,127	(255,416)	6,882,892	16,181,452
NET CHANGE IN FUND BALANCES	4,236,271	(7,200,332)	32,965,064	(13,754,669)	(11,823,612)	(5,042,831)	(531,078)	83,520	(751,173)	2,124,885	9,254,825
Capital Outlay	4,567,696	6,357,189	4,937,640	17,452,588	12,912,591	7,001,582	6,765,634	5,665,335	4,985,664	7,233,091	8,337,619
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	12.60%	9.07%	18.16%	12.31%	36.74%	12.36%	5.95%	5.53%	6.14%	7.03%	9.74%

Net Change in Fund Balances



Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January and December.

Note 2: Net position at December 31, 2013 includes restatement of net position increase in governmental activities with corresponding decrease in business activities as a result of reclassification of one non-major enterprise fund from business type to governmental type unrestricted net position and the reclassification of general obligation bond debt from governmental to business type activity

Source: Comprehensive Annual Financial Report for relevant fiscal year.

City of Decatur, Illinois
State Distributed and Locally Collected Tax Revenues
Most Recent Fiscal Years ($'s whole)

Fiscal Year	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
State Distributed Taxes											
State Sales Tax	11,496,206	10,574,854	11,281,868	11,446,917	11,422,817	7,316,428	11,477,601	11,654,760	11,241,506	11,052,132	11,328,832
Local Sales Tax	10,778,195	9,903,182	10,469,019	10,890,188	10,731,110	6,618,214	10,540,198	10,359,805	10,058,133	9,950,270	10,024,104
State Income Tax	7,109,638	5,289,505	7,004,698	5,621,265	8,022,579	5,068,148	7,286,357	8,039,696	7,470,934	7,843,458	7,289,905
Telephone Utility Tax	2,951,848	2,933,054	2,665,242	2,601,713	2,664,872	1,583,423	2,165,918	2,070,031	1,980,913	1,774,445	1,635,038
Motor Fuel Tax	2,155,941	2,051,807	2,079,526	1,922,875	1,829,533	1,235,376	1,884,548	1,880,878	1,929,331	1,953,992	1,951,262
Local Use Tax	1,187,105	978,506	1,127,876	1,125,551	1,212,494	812,432	1,420,091	1,505,880	1,943,083	1,922,797	2,130,355
State Replacement Tax	1,464,734	1,275,941	1,407,353	1,269,825	1,269,858	815,119	1,404,809	1,505,959	1,333,328	1,397,658	1,268,855
Video Gaming Tax					34,827	196,877	539,548	836,212	1,116,081	1,273,944	1,431,687
Locally Collected Taxes											
Food & Beverage Tax	2,963,871	2,893,444	2,987,815	3,094,227	3,063,891	2,055,764	3,060,481	3,167,837	3,260,918	3,223,082	3,282,137
Utility Tax	1,660,441	1,565,000	1,622,691	1,535,559	1,669,896	981,986	1,641,634	1,483,186	4,205,747	4,587,334	4,911,827
Local Motor Fuel Tax									1,249,034	1,818,235	1,806,397
Cable TV Tax	1,174,485	901,782	993,298	801,626	1,354,071	573,085	1,081,560	1,097,781	1,084,913	1,063,613	1,011,044
Hotel Use Tax	676,711	555,277	601,716	716,136	599,436	444,313	649,787	675,211	690,077	797,500	925,034
TOTAL	43,619,175	38,922,352	42,241,102	41,025,882	43,875,384	27,701,165	43,152,532	44,277,236	47,563,998	48,658,460	48,996,477

Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.
Source: City cash basis records.

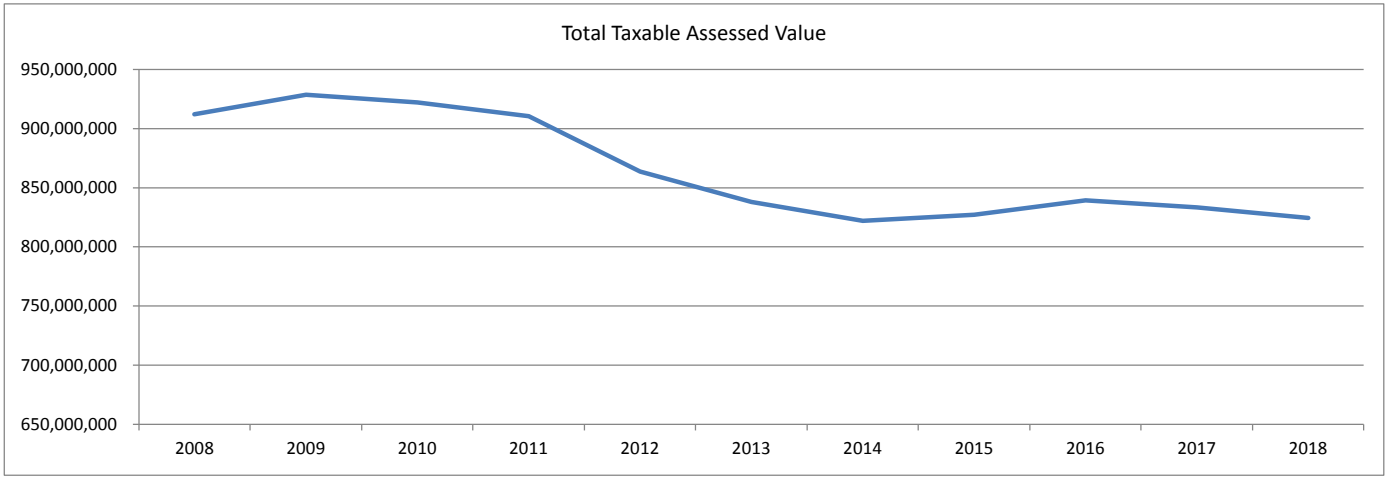
Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source.

City of Decatur, Illinois
Taxable Assessed Value, Taxable Value and Tax Collections
Most Recent Fiscal Years ($'s whole)

Property Assessment and Tax Information

Property Tax Levy Year	Fiscal Year Ended	Residential Property	Farm Property	Commercial Property	Industrial Property	Railway Property	Total Taxable Assessed Value	Total Direct Tax Rate	Actual Taxable Value	Actual Tax Collections
2008	4/30/2010	548,398,322	2,871,111	273,386,858	74,870,604	12,487,285	912,014,180	1.20637	11,002,265	10,886,987
2009	4/30/2011	551,989,415	4,138,561	281,419,404	75,337,243	15,659,186	928,543,809	1.21669	11,297,500	11,171,844
2010	4/30/2012	548,353,414	4,164,049	276,665,805	76,914,168	16,057,363	922,154,799	1.24353	11,467,272	11,314,203
2011	4/30/2013	529,131,249	4,139,930	287,334,321	72,810,525	17,217,745	910,633,770	1.29049	11,751,638	11,414,665
2012	12/31/2013	514,265,875	3,847,673	260,266,346	68,222,744	17,230,871	863,833,509	1.36044	11,751,936	11,374,809
2013	12/31/2014	498,132,967	3,874,516	255,201,842	64,833,161	16,055,123	838,097,609	1.40607	11,784,238	11,619,217
2014	12/31/2015	488,279,318	3,804,663	251,671,836	62,520,042	15,876,905	822,152,764	1.43527	11,800,112	11,606,976
2015	12/31/2016	486,890,202	4,091,129	256,543,471	62,939,380	16,762,909	827,227,091	1.63498	13,524,998	13,368,247
2016	12/31/2017	493,960,507	4,179,399	262,338,524	62,736,200	16,082,358	839,296,988	1.65177	13,863,257	13,729,015
2017	12/31/2018	489,602,730	5,211,462	259,959,243	63,214,295	15,369,985	833,357,715	1.66519	13,876,990	13,799,195
2018	12/31/2019	480,144,410	4,273,115	260,075,465	63,799,840	16,251,841	824,544,671	1.68302	13,877,253	not yet available



Note 1: Actual tax collections reported is the civil city only and excludes tax receipts fromTax Increment Financing Districts or Special Assessments.
Note 2: Tax levy adopted by Council before December 31 of year, with tax billed and collected in subsequent calendar year.

Source: Office of the Macon County Clerk/Office of the Macon County Supervisor of Assessments

City of Decatur, Illinois
Property Tax Rates - Direct and Overlapping
Governmental Units
Most Recent Fiscal Years

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Fiscal Year Ended	4/30/2010	4/30/2011	4/30/2012	4/30/2013	12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019
City of Decatur	1.20637	1.21669	1.24353	1.29049	1.36044	1.40607	1.43527	1.63498	1.65177	1.66519	1.68302
County of Macon	0.93697	0.95288	0.95958	0.95558	0.91349	0.94732	0.98067	1.08131	1.20181	1.09882	1.10841
Sanitary District	0.26401	0.26010	0.26097	0.27517	0.31420	0.33123	0.34837	0.34658	0.37112	0.34728	0.34794
Decatur School District	4.33613	4.34873	4.28718	4.31545	4.39115	4.33259	4.42015	4.67266	4.86451	4.88163	4.90970
Decatur Park District	1.03816	1.03785	1.03791	1.03991	1.09716	1.11716	1.12049	1.15036	1.15046	1.15046	1.15047
Decatur Township	0.27393	0.28186	0.29648	0.31319	0.34025	0.35229	0.36010	0.35927	0.35275	0.34455	0.35167
Mosquito Abatement	0.03488	0.03581	0.03662	0.03555	0.03318	0.03544	0.03646	0.03748	0.03599	0.03699	0.03669
Conservation District	0.10264	0.10019	0.10150	0.10127	0.10713	0.11025	0.11405	0.11717	0.11247	0.11709	0.11500
Mental Health	0.14161	0.14253	0.14224	0.14192	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000
Richland Community College	0.39429	0.39467	0.43246	0.47799	0.48286	0.49082	0.49243	0.54062	0.54703	0.55457	0.53027
Macon County Health	0.10418	0.10235	0.10225	0.09981	0.10260	0.10348	0.10354	0.10275	0.10066	0.10044	0.09671
Cooperative Extension	0.02394	0.02317	0.02382	0.02376	0.02446	0.02467	0.02468	0.02817	0.02760	0.02754	0.02667
Total Tax Rate per $100 AV	8.85711	8.89683	8.92454	9.07009	9.31692	9.40132	9.58621	10.22135	10.56617	10.47456	10.50655
Share of Total Tax Rate Levied by City of Decatur	13.6%	13.7%	13.9%	14.2%	14.6%	15.0%	15.0%	16.0%	15.6%	15.9%	16.0%

Note: The tax rate reported is the most prevalent tax district, Decatur Township.
Source: Office of the Macon County Clerk

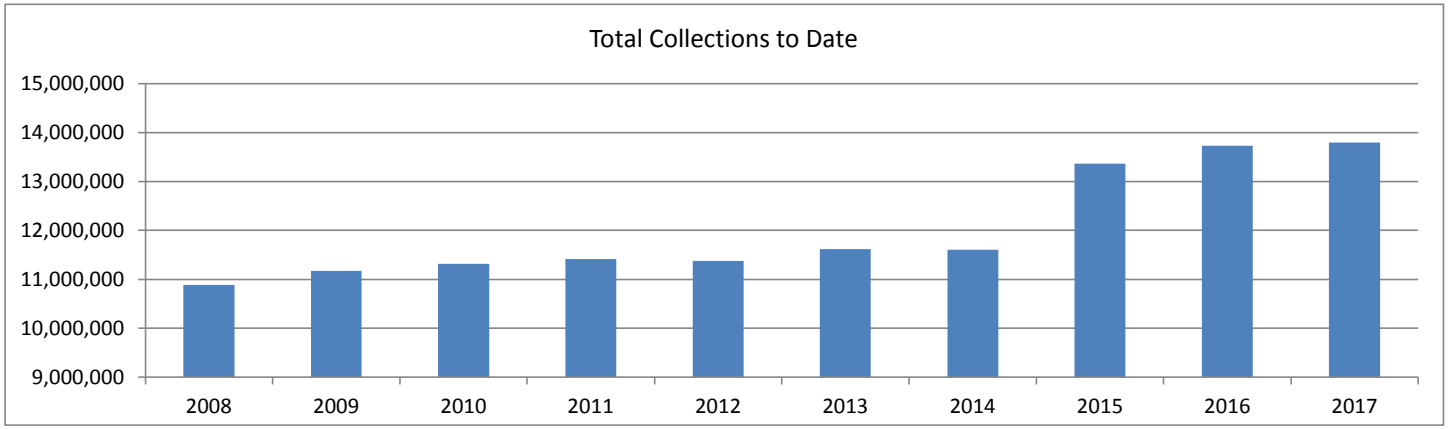
City of Decatur, Illinois
Major Property Taxpayers
as of December 31, 2018 ($'s whole)

	Current Year			Nine Years Ago		
Name of Company	2017 Assessed Valuation	Rank	Percent to Total	2008 Assessed Valuation	Rank	Percent to Total
Archer Daniels Midland Co.	25,332,690	1	3.0%	29,730,297	1	3.3%
Norfolk & Western RR (IT & Wabash)	12,135,915	2	1.5%	9,645,226	2	1.1%
Wal-Mart Stores, Inc.	7,707,931	3	0.9%	8,739,374	3	1.0%
Caterpillar Tractor Co.	7,011,215	4	0.8%	7,438,600	4	0.8%
Ameren fka Illinois Power Co	6,117,429	5	0.7%	4,439,664	7	0.5%
Ventas Inc fka LHPT Decatur/DMH Fund	6,100,386	6	0.7%	5,093,028	6	0.6%
Evergreen Hospitality/Evergreen Place	3,966,774	7	0.5%			
Parke & Son	3,877,893	8	0.5%			
Westfield Distributing	3,128,989	9	0.4%			
Tate & Lyle fda AE Staley Mfg. Co.	2,968,340	10	0.4%	5,989,456	5	0.7%
Northgate Lmtd Partnership				3,996,018	8	0.4%
Brettwood Village Assoc				3,811,085	9	0.4%
Millikin University (The Woods Apts.)				3,209,430	10	0.4%
	78,347,562		9.4%	82,092,178		9.0%
	833,357,715		100.0%	912,014,180		100.0%

Note: Assessed valuation year is same as tax levy year with tax billed and collected in the subsequent calendar year.
Source: Office of the Macon County Supervisor of Assessments

City of Decatur, Illinois
Property Tax Levy and Tax Collections
Most Recent Fiscal Years ($'s whole)

Property Tax Levy Year	Fiscal Year Ended	Taxes Levied for the Fiscal Year	Total Taxes Extended by County Collector	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2008	4/30/2010	11,001,990	11,002,265	10,886,987	99%	n/a	10,886,987	99%
2009	4/30/2011	11,297,338	11,297,500	11,171,844	99%	n/a	11,171,844	99%
2010	4/30/2012	11,467,074	11,467,272	11,314,203	99%	n/a	11,314,203	99%
2011	4/30/2013	11,751,429	11,751,637	11,414,665	97%	n/a	11,414,665	97%
2012	12/31/2013	11,751,637	11,751,936	11,374,809	97%	n/a	11,374,809	97%
2013	12/31/2014	11,784,000	11,784,238	11,619,217	99%	n/a	11,619,217	99%
2014	12/31/2015	11,800,000	11,800,112	11,606,976	98%	n/a	11,606,976	98%
2015	12/31/2016	13,524,802	13,524,998	13,368,247	99%	n/a	13,368,247	99%
2016	12/31/2017	13,863,000	13,863,257	13,729,015	99%	n/a	13,729,015	99%
2017	12/31/2018	13,876,800	13,876,990	13,073,471	94%	n/a	13,799,195	99%
2018	12/31/2019	13,877,000	13,877,253	in process	in process	n/a	in process	in process

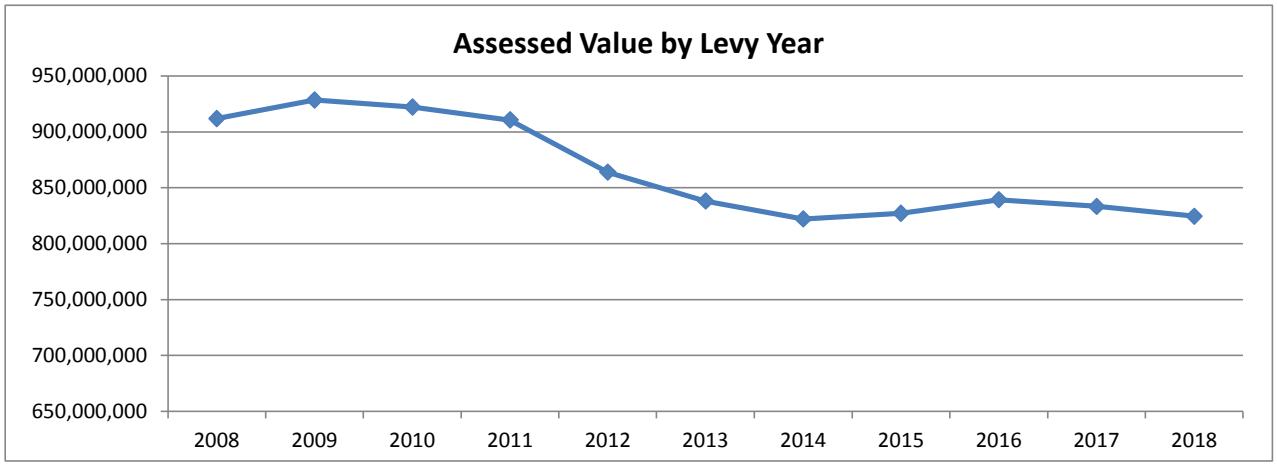


Note: Tax levy adopted by Council before December 31 of year, with tax billed and collected in subsequent calendar year.
Source: Office of the Macon County Treasurer
n/a: Macon County Treasurer's Office has been unable to separate subsequent year collections from current year in reporting to the City of Decatur since a programming change after 2006.

City of Decatur, Illinois
Assessed Value and Estimated Actual Value
of Taxable Property
Most Recent Fiscal Years ($'s whole)

REAL PROPERTY

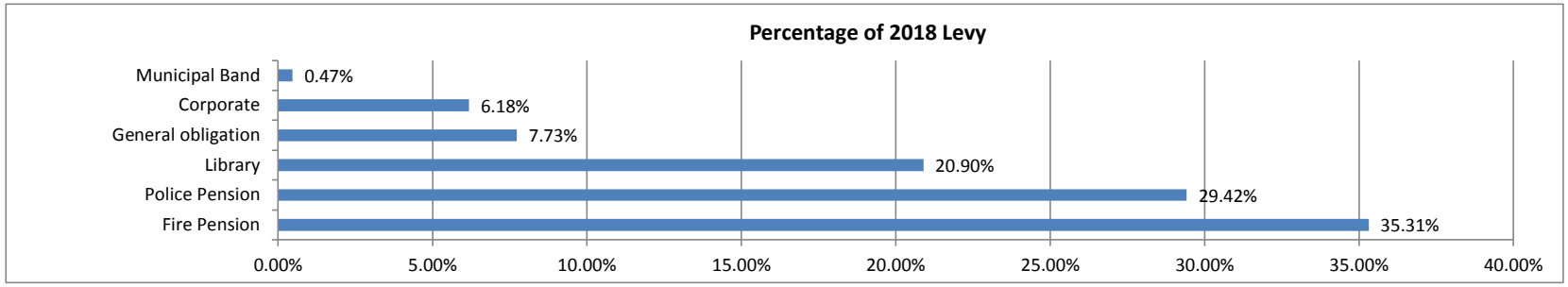
LEVY YEAR	FISCAL YEAR ENDED	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	RATIO OF ASSESSED VALUE TO TOTAL ACTUAL VALUE (1)	DIRECT RATE PER $100 ASSESSED VALUATION
2008	4/30/2010	912,014,180	2,736,042,540	33.33%	1.20637
2009	4/30/2011	928,543,809	2,785,631,427	33.33%	1.21669
2010	4/30/2012	922,154,799	2,766,464,397	33.33%	1.24353
2011	4/30/2013	910,633,770	2,731,901,310	33.33%	1.29049
2012	12/31/2013	863,833,509	2,591,500,527	33.33%	1.36044
2013	12/31/2014	838,097,609	2,514,292,827	33.33%	1.40607
2014	12/31/2015	822,152,764	2,466,458,292	33.33%	1.43527
2015	12/31/2016	827,227,091	2,481,681,273	33.33%	1.63498
2016	12/31/2017	839,296,988	2,517,890,964	33.33%	1.65177
2017	12/31/2018	833,357,715	2,500,073,145	33.33%	1.66519
2018	12/31/2019	824,544,671	2,473,634,013	33.33%	1.68302



Note 1: State of Illinois law prescribes an assessed value ratio to be no more than 33.33% of actual value
Note 2: Assessed valuation year is same as tax levy year with tax billed and collected in the subsequent calendar year.
Source: Office of the Macon County Clerk/Office of the Macon County Supervisor of Assessments.

City of Decatur, Illinois
City Government Property Tax Rates
Most Recent Fiscal Years
Rate per $100 Assessed Valuation

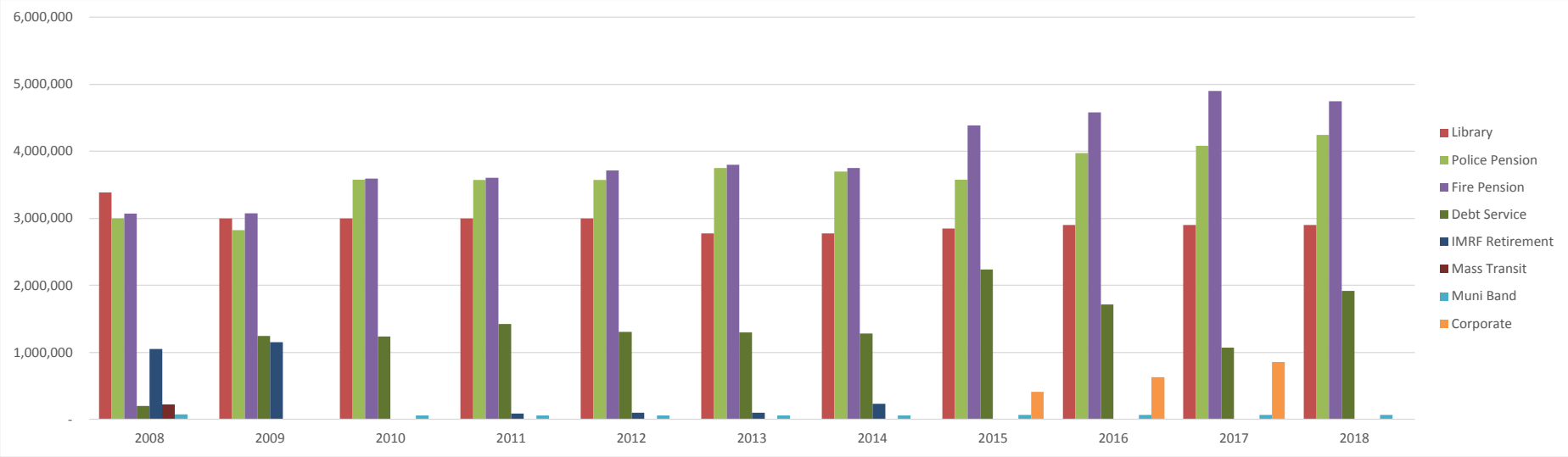
Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Fiscal Year Ended	**4/30/2010**	**4/30/2011**	**4/30/2012**	**4/30/2013**	**12/31/2013**	**12/31/2014**	**12/31/2015**	**12/31/2016**	**12/31/2017**	**12/31/2018**	**12/31/2019**
PURPOSE OF FUND											
Library	0.37138	0.32309	0.32533		0.34729	0.33111	0.33753	0.34453	0.34553	0.34799	0.35171
Police Pension	0.32846	0.30420	0.38792		0.41352	0.44745	0.45004	0.43217	0.47362	0.48983	0.51508
Fire Pension	0.33683	0.33104	0.38973	0.39612	0.43004	0.45341	0.45612	0.53069	0.54570	0.58799	0.57572
Municipal Band	0.00823		0.00651	0.00659	0.00695	0.00716	0.00730	0.00786	0.00775	0.00780	0.00789
Corporate								0.04954	0.07499	0.10290	
IMRF Retirement	0.11544	0.12415		0.00979	0.01154	0.01194	0.02828				
Mass Transit System	0.02398										
BOND AND INTEREST											
General obligation	0.02205	0.13421	0.13404	0.15628	0.15110	0.15500	0.15600	0.27019	0.20418	0.12868	0.23262
ALL PURPOSE - TOTAL	1.20637	1.21669	1.24353	0.56878	1.36044	1.40607	1.43527	1.63498	1.65177	1.66519	1.68302
Actual Rate Extended	1.20637	1.21669	1.24353	0.56878	1.36044	1.40607	1.43527	1.63498	1.65177	1.66519	1.68302



Source: "Certificate of Tax Extension", Office of the Macon County Clerk

City of Decatur, Illinois
City Government Tax Levy
Most Recent Fiscal Years ($'s whole)

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Fiscal Year Ended	**4/30/2010**	**4/30/2011**	**4/30/2012**	**4/30/2013**	**12/31/2013**	**12/31/2014**	**12/31/2015**	**12/31/2016**	**12/31/2017**	**12/31/2018**	**12/31/2019**
PURPOSE OF FUND											
Library	3,387,038	3,000,032	3,000,046	3,000,083	3,000,007	2,775,025	2,775,012	2,850,046	2,900,023	2,900,002	2,900,006
Police Pension	2,995,602	2,824,630	3,577,223	3,572,053	3,572,124	3,750,067	3,700,016	3,575,027	3,975,079	4,082,036	4,247,065
Fire Pension	3,071,937	3,073,852	3,593,914	3,607,202	3,714,829	3,800,018	3,750,003	4,390,012	4,580,044	4,900,060	4,747,069
Municipal Band	75,059		60,032	60,011	60,036	60,008	60,017	65,020	65,045	65,002	65,057
Corporate								409,808	629,389	857,525	
IMRF Retirement	1,052,829	1,152,787		89,151	99,686	100,069	232,505				
Mass Transit System	218,701										
BOND AND INTEREST											
General obligation	201,099	1,246,199	1,236,056	1,423,138	1,305,252	1,299,051	1,282,559	2,235,085	1,713,677	1,072,365	1,918,056
ALL PURPOSE - TOTAL	11,002,265	11,297,500	11,467,272	11,751,638	11,751,936	11,784,238	11,800,112	13,524,998	13,863,257	13,876,990	13,877,253



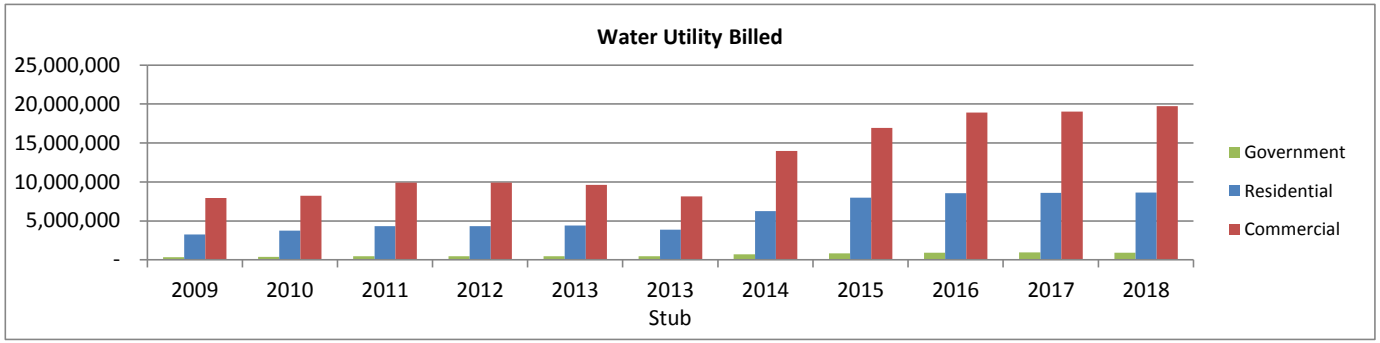
Source: "Certificate of Tax Extension", Office of the Macon County Clerk

City of Decatur, Illinois
Property Tax Information
Most Recent Fiscal Year

Taxes Assessed:	The owner of property on January 1, in any year, is liable for taxes for that calendar year.
Taxes Due:	Current taxes on real property may be paid in two equal installments. The first installment is due not later than June 1st, or 30 days after the issuance of property tax bills by the County Treasurer, and bears interest of 1 and 1/2% per month after June 1st, until paid or forfeited. The second installment is payable not later than September 1st, or 30 days after the issuance of property tax bills by the County Treasurer, and bears interest of 1 and 1/2% per month after September 1st until paid or forfeited.
Payable:	Property taxes are payable to the Macon County Treasurer.
Tax Sale:	Application for judgment and sale in cases where taxes are not paid is made during the month of October. A Monday in October is fixed for the date of the sale by the County Treasurer. Tax bills are sold to the bidder who offers to pay the accumulated amount of the tax and to charge thereon the lowest rate of interest. The maximum interest provided by law is 18% every six months for a period of two years. The purchaser of the tax bill is given a certificate of purchase for each piece of real estate.
Redemption:	Redemption may be made by the owner by payment of the tax bill in full to the County Clerk including 18% penalties, plus $4.00 service charge at any time before issuance of tax deed.
Tax Deed:	Two years and six months from the day of the annual tax sale, the holder of a certificate of purchase which has not been redeemed may, by fulfilling the statutory procedures and paying all subsequent tax bills, obtain a tax deed. This deed must be issued before the expiration of seven years after the annual tax sale or the certificate becomes void.

City of Decatur, Illinois
Water Utility Revenue
Most Recent Fiscal Years ($'s whole)

Fiscal Year	Water Utility Billed				Direct rate per 700 cubic feet		Actual Receipts
	Residential	Commercial	Government	Total	Domestic and Non-Domestic	Large Users	
2009	3,266,713	7,932,315	348,853	11,547,880	1.58	2.42	11,731,801
2010	3,792,121	8,213,894	399,863	12,405,878	1.81	2.78	12,275,664
2011	4,356,560	9,941,636	476,239	14,774,435	2.08	3.19	14,589,805
2012	4,355,566	9,924,667	483,055	14,763,289	2.08	3.19	14,898,121
2013	4,422,817	9,618,089	482,404	14,523,310	2.08	3.19	14,865,522
2013 Stub	3,889,119	8,138,292	463,137	12,490,549	2.81	4.31	11,901,327
2014	6,278,627	13,994,091	727,710	21,000,428	3.65	5.60	20,258,789
2015	8,013,010	16,926,951	834,928	25,774,889	4.56	7.00	25,715,500
2016	8,580,181	18,893,937	932,841	28,406,959	4.67	7.18	28,458,953
2017	8,628,334	19,048,526	967,812	28,644,672	4.79	7.36	28,720,264
2018	8,653,326	19,711,126	927,899	29,292,351	4.91	7.54	29,408,513



Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.

Source: City water utility records.

City of Decatur, Illinois
Water Utility Service Usage Rates
Most Recent Fiscal Years ($'s whole)

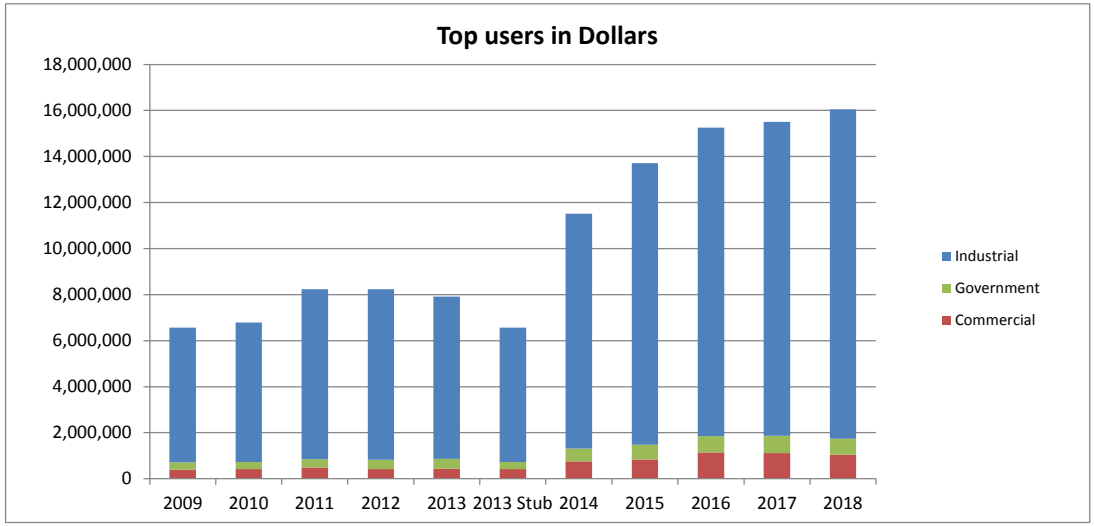
	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
Service Charge Per Meter											
Domestic-all meters (monthly)	$ 1.27	$ 1.46	$ 1.68	$ 1.68	$ 1.68	$ 2.27	$ 2.95	$ 3.69	$ 3.78	$ 3.87	$ 3.97
Non-Domestic & large Users (monthly)											
Meter size 5/8"-3/4"	3.44	3.95	4.55	4.55	4.55	6.14	7.98	9.98	10.23	10.49	10.75
Meter size 1"-1 1/2"	12.71	14.61	16.81	16.81	16.81	22.69	29.50	11.05	37.80	38.75	39.72
Meter size 2"-4"	44.85	51.58	59.31	59.31	59.31	80.07	104.09	39.00	133.36	136.69	140.11
Meter size 7"-12"	209.30	240.70	276.80	276.80	276.80	373.68	485.78	182.00	622.41	637.97	653.92
Meter size 14"-18"	859.63	988.57	1,136.85	1,136.85	1,136.85	1,534.75	1,995.18	747.50	2,556.33	2,620.24	2,685.75
Usage Charge-cu ft (monthly)											
Domestic and Non-Domestic											
1st 700	1.58	1.81	2.08	2.08	2.08	2.81	3.65	1.37	4.67	4.79	4.91
Next 1,500	1.43	1.64	1.89	1.89	1.89	2.55	3.32	1.24	4.25	4.36	4.47
Next 12,900	1.28	1.47	1.69	1.69	1.69	2.28	2.96	1.11	3.79	3.88	3.98
Next 18,300	1.02	1.18	1.35	1.35	1.35	1.82	2.37	0.89	3.03	3.11	3.19
Next 133,300	0.81	0.93	1.06	1.06	1.06	1.43	1.86	0.70	2.39	2.45	2.51
Next 833,300	0.76	0.87	1.00	1.00	1.00	1.35	1.76	0.66	2.26	2.32	2.38
Next 1,000 000	0.63	0.73	0.84	0.84	0.84	1.13	1.47	0.55	1.89	1.94	1.99
All Over 2,000,000	0.45	0.52	0.59	0.59	0.59	0.80	1.04	0.39	1.33	1.36	1.39
Large User											
1st 700	2.42	2.78	3.19	3.19	3.19	4.31	5.60	2.10	7.18	7.36	7.54
Next 1,500	2.19	2.51	2.89	2.89	2.89	3.90	5.07	1.90	6.50	6.66	6.83
Next 12,900	1.94	2.24	2.57	2.57	2.57	3.47	4.51	1.69	5.78	5.92	6.07
Next 18,300	1.56	1.80	2.07	2.07	2.07	2.79	3.63	1.36	4.65	4.77	4.89
Next 133,300	1.24	1.43	1.64	1.64	1.64	2.21	2.87	1.08	3.68	3.77	3.86
Next 833,300	1.15	1.32	1.52	1.52	1.52	2.05	2.67	1.00	3.42	3.51	3.60
Next 1,000 000	0.97	1.11	1.28	1.28	1.28	1.73	2.25	0.84	2.88	2.95	3.02
All Over 2,000,000	0.69	0.79	0.91	0.91	0.91	1.23	1.60	0.60	2.05	2.10	2.15

Note: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013.
Fiscal years 2014 and forward are January to December.

Source: City water utility records.

City of Decatur, Illinois
Water Utility Revenue by Consumer Segment
Most Recent Fiscal Years ($'s whole)

Fiscal Year	Total Water Billed	Revenue of Top 10 Customers in Category			Percentage of Total
		Industrial	Commercial	Government	
2009	11,547,880	5,846,997	391,769	316,887	56.8%
2010	12,405,878	6,061,450	413,922	306,451	54.7%
2011	14,774,435	7,392,843	486,471	359,514	55.8%
2012	14,763,289	7,417,264	405,983	411,138	55.8%
2013	14,523,310	7,062,469	428,789	423,603	54.5%
2013 Stub	12,490,549	5,847,655	417,114	309,270	52.6%
2014	21,000,428	10,204,423	755,799	550,203	54.8%
2015	25,774,889	12,244,488	830,996	636,899	53.2%
2016	28,406,959	13,409,402	1,141,112	711,030	53.7%
2017	28,644,672	13,646,653	1,106,204	753,377	54.1%
2018	29,292,351	14,315,180	1,038,577	703,020	54.8%



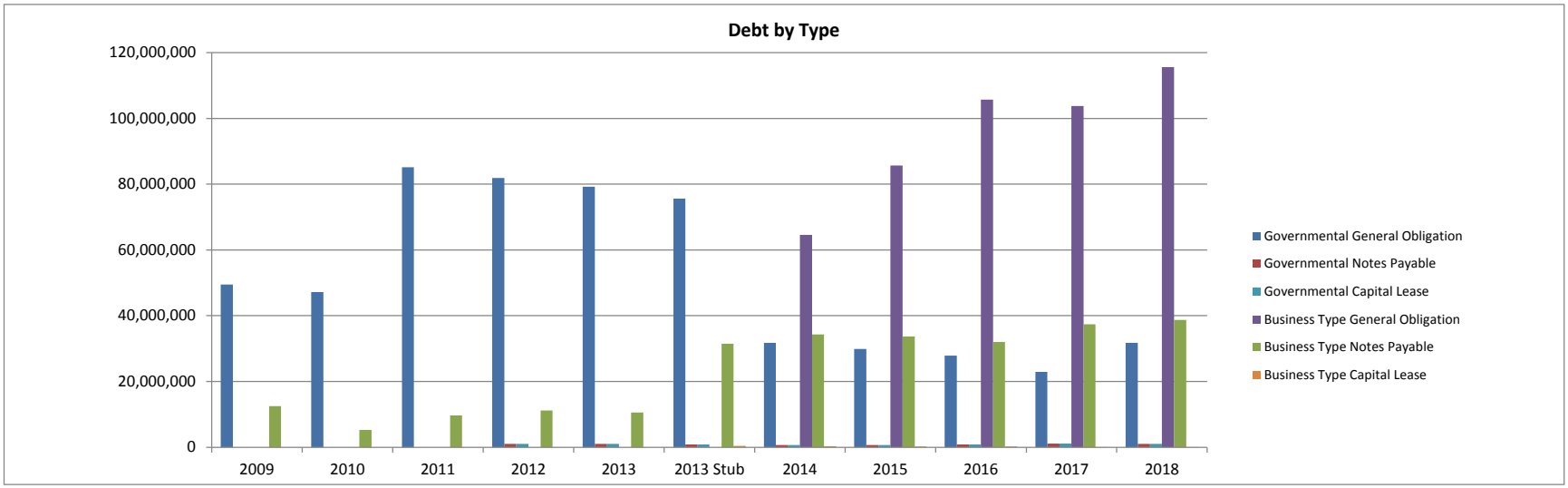
Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.
Source: City water utility records.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

City of Decatur, Illinois
Ratios of Outstanding Debt by Type
Most Recent Fiscal Years ($'s whole)

	Governmental Activities			Business-Type Activities						
Fiscal Year	General Obligation	Notes Payable	Capital Leases	General Obligation	Notes Payable	Capital Leases	Total Primary Government	Assessed Value	Percentage of Assessed Valuation	Per Capita
2009	49,474,407	9,229,376			12,520,940		71,224,723	893,386,367	7.97%	870
2010	47,194,649	9,171,000			5,288,262		61,653,911	912,014,180	6.76%	753
2011	85,102,316	2,580,000			9,659,529		97,341,845	928,543,809	10.48%	1279
2012	81,822,528	2,305,000	947,850		11,167,345		96,242,723	922,154,799	10.33%	1264
2013	79,221,881	2,025,000	1,051,721		10,487,213		92,785,815	910,633,770	10.19%	1219
2013 Stub	75,566,756	1,710,000	859,180		31,452,600	337,144	109,925,680	863,833,509	12.73%	1444
2014	31,754,484	3,022,070	665,690	64,509,272	34,223,632	289,887	134,465,035	838,097,609	16.04%	1766
2015	29,835,429	4,826,718	672,085	85,657,678	33,680,365	214,903	154,887,178	822,152,764	18.84%	2035
2016	27,807,841	5,268,074	781,031	105,669,747	31,922,990	138,347	171,588,030	827,227,091	20.74%	2254
2017	22,927,203	8,080,548	1,078,472	103,756,880	37,359,462	60,269	173,262,834	839,296,988	20.64%	2276
2018	31,704,267	7,895,800	965,100	115,586,234	38,733,058	1,319	194,885,778	833,357,715	23.39%	2560
Percent of total debt	16.27%	4.05%	0.50%	59.31%	19.87%	0.00%	100.00%			



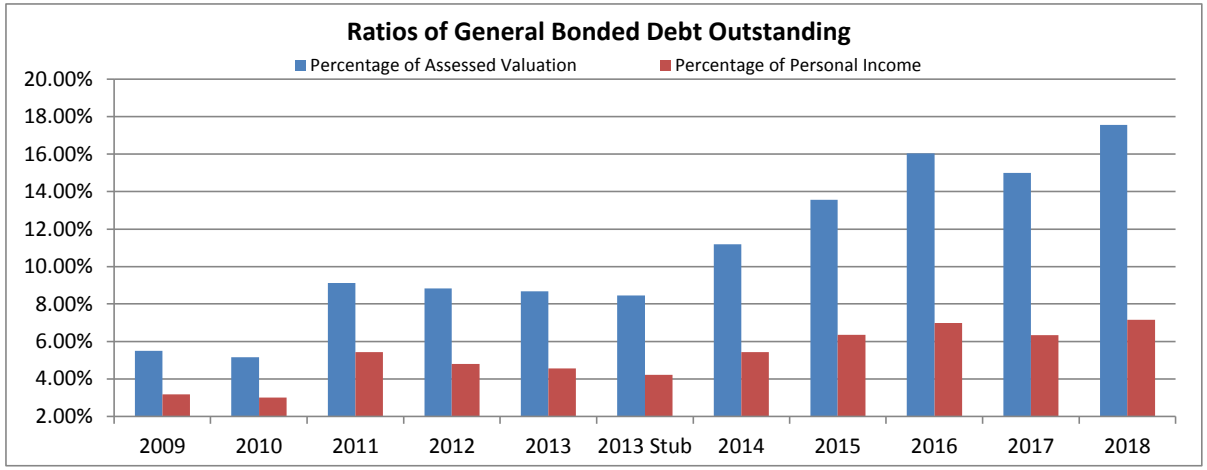
Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.

Note 2: Net position at December 31, 2013 includes reclassification of general obligation bond debt from governmental to business type activity.

Source: Comprehensive Annual Financial Report for relevant fiscal year, US Census Bureau

City of Decatur, Illinois
Ratios of Outstanding General Bonded Debt
Most Recent Fiscal Years ($'s whole)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Assessed Valuation	Percentage of Personal Income	Per Capita
2009	49,474,407	205,337	49,269,070	5.51%	3.17%	602
2010	47,194,649	145,925	47,048,724	5.16%	3.02%	575
2011	85,102,316	316,303	84,786,013	9.13%	5.45%	1,114
2012	81,822,528	409,119	81,413,409	8.83%	4.81%	1,070
2013	79,221,881	159,400	79,062,481	8.68%	4.56%	1,039
2013 Stub	75,566,756	2,399,692	73,167,064	8.47%	4.22%	961
2014	97,263,756	3,437,184	93,826,572	11.20%	5.44%	1,233
2015	115,493,107	3,970,678	111,522,429	13.56%	6.35%	1,465
2016	133,477,588	814,740	132,662,848	16.04%	7.00%	1,743
2017	126,684,083	748,802	125,935,281	15.00%	6.34%	1,654
2018	147,290,501	987,515	146,302,986	17.56%	7.16%	1,922



Note: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.

Source: Comprehensive Annual Financial Report for relevant fiscal year.

City of Decatur, Illinois
Governmental Direct and Overlapping Debt
Most Recent Fiscal Year ($'s whole)

	Debt Outstanding	Percentage of Debt Applicable to the City of Decatur	City of Decatur's Share of Debt
DIRECT BONDED DEBT			
City of Decatur	$ 31,704,267	100.00%	$ 31,704,267
Less: Self-Supporting Debt[1]	(13,811,330)		(13,811,330)
Net Direct Bonded Debt payable from tax levy	$ 17,892,937		$ 17,892,937
OVERLAPPING DEBT			
Community Unit School District Number 1	$ 11,040,000	37.66%	$ 4,157,664
Community Unit School District Number 2[2]	3,590,000	11.80%	423,620
Community Unit School District Number 3[2]	10,455,000	10.54%	1,101,957
Community Unit School District Number 9	325,000	0.66%	2,145
Community Unit School District Number 11	10,790,000	39.40%	4,251,260
Community Unit School District Number 15[2]	6,560,000	14.54%	953,824
Community Unit School District Number 61[2]	9,165,000	95.16%	8,721,414
Community Unit School District Number 100	900,000	0.05%	450
Decatur Park District[2]	239,000	96.88%	231,543
Richland Community College District Number 537[2]	13,780,000	35.82%	4,935,996
NET OVERLAPPING BONDED DEBT			$ 24,779,873
NET DIRECT BONDED DEBT AND OVERLAPPING BONDED DEBT			$ 42,672,810
2017 Estimated Full Valuation for Tax Levy 2017 payable in 2018			$ 2,500,073,145
2017 EAV for Tax Levy 2017 payable in 2018			$ 833,357,715
Population (Current Estimate)[3]			73,505
Full Valuation Per Capita			$ 34,012
Per Capita Net Direct Bonded Debt			$ 243
Per Capita Net Direct Bonded Debt and Overlapping Bonded Debt			$ 581

(1) City expects to continue to abate all of the property tax levies for debt service on its General Obligation Bonds, Series 2010B and a portion of the tax levies for its General Obligation Bonds Series 2010A, Series 2010C and Series 2018.

(2) Excludes outstanding principal amounts of general obligation "alternate revenue source" bonds that are anticipated to be paid from sources other than general taxation and self-supporting debt

(3) 2013-2017 American Community Survey, U.S. Census Bureau

Sources: Office of the Macon County Clerk and the City of Decatur Office of the City Treasurer

Pension Information

These schedules offer statistics related to the City pension plans.

City of Decatur, Illinois
IMRF Pension Liability
Most Recent Fiscal Years (in 1,000s)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Total Pension Liability	n/a	n/a	n/a	n/a	n/a	n/a	n/a	101,325	103,177	104,988
Fiduciary Net Position										
Employer contributions	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1,788	1,795	1,788
Member contributions	n/a	n/a	n/a	n/a	n/a	n/a	n/a	717	665	666
Investment income net of investments expenses	n/a	n/a	n/a	n/a	n/a	n/a	n/a	754	6,687	14,728
Benefit payments	n/a	n/a	n/a	n/a	n/a	n/a	n/a	(5,622)	(5,430)	(5,968)
Other expenses	n/a	n/a	n/a	n/a	n/a	n/a	n/a	(106)	(94)	(79)
Fiduciary ending net position	n/a	n/a	n/a	n/a	n/a	n/a	n/a	88,339	91,963	103,098
Net pension liability	n/a	n/a	n/a	n/a	n/a	n/a	n/a	12,986	11,214	1,890
Fiduciary net position as a % of total pension liability	n/a	n/a	n/a	n/a	n/a	n/a	n/a	87.18%	89.13%	98.20%
Covered payroll	n/a	n/a	n/a	n/a	n/a	n/a	n/a	14,232	13,709	14,160
Net pension liability as a % of covered payroll	n/a	n/a	n/a	n/a	n/a	n/a	n/a	91.24%	81.80%	13.35%
Employer Contribution Rate	n/a	n/a	n/a	n/a	n/a	n/a	n/a	12.45%	12.93%	12.27%

Note 1: Plan year ending 12/31 of relevant prior year.
Source: Selected information from GASB 68 Disclosure

City of Decatur, Illinois
Police Pension Liability
Most Recent Fiscal Years (in 1,000s)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Total Pension Liability	n/a	n/a	n/a	n/a	n/a	140,208	145,917	150,548	159,530	163,434
Fiduciary Net Position	n/a	n/a	n/a	n/a	n/a	93,595	91,999	98,218	109,207	101,144
Fiduciary net position as a % of total pension liability	n/a	n/a	n/a	n/a	n/a	66.75%	63.05%	65.24%	68.46%	61.89%
Employer contributions	n/a	n/a	n/a	n/a	n/a	4,277	4,229	4,213	4,441	4,714
Member contributions	n/a	n/a	n/a	n/a	n/a	1,186	1,240	1,251	1,174	1,365
Investment income net of investments expenses	n/a	n/a	n/a	n/a	n/a	5,790	24	8,168	13,313	(5,800)
Benefit payments	n/a	n/a	n/a	n/a	n/a	(6,103)	(6,825)	(7,061)	(7,523)	(8,103)
Administrative expenses	n/a	n/a	n/a	n/a	n/a	(65)	(265)	(352)	(415)	(239)
Net change in plan fiduciary net position	n/a	n/a	n/a	n/a	n/a	5,086	(1,596)	6,219	10,989	(8,063)
Net pension liability	n/a	n/a	n/a	n/a	n/a	46,613	53,918	52,330	50,323	62,289
Covered payroll	n/a	n/a	n/a	n/a	n/a	12,228	12,391	11,997	12,421	12,800
Net pension liability as a % of covered payroll	n/a	n/a	n/a	n/a	n/a	381.21%	435.13%	436.20%	405.15%	486.63%
Annual Required Contributions	n/a	n/a	n/a	n/a	n/a	4,159	4,026	4,168	4,354	4,728
Actual Contribution	n/a	n/a	n/a	n/a	n/a	4,277	4,229	4,213	4,441	4,714
Contribution Deficiency (Excess)	n/a	n/a	n/a	n/a	n/a	(118)	(203)	(45)	(87)	14
Actual Contribution as a % of covered payroll	n/a	n/a	n/a	n/a	n/a	34.98%	34.13%	35.12%	35.75%	36.83%

Note 1: Plan year ending 12/31 of relevant year.
Source: Actuarial report for relevant fiscal year. Selected information from GASB 68 Disclosure

City of Decatur, Illinois
Firefighter Pension Liability
Most Recent Fiscal Years (in 1,000s)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Total Pension Liability	n/a	n/a	n/a	n/a	n/a	127,665	134,896	139,104	141,978	146,978
Fiduciary Net Position	n/a	n/a	n/a	n/a	n/a	70,843	69,122	72,310	79,119	74,300
Fiduciary net position as a % of total pension liability	n/a	n/a	n/a	n/a	n/a	55.49%	51.24%	51.98%	55.73%	50.55%
Employer contributions	n/a	n/a	n/a	n/a	n/a	4,233	4,265	5,024	5,143	5,612
Member contributions	n/a	n/a	n/a	n/a	n/a	809	848	834	855	906
Investment income net of investments expenses	n/a	n/a	n/a	n/a	n/a	4,672	461	4,989	8,406	(3,609)
Benefit payments	n/a	n/a	n/a	n/a	n/a	(6,744)	(7,031)	(7,339)	(7,381)	(7,645)
Administrative expenses	n/a	n/a	n/a	n/a	n/a	(253)	(265)	(319)	(215)	(81)
Net change in plan fiduciary net position	n/a	n/a	n/a	n/a	n/a	2,718	(1,721)	3,188	6,808	(4,818)
Net pension liability	n/a	n/a	n/a	n/a	n/a	56,821	65,774	66,794	62,860	72,678
Covered payroll	n/a	n/a	n/a	n/a	n/a	8,251	8,780	8,908	8,733	8,712
Net pension liability as a % of covered payroll	n/a	n/a	n/a	n/a	n/a	688.68%	749.17%	749.86%	719.83%	834.22%
Annual Required Contributions	n/a	n/a	n/a	n/a	n/a	4,175	4,566	4,875	5,230	5,349
Actual Contribution	n/a	n/a	n/a	n/a	n/a	4,233	4,265	5,024	5,143	5,612
Contribution Deficiency (Excess)	n/a	n/a	n/a	n/a	n/a	(58)	301	(149)	87	(263)
Actual Contribution as a % of covered payroll	n/a	n/a	n/a	n/a	n/a	51.30%	48.58%	56.40%	58.90%	64.41%

Note 1: Plan year ending 12/31 of relevant year.
Source: Actuarial report for relevant fiscal year. Selected information from GASB 68 Disclosure

Demographic and Economic Information

These schedules offer demographics and economic indicators to help the reader understand the environment within which the City's financial activities take place.

City of Decatur, Illinois
Demographics and Economic Statistics
Most Recent Fiscal Years

Fiscal Year	Population	Per Capita Personal Income	Personal Income (thousands of dollars)	Median Age	School Enrollment	Unemployment Rate
2009	81,860	19,009	1,556,007	37.2	16,113	9.8%
2010	81,860	19,009	1,556,007	37.2	16,877	12.8%
2011	76,122	19,009	1,556,007	37.2	16,896	9.7%
2012	76,122	22,229	1,692,116	39.1	16,350	9.4%
2013	76,122	22,756	1,732,232	39.2	17,240	10.3%
2013 Stub	76,122	22,756	1,732,232	39.0	16,280	12.4%
2014	76,122	22,677	1,726,219	39.4	16,324	8.7%
2015	76,122	23,058	1,755,221	39.6	16,411	8.2%
2016	76,122	24,913	1,896,427	39.8	15,728	7.0%
2017	76,122	26,111	1,987,622	40.0	14,670	5.1%
2018	76,122	26,826	2,042,049	40.1	14,867	6.3%

Note: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013. Fiscal years 2014 and forward are January to December.

Source: Population, Per Capita Personal Income and Median Age information obtained from U.S. Census Bureau/Capital ESRI Demographic and Income Profile Report. School Enrollment obtained from Macon-Piatt Regional Office of Education, Millikin University, and Richland Community College. Unemployment rate obtained from U.S. Bureau of Labor Statistics.

City of Decatur, Illinois
Principal Employers
Current and Nine Years Ago

	December 31, 2018			April 30, 2009		
Employer	**Employees**	**Rank**	**Percentage of Total City Employment**	**Employees**	**Rank**	**Percentage of Total City Employment**
Archer Daniels Midland Co.	4070	1	8.76%	4000	1	12.47%
Caterpillar, Inc.	3150	2	6.78%	3500	2	10.91%
Decatur Memorial Hospital	2300	3	4.95%	2266	3	7.06%
Decatur Public Schools	1740	4	3.75%	1500	4	4.68%
St. Mary's Hospital	930	5	2.00%	1100	6	3.43%
Ameren aka Illinois Power Company	630	6	1.36%	1250	5	3.90%
The Kelly Group	575	7	1.24%			
Tate & Lyle fka AE Staley Mfg. Co.	563	8	1.21%	822	7	2.56%
Mueller Co., Inc.	530	9	1.14%			
Akorn Incorporated	500	10	1.08%			
Norfolk Southern Railway	500	10	1.08%	600	9	1.87%
Millikin University				600	8	1.87%
StarTek, Inc.				600	10	1.87%

Source: Economic Development Foundation and Illinois Department of Employment Security

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

City of Decatur, Illinois
Operating Indicators by Function / Program
Last Ten Fiscal Years

Function	Fiscal Year 2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
Public safety											
Police											
Calls for Service	63,776	58,443	59,766	58,800	60,729	42,430	58,088	59,072	56,319	57,559	60,228
Traffic Citations	15,689	16,650	13,072	10,530	11,591	8,567	11,870	8,938	8,632	7,835	8,557
Parking Tickets	1,153	1,124	1,015	1,504	1,866	1,306	1,473	892	1,188	1,116	889
Fire											
Call Outs	8,790	8,659	9,030	9,320	8,711	5,795	8,712	10,317	11,079	11,336	11,631
Inspections	1,658	206	1,450	265	789	1,142	1,509	1,262	793	1,294	1,227
Public works											
Street Surface Improv (LA MI)	15.4	37.4	4.6	5.2	16.7	4.1	4.0	3.3	13.9	18.1	10.0
Potholes Repaired	16,589	31,670	22,059	13,579	21,063	12,158	66,091	48,734	43,939	27,781	49,497
Pavement markings-paint (LF)	71,690	53,739	300	652,808	235,822	322,774	280,103	40,321	392,563	3,586	912,251
Culture and recreation											
Library Items Loaned	611,071	638,186	593,111	501,740	487,803	303,323	422,369	376,140	300,646	309,736	309,694
Extension (bookmobiles)	56,269	61,840	0	0	0	0	0	0	0	0	0
General Government											
Bldg Permits New Home	8	20	16	9	8	8	12	11	13	12	5
Bldg Permits New Home (Value)	$1,130,000	$3,907,500	$1,307,070	$3,232,835	$2,051,000	$1,855,900	$1,908,700	$1,902,000	$2,047,000	$2,300,392	$1,484,800
Bldg permits All Residential (Value)	$11,635,902	$9,067,293	$8,793,456	$7,781,179	$8,790,906	$6,058,924	$7,502,246	$6,837,313	$7,558,641	$7,296,052	$6,143,655
Bldg permits All Other (Value)	$51,992,426	$53,135,825	$26,112,075	$55,983,451	$26,183,706	$31,109,047	$44,999,233	$42,366,920	$71,256,635	$70,854,944	$103,240,708
Water											
Water Consumption (CU FT)	851,382,595	785,159,158	842,550,729	835,345,398	835,989,759	558,175,057	810,103,373	803,866,983	811,794,925	801,715,332	809,992,702
Metered Services	31,489	31,466	31,459	31,433	31,410	31,393	31,376	31,418	31,381	31,366	30,885
Sediment Dredged (Dry TON)	302,145	154,713	104,224	412,170	0	0	324,620	2,727,652	3,181,651	2,702,447	2,324,764
Parking											
Tickets Issued **Note 1**	15,709	15,310	15,617	15,524	6,984	4,045	7,606	6,127	4,567	4,700	4,697
Parking Lot Maintenance (Hours)	1,538	1,120	1,703	1,210	940	688	1,415	425	522	200	588
Mass Transit											
Buses & Trolleys (Ridership)	1,242,425	1,265,966	1,314,337	1,407,156	1,438,437	961,426	1,489,705	1,254,118	1,236,846	1,159,686	1,134,274
Paratransit Vans/Taxis	34,142	32,270	27,496	27,432	35,234	24,398	35,947	32,537	34,260	24,135	20,313
Waste removal											
Recycling (Pounds)	2,861,919	2,865,162	3,036,830	6,388,000	7,296,000	5,287,458	8,241,825	7,840,000	7,650,830	8,880,000	7,414,338
Sewer											
Sanitary Sewer Televised (LF)	469,923	150,000	225,000	330,000	211,266	176,783	304,500	286,388	287,572	241,700	270,795

Note 1: Parking meters were removed from the central parking zone in the Spring of 2012 reducing the number of parking meter related tickets issued in fiscal year 2013.
Note 2: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013.
Fiscal years 2014 and forward are January to December.
Source: City of Decatur Records

City of Decatur, Illinois
Capital Asset and Infrastructure Statistics by Function / Program
Most Recent Fiscal Years

	Fiscal Year										
Function	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
Public safety											
Police											
Patrol Units	37	41	54	45	53	45	44	38	38	42	39
Fire Stations	7	7	7	7	7	7	7	7	7	7	7
Public works											
Bridges	17	18	18	18	19	19	19	19	19	19	19
Sidewalks (ft)	536,944	536,944	536,944	536,944	544,144	548,044	544,144	544,144	544,144	550,044	550,044
Streets (sq yd)	1,423,166	1,473,854	1,477,259	1,477,259	1,496,995	1,496,995	1,509,977	1,509,977	1,579,506	1,509,977	1,509,977
Storm Sewers (ft)	288,204	288,204	288,204	288,204	288,204	288,204	288,204	288,204	288,204	288,204	288,204
Culture and recreation											
Library Bookmobiles	2	2	2	2	2	2	2	2	2	0	0
Water											
Water Mains (miles)	527	527	527	527	527	527	531	531	531	532	532
Maximum Daily Capacity (million of gallons)	36	36	36	36	36	36	36	36	36	36	36
Parking											
Garages	2	2	2	2	2	2	2	2	2	2	2
Lots	5	5	5	5	5	5	5	5	5	5	5
Mass Transit											
Buses	25	32	23	23	23	22	22	22	22	22	20
Trolleys	2	2	2	2	2	2	2	2	2	2	2
Sewer											
Sanitary Sewers (ft)	370,179	370,179	370,179	370,179	370,179	370,179	396,189	396,189	396,189	396,189	407,493

Note: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May, 2013 to December, 2013.
Fiscal years 2014 and forward are January to December.
Source: City of Decatur Records

City of Decatur, Illinois
Full-Time Equivalent City Government Employees by Function
Most Recent Fiscal Years

	Fiscal Year										
	2009	2010	2011	2012	2013	2013 Stub	2014	2015	2016	2017	2018
Function											
General government	51	47	46	48	50	48	47	48	48	50	43
Public safety											
Police											
Officers	175	165	161	163	164	158	151	160	158	148	154
Civilians	24	25	25	29	31	28	29	32	28	30	7
Fire											
Firefighters and officers	117	116	115	111	116	110	106	110	109	108	102
Civilians	2	2	2	2	2	1	1	1	1	1	1
Public works	80	71	70	73	71	68	65	65	66	67	63
Development Service	33	28	28	29	24	21	19	20	18	19	21
Water	52	46	47	43	42	38	43	45	45	41	42
Civil City full time head count	534	500	494	498	500	472	461	481	473	464	433
Additional Full Time Staff											
Library	48	39	34	36	36	29	28	27	24	27	28
Full Time Equivalent of Temporary Staff											
General government	1	1					1	1	1	1	1
Library	14	13	13	13	14	13	11	11	8	8	7
Water	4	3	4	4	3	5	3	3	3	4	3
Total full time equivalent employees	19	17	17	17	17	18	15	15	12	13	11
Total Full-time Equivalent	601	556	545	551	553	519	504	523	509	504	472

Source: City of Decatur Records.

Note 1: Fiscal years 2008 to 2013 include the months of May to April. "2013 Stub" was a transition fiscal period consisting of months May , 2013 to December, 2013. Fiscal years 2014 and forward are January to December.
Note 2: Fiscal year 2018 outsourced 21 employees from Police Emergency Communications to Central Illinois Regional Dispatch Center (CIRDC).

City of Decatur
Insurance Coverage
Coverage Effective October 1, 2018 to October 1, 2019

	Limit Type	$ Limit	Basis	Deductible SIR	Maintenance Deductible	Annual Premium
Commercial Package Property & Liability						$ 264,473
Property coverage						
Property	Limit			150,000	1,000	included above
Automobile physical damage	Limit	$ 1,000,000		25,000	1,000	included above
Mobile equipment	Limit	$ 1,000,000		75,000	1,000	included above
Flood & surface water	Limit	$ 1,000,000	each occurrence / annual aggregate	150,000		included above
Earthquake	Limit	$ 1,000,000	each occurrence / annual aggregate	150,000		included above
Named windstorm	Limit	$ 1,000,000	each occurrence	150,000		included above
Business income w/wo rental value	Limit	$ 550,000	each occurrence	150,000		included above
Additional property coverage						
Data processing systems / media	Limit	$ 1,000,000				included above
Data processing extra expense	Limit	$ 300,000				included above
Valuable papers	Limit	$ 1,000,000				included above
Fine arts	Limit	$ 225,000				included above
Accounts receivable	Limit	$ 1,000,000				included above
Extra expense	Limit	$ 1,000,000				included above
Mobile equipment	Limit	$ 1,000,000				included above
Transit	Limit	$ 1,000,000				included above
Automatic acquisition clause	Limit	$ 1,000,000				included above
General Liability coverage						
General liability	Limit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Law enforcement liability	Limit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Errors & omissions	Sublimit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Employment practice	Sublimit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Sexual harassment	Sublimit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Sexual abuse	Sublimit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Employee benefits	Limit	$ 10,000,000	each occurrence / annual aggregate	150,000		included above
Business Auto						included above
Automobile liability	Limit	$ 10,000,000	each accident	150,000		included above
Uninsured/Underinsured motorist	Limit	$ 20,000	any one person			included above
Uninsured/Underinsured motorist	Limit	$ 40,000	any one occurrence			included above

City of Decatur
Insurance Coverage
Coverage Effective October 1, 2018 to October 1, 2019

	Limit Type		$ Limit	Basis	Deductible SIR	Maintenance Deductible	Annual Premium
Excess Property							$ 68,000
Property & automobile phys damage	Limit	$	220,835,403		1,000,000		included above
Flood & earthquake	Limit	$	10,000,000		1,000,000		included above
Additional coverage							
Ordinance or law	Limit	$	1,000,000				included above
Vehicles	Limit	$	24,343,769				included above
Newly acquired locations	Limit	$	2,000,000				included above
Municipal sales tax revenues	Limit	$	11,000,000				included above
Equipment Breakdown							$ 5,918
Blanket	Limit	$	100,000,000		5,000		included above
Additional coverage							
Ammonia contamination		$	1,000,000				included above
Expediting expense		$	1,000,000				included above
Water damage		$	1,000,000				included above
Electronic data		$	1,000,000				included above
Spoilage		$	1,000,000				included above
Debris removal		$	1,000,000				included above
Business income loss of utilities		$	1,000,000				included above
Business income pollutant clean-up		$	100,000				included above
Fungus pollutant clean-up removal		$	50,000				included above
Pair and Set		$	50,000				included above
Preparation of loss fees		$	50,000				included above
Off premises property damage		$	1,000,000				included above
Unintentional error & omissions		$	100,000				included above
Pollutant Clean Up or Removal		$	100,000				included above
Business income dependent premises		$	1,000,000				included above
Blanket		$	250,000				included above

City of Decatur
Insurance Coverage
Coverage Effective October 1, 2018 to October 1, 2019

	Limit Type		$ Limit	Basis	Deductible SIR	Maintenance Deductible	Annual Premium
Crime							$ 3,081
EE theft	Limit	$	500,000	per loss coverage	5,000		included above
Forgery or alteration	Limit	$	500,000	single loss	5,000		included above
Inside premises	Limit	$	500,000	single loss	5,000		included above
Outside premises	Limit	$	500,000	single loss	5,000		included above
Computer fraud	Limit	$	500,000	single loss	5,000		included above
Funds transfer fraud	Limit	$	500,000	single loss	5,000		included above
Money orders & counterfeit currency	Limit	$	500,000	single loss	5,000		included above
Impersonation Fraud coverage	Limit	$	100,000	single loss	25,000		included above
Credit Debit or Charge Card Forgery	Limit	$	500,000	single loss	5,000		included above
Faithful Performance of Duty	Limit	$	500,000	single loss	5,000		included above
Cyber Liability							$ 11,525
Privacy liability	Limit	$	1,000,000	each claim / aggregate	25,000		included above
Cyber incident response service	Limit	$	1,000,000	each claim / aggregate	25,000		included above
Network security	Limit	$	1,000,000	each claim / aggregate	25,000		included above
Internet media	Limit	$	1,000,000	each claim / aggregate	25,000		included above
Network extortion	Limit	$	1,000,000	each claim / aggregate	25,000		included above
Digital asset	Limit	$	500,000	each claim / aggregate	25,000		included above
Business interruption	Limit	$	500,000	each claim / aggregate	25,000		included above
Aggregate limit for all coverage	Limit	$	1,000,000				included above
Excess Workers Compensation							$ 611,957
Workers compensation	Limit	$	50,000,000	per occurrence	500,000		included above
Employer liability	Limit	$	1,000,000	per occurrence	500,000		included above
Broker Fee							
Arthur J Gallagher							$ 62,000

Data source: City of Decatur Office of the City Treasurer

IX Single Audit Section

CITY OF DECATUR, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2018

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Department of Housing and Urban Development				
Direct Programs				
Community Development Block Grants/Entitlement Grants	14.218	B-14-MC-17-0008	$ -	$ 65,943
	14.218	B-16-MC-17-0008	-	28,960
	14.218	B-17-MC-17-0008	-	525,375
	14.218	B-18-MC-17-0008	-	461,685
Subtotal Community Development Block Grants/Entitlement Grants			-	1,081,963
HOME Investment Partnerships Program in Affordable Grants/Entitlement Grants	14.239	M-13-MC-17-0203	-	17,409
	14.239	M-14-MC-17-0203	-	21,271
	14.239	M-15-MC-17-0203	-	218
	14.239	M-16-MC-17-0203	-	993
	14.239	M-17-MC-17-0203	-	50,737
Subtotal HOME Investment Partnerships Program in Affordable Grants/ Entitlement Grants			-	90,628
Total Department of Housing and Urban Development			-	1,172,591
Department of Justice				
Direct Programs				
Bulletproof Vest Partnership Program	16.607	1121-0235- 2017	-	19,409
Total Department of Justice			-	19,409
Department of Transportation				
Passed-Through Illinois Department of Transportation				
IL Highway Planning	20.205	702202	-	19,979
IL Highway Planning	20.205	18T0015	-	44,142
IL Highway Planning	20.205	18T0015	-	24,388
IL Highway Planning	20.205	19-1009-6847	-	58,498
IL Highway Planning	20.205	17-751-04201	-	217,500
Subtotal Highway Planning and Construction Cluster			-	364,507
STEP Grant	20.600	AP-18-0120	-	46,182
STEP Grant	20.600	AP-19-0072	-	10,657
Subtotal Highway Safety Cluster			-	56,839
Subtotal Passed-Through Illinois Department of Transportation			-	421,346

* Denotes a major program.

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CITY OF DECATUR, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2018

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Direct Programs				
Federal Transit Formula Grants*	20.507	IL-90-X710-01	$ -	$ 30,539
Federal Transit Formula Grants*	20.507	IL - 2017-029-02	-	29,084
Federal Transit Formula Grants*	20.507	IL-2019-006-00	-	2,378,306
Subtotal Federal Transit Formula Grants			-	2,437,929
Total Department of Transportation			-	2,859,275
Environmental Protection Agency				
Passed-Through the Illinois Environmental Protection Agency:				
Clean Water Revolving Fund	66.458	L17-5315	-	223,204
Total Environmental Protection Agency			-	223,204
National Endowment for the Humanities				
Direct Programs				
Project Next Generation	45.310	18-3007-PNG	-	12,200
Total National Endowment for the Humanities			-	12,200
Total Expenditures of Federal Awards			$ -	$ 4,286,679

* Denotes a major program.

See accompanying Notes to Schedule of Expenditures of Federal Awards.

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City under programs of the federal government for the year ended December 31, 2018. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).* Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The City has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

CliftonLarsonAllen LLP
CLAconnect.com

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

Mayor and City Council
City of Decatur, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Decatur, Illinois (City), as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 12, 2019. Our report includes a reference to other auditors who audited the financial statements of the Civic Center, as described in our report on the City's financial statements. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Champaign, Illinois
June 12, 2019

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Mayor and City Council
City of Decatur, Illinois

Report on Compliance for Each Major Federal Program

We have audited City of Decatur, Illinois' (City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2018. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018.

Mayor and City Council
City of Decatur, Illinois

Report on Internal Control Over Compliance

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

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

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

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Champaign, Illinois
June 12, 2019

CITY OF DECATUR, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
   - Material weakness(es) identified? _____ yes ____x____ no
   - Significant deficiency(ies) identified? _____ yes _____x_____ none reported
3. Noncompliance material to financial statements noted? _____ yes _____x____ no

Federal Awards

1. Internal control over major federal programs:
   - Material weakness(es) identified? _____ yes _____x_____ no
   - Significant deficiency(ies) identified? _____ yes _____x_____ none reported
2. Type of auditors' report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes _____x_____ no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
20.507	Federal Transit Formula Grants

Dollar threshold used to distinguish between Type A and Type B programs: $___750,000

Auditee qualified as low-risk auditee? _____ yes _____x_____ no

CITY OF DECATUR, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2018

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2CFR 200.516(a).

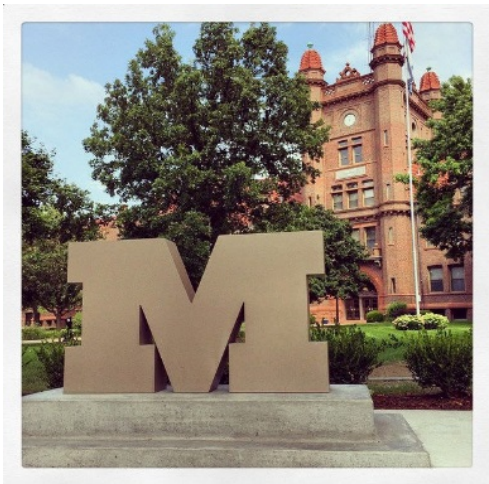
See accompanying Notes to Schedule of Expenditures of Federal Awards.

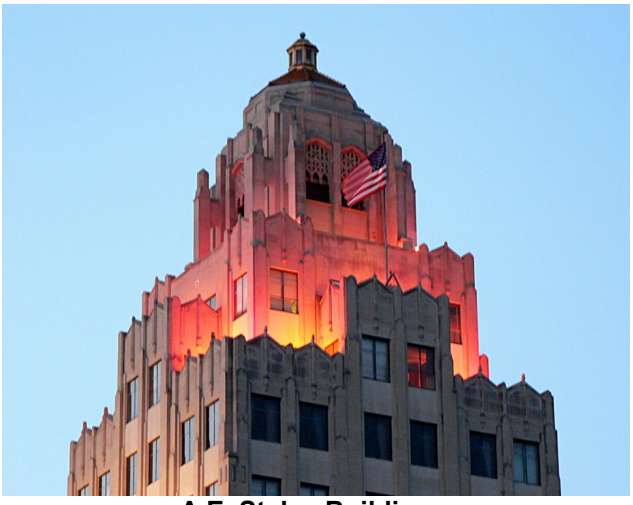
Decatur, Illinois
Home to:

- *Decatur Celebration*
- *Scovill Zoo*
- *Rock Springs Nature Center*

Scovill Zoo

- *Millikin University*
- *Richland Community College*
- *Kirkland Fine Arts Center at Millikin University*
- *Birks Museum at Millikin University*
- *Decatur Area Arts Council*


Millikin University


A.E. Staley Building

- *Macon County History Museum*
- *Children's Museum of Illinois*
- *Hieronymus Mueller Museum*
- *Chevrolet Hall of Fame Museum*
- *African American Cultural Museum*
- *David Erlenson Gallery at Richland CC*
- *Anne Lloyd Gallery & Madden Arts Center*
- *Oglesby Mansion*
- *James Millikin Homestead*
- *Friends Creek Conservation District*
- *Decatur Parks System & Trails*

City of Decatur, Illinois

Contact Information:

Office of the City Manager

217-424-2801

Office of the City Treasurer

217-424-2702

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Decatur, IL 62523

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