



Village of Romeoville

Romeoville, Illinois

Comprehensive Annual Financial Report

For the Fiscal Year Ended April 30, 2019

VILLAGE OF ROMEOVILLE, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended
April 30, 2019

Prepared by: Finance Department

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INTRODUCTORY SECTION

VILLAGE OF ROMEOVILLE, ILLINOIS

LIST OF PRINCIPAL OFFICIALS

April 30, 2019

ELECTED OFFICIALS

John D. Noak, Mayor

Dr. Bernice E. Holloway, Village Clerk

Lourdes Aguirre, Trustee

Jose (Joe) Chavez, Trustee

Brian Clancy, Sr., Trustee

Ken Griffin, Trustee

Linda Palmiter, Trustee

Dave Richards, Trustee

ADMINISTRATION

Steve Gulden, Village Manager

Kent Adams, Fire Chief

Eric Bjork, Public Works Director

Dawn Caldwell, Assistant Village Manager

Kirk Openchowski, Finance Director

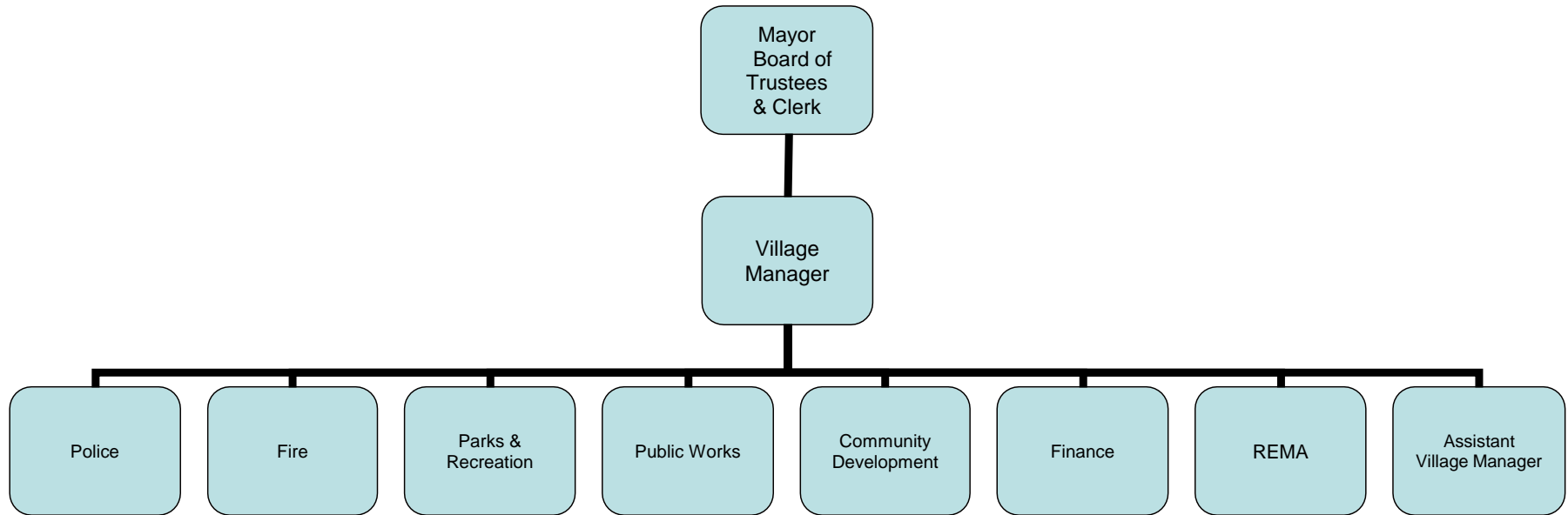
Kelly Rajzer, Director of Parks and Recreation

Joshua Potter, Community Development Director

Mark Turvey, Chief of Police

VILLAGE OF ROMEOVILLE, ILLINOIS
VILLAGE - WIDE

ORGANIZATIONAL CHART





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Romeoville
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2018

Christopher P. Morill

Executive Director/CEO

Village of Romeoville

Where Community Matters

December 6, 2019

To the Village President and Members of the Board of Trustees of the Village of Romeoville

The Comprehensive Annual Financial Report (CAFR) of the Village of Romeoville for the fiscal year ended April 30, 2019, is hereby submitted as required by the Illinois Compiled statutes. State law requires that the Village annually issue a complete set of audited financial statements. The statements must be presented in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by an independent firm of certified public accountants. This CAFR is published to fulfill these requirements for the fiscal year ended April 30, 2019.

MAYOR

John Noak

CLERK

Dr. Bernice E. Holloway

TRUSTEES

Linda S. Palmiter

Jose (Joe) Chavez

Brian A. Clancy Sr.

Dave Richards

Ken Griffin

Lourdes Aguirre

The report consists of management's representations concerning the finances of the Village of Romeoville. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Sikich LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village are free of material misstatement. Sikich LLP has issued an unmodified ("clean") opinion on the Village of Romeoville's financial statements for the year ended April 30, 2019 and as such are fairly presented in conformity with GAAP. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it. GAAP requires that management provide the MD&A as a narrative introduction, overview and analysis of the basic financial statements.

Profile of the Village of Romeoville

The Village of Romeoville, incorporated in 1895, is located in Will County and is approximately 26 miles southwest of Chicago. It currently encompasses approximately 19 square miles and is bordered by the Village of Bolingbrook to the north, unincorporated Will County to the west, south and east, the City of Lockport to the southeast and the City of Crest Hill to the South. The Village serves a population of approximately 40,000 residents. It is a home rule community as defined by the Illinois Constitution.

The Village of Romeoville is empowered to levy a property tax on real property located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The Village has a President and Board of Trustees and has a Village form of government. The Village Board is composed of the Village President and six trustees who are elected at large on a non-partisan basis for staggered four-year terms. The Village has an elected Clerk who is elected to a four-year term at the same time as the Village President. Policy making and legislative authority are vested in the Village Board. The Village Board is responsible for, among other things, passing ordinances and resolutions pertaining to and authorizing the wide scope of Village activities and operations, adopting the budget, appointing members to Boards and Commissions and appointing the Village Manager. The Village Manager is responsible for carrying out the policies and ordinances of the Village Board and for overseeing the day-to-day operations of the Village.

The Village of Romeoville provides a full range of services, including police and fire protection; refuse collection; snow and leaf removal; traffic control; on-and off-street parking; building inspections; community development; code enforcement; community relation services; licenses and permits; the construction and maintenance of roads, bridges, storm water systems and other infrastructure; recreational and cultural activities including parks; and general administrative services. In addition to the Village's general government activities the Village provides water and sewer services.

The Village has excellent schools, a wide variety of post high school education opportunities within the Village including those provided by Lewis University, Joliet Junior College and Rasmussen College, a diverse housing stock, easy access to major highways and public transportation, including a train station, and is home to the Lewis University Airport.

The Village is required to adopt an initial budget for the fiscal year no later than the April 30th preceding the beginning of the fiscal year on May 1st. This annual budget serves as the foundation for the Village of Romeoville's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). The Village's legal level of control is at the fund level. The Village does not amend the budget as approved. Departments may, on an internal basis, transfer resources within a department. Departments have to demonstrate line item savings to transfer funds to another line item. Departments may, on an internal basis, increase expenditure and revenue line items if both the revenue and expenditure was unbudgeted and related to each other. Budget transfers may not be made between funds. Transfers between departments and overages require approval from the Village Manager.

Economic Factors

The Village became a Home Rule community in February of 2004. Home Rule communities are not subject to the state-imposed property tax cap which limits property tax increases, excluding new development and newly annexed property, to the lesser of 5% or the CPI. Home Rule communities have no legal debt limit, can implement additional revenue sources not available to non-Home Rule communities and can implement regulations not available to non-Home Rule communities. Under Illinois State Statutes a Village or City automatically qualifies as a Home Rule community when the population exceeds 25,000.

The financial condition of the State Government and, to a lesser extent, the Federal government continued to effect the Village of Romeoville during fiscal year 2019 and is expected to continue through fiscal year 2020. Grant assistance remains extremely competitive and previously reliable state shared revenues that are distributed on a per capita basis, including the income tax, motor fuel tax and use tax, which may be reduced by the state as part of the state's effort to balance future state budgets, are still economically sensitive and tend to fluctuate up and down on a year-to-year basis. The Village continues to look internally and consider increasing other revenue sources and/or reduce expenditures to maintain services levels until these larger governments get their finances in order. However, as the economy continues to improve as downward trends are slowing and are reversing course.

The State, after the start of the Village's FY 17-18 fiscal year, presented two ongoing challenges. The first challenge was a 10% reduction in State Income tax which reduced revenues by \$310,000 in FY 17-18. The State claimed the reduction will be for one year only. However, the reduction was not fully restored. The State reduced the State Income Tax by 5% for the state FY 18-19 and 19-20 (July-June). As a result, the Village faced a \$200,000 annual revenue challenge in FY 19-20.

The second was a 2% collection fee on the Village's Home-Rule sales tax which totaled \$137,000 for FY 17-18. The rate was reduced for State FY 18-19 to 1.5%.

The State did pass legislation as part of their FY 19-20 budget that will benefit future Village budgets. The changes will have a positive effect for FY 19-20, but the full impact will be realized in FY 20-21 and beyond.

The State doubled its motor fuel tax rate and will share a portion of that increase with the Village. The Village will see estimated \$600,000 per year in Motor Fuel Tax funds. The funds will be distributed to all municipalities on a per capita basis.

The State also will allow video gaming locations to expand from five gaming machines to six. The Village will see an estimated \$30,000 per year in gaming revenue as a result of the change.

The State also legalized the sale of adult/recreational use cannabis. The Village has a medical cannabis facility that by statute will be allowed to sell adult use cannabis starting January 1st, 2020. The Village will implement a 3% local cannabis tax will generate an estimated \$300,000 per year.

The Village is preparing for the 2020 census and is working with multiple community partners to ensure everyone is properly counted. The Village receives an estimate \$180 per capita in state income tax, motor fuel taxes and state use tax.

The Naperville Exchange Club had to relocate its premier fundraising event, Ribfest, when their current site in Naperville would no longer be suitable to the event starting in 2020. Ribfest is the Exchange Club's primary fund raiser event and is one of the premier summer festivals in Chicagoland. Ribfest is a four-day event held around the 4th of July. The event, over 32 years, has raised over \$18 million for agencies working to eliminate child abuse and domestic violence.

The Exchange Club conducted an exhaustive search and selection process throughout the region to find a suitable space and municipal partner. Romeoville was determined to be the best fit. The event will be held on the Village campus that stretches from the Recreation Center to the Village Hall, similar to the Village's own Romeofest. The initial contract for the event is for five years with an option for an additional five years. The Village hopes to break even on the event but believes there are many community benefits to the event beyond financial considerations.

The Village in April of 2019 issued \$64.5 million in refunding bonds and \$13.7 million in new debt. The 2019 Bonds refunded the 2008B Bonds. The 2008B Bonds, used to build Village Hall, were Capital Appreciation Bonds. The refunding will save the Village \$25.41 million in total and \$1.33 million per year starting in FY 21-22. The Village planned to abate the 2008B debt service from the levy and use corporate funds (through a transfer to the debt service fund) to make the payments. The savings will have a positive impact on future budgets.

The \$13.7 million in new debt will be used for water and sewer projects. Water and Sewer funds will be used to make the debt service payments. Projects include a new well, new Public Works Facilities and other infrastructure improvements. The new Public Works facilities will cost \$9.6 million. The bond issue will pay for 60% of the project while the remaining 40% will be paid with non-water and sewer funds that the Village has saved in the Facility Construction Fund

The FY 14-15 and FY 15-16 Budgets were at \$47 million and the FY 16-17 budget increased to \$50 million. The FY 17-18 budget was at the \$57 million level and did utilize \$1 million in fund balance, which was not needed. The FY 17-18 Budget included \$5 million for the construction of the Metra Station and \$4 million in grant funds. Excluding this project, the budget was \$52 million. The FY 18-19 budget was \$54 million. The FY 19-20 was at \$57 million. The FY 20-21 budget is anticipated to be at \$60 million.

In FY 18-19 the Village raised the local gas tax rate from 5 cents to 6 per gallon and Diesel Fuel from 7 cents per gallon to 9 cents per gallon. FY 19-20 is the first full year of the new tax. The increase generates as additional \$350,000 per year. Local tax rates and fees will be reviewed as part of the FY 20-21 budget and proposed increases and/or new fees may be presented to the Village Board.

The Village implemented an annual 5% increase in the water and sewer rates. The rate increases are reviewed every year as part of the budget process. However, the increases will be needed for several years to ensure the proper levels of services are provided to the residents and the system is maintained in the proper manner.

The Village pursued the implementation of a Real Estate Transfer Tax. The tax, by state statute, can only be implemented by Home Rule communities but still must be approved by the voters through the referendum process. The Village was able to successfully pass the referendum during the April 5, 2005 elections. The Real Estate Transfer Tax generated \$1.2 million in FY 17-18, \$1.7 million and has already generated over \$500,000 in FY 19-20. These figures are at or close to peak pre-recession numbers of \$1.7 million.

The improving housing market positively affect receipts but sale of commercial and industrial properties continues to produce the bulk of the revenue. The Village pledged, through the referendum process, to use half the proceeds for recreational projects and open space acquisition and the other half for growth related capital projects and public safety equipment.

The Village's housing starts have held in the current 25 to 50 range since the start of the great recession. The Village has no new subdivisions planned and only two active subdivisions are having new homes built with activity up to 50 homes in FY 19-20.

An apartment complex located along Weber Road, of 292 units started construction in FY 15-16, opened in FY 16-17 and was fully occupied in FY 18-19. A similar sized complex along Normantown Road broke ground in 2018 and will see occupancy in 2019. A 72-unit complex within the existing Highpoint apartment community will be completed in 2019. It is anticipated a 100 plus unit complex will break ground within the Downtown TIF in the Spring of 2020. A fifth complex is in the early stage of development on Weber Road

The Village continues to receive substantial funds from growth related revenues including building permits and tap-on fees but continues to experience small annual increases in areas such as water and sewer usage, utility tax and recreation department revenues. The Village continues to see significant industrial and, to a lesser extent, commercial development. The industrial and commercial development does have a positive impact on sales tax, property tax, utility tax, business licenses and water and sewer revenues.

Amazon opened a large distribution center in 2017 that employs over 1,000 people and is now one of the Village's largest sales tax payers, offsetting the FY 17-18 closing of both the Target store and the Sam's Club. The closing of the Target was also offset by the fact that the 50/50 sales tax economic incentive to the developer of the retail center that included the Target store had recently ended. The 50/50 sales tax incentive agreement with the Sam's Club effectively ended with the store closing as well.

The Village is looking to purchase the Target building in conjunction with Senior Services Center of Will County. Each entity would own and operate 50% of the property. The Village would use the site for Fire Academy Training classes and potential recreation department uses while the Senior Services Center would run a number of programs that serve the senior citizen community in the region.

Blain's Farm and Fleet broke ground on their new store in 2015 which opened in October of 2016. The outlots are starting to develop on the site, as a Murphy's gas station opened in 2018. Toyota opened a new car dealership on Weber Road in the September of 2018. The Holiday Inn Express located along Normantown Road broke ground in FY 18-19 and will open in November of 2019.

The Village, in hope of revitalizing what is now designated as the downtown area, formed a Tax Increment Finance District (Downtown TIF) to provide a funding mechanism for the needed activities and projects. The revitalization will provide an economic engine on the Village's aging North side. The revitalization is expected to have a long-term positive impact on property taxes, sales taxes, building permits and other revenue sources. The Village has implemented extensive design standards for properties located within the TIF area and wants to improve the existing structures to meet the new standards. More importantly, the Downtown TIF is expected to improve the quality of life for the residents. The Downtown TIF is anticipated to attract new quality businesses to the area.

The downtown area is generally bounded by Normantown Road on the north, Illinois Route 53 on the east, Alexander Circle on the south and Dalhart Avenue on the west. The area includes what currently is the Spartan Square Shopping Center and the surrounding vacant land and various out lots. The entire Downtown TIF area is approximately 421 acres including the Downtown Area. The Downtown TIF extends east of the Downtown area to include nearby industrial parks and open space up to and along the Des Plaines River and south along the Route 53 frontage properties to Romeo Road. The Downtown TIF is contiguous to the existing Marquette TIF.

The Village received approval from the state legislature, which required the approval of all the taxing bodies within the TIF to grant approval, to extend the life of the Downtown TIF for 12 years to further support what the Village hopes to accomplish in the Downtown area. The Village will declare a 20% surplus distribution during each of the 12 extended years, starting with the 2028 levy.

The Downtown TIF allows the Village to capture property tax dollars based upon additional equalized assessed value (EAV) realized above 2003 values and the combined tax rate for all taxing bodies. Property owners in the Downtown TIF pay the property taxes they normally pay. The taxing bodies receive property taxes based upon the 2002 EAV of the TIF area and the Village receives the remaining portion of property taxes for the incremental EAV above the 2003 level. The Village began to receive TIF funds in the 2006-07 fiscal year. The Downtown TIF may generate an estimated \$20 million in property taxes over its remaining life. An additional \$15 million is anticipated to be imported from the existing Marquette TIF and \$20 million is anticipated to be imported from the Bluff Road TIF. Both TIF's are contiguous with the Downtown TIF. State statutes allow the villages to import/export TIF Funds between TIF Districts if they are contiguous with each other.

Businesses include the relocation of the Fat Ricky's restaurant from their former location within the TIF to a new, larger building that includes a 4,000 square foot deli and the construction of a 7,000 square foot strip center that includes a Subway sandwich shop, a relocated Harris Bank and a relocated dentist office. TIF incentives have been provided to Fat Ricky's and to the developers of the retail center. The projects broke ground in early 2016 and were completed late in 2016.

The Village acquired the Spartan Square Shopping Plaza, located within the Downtown TIF, during fiscal year 2008. The Village was in the process of looking at condemnation. Having control of the property provided the Village better flexibility and flow of information in working with potential developers with regards to the property. The Village razed the Spartan Square Plaza in 2013.

The Village also acquired the 9 Rock Road property for \$1.5 million and demolished the main structure with TIF funds. The business located on the site was taken over by the bank. It was a site the Village has coveted because the business was improperly zoned but was grandfathered in when the zoning for the business type changed.

The Village has purchased both the former Harris Bank site (FY 16-17 – Downtown TIF - \$1.2 million) and the former Dentist Office site (FY 17-18 – Facility Construction Fund - \$268,000). The Village also acquired vacant land from Harris Bank during fiscal year 2009 (\$2.2 million). The combined land will be used for an apartment complex that will break ground in the Spring of 2020.

The Village has also acquired the Route 66 used car lot located along Route 53 in FY 17-18 (General Corporate Fund) and budgeted Downtown TIF funds to acquire the other used car lot along Route 53 in FY 18-19. Both car lots are located within the Downtown TIF. However, the second car lot may be purchased by a developer.

In 2017 a new Thornton's gas station and a new car wash opened on the corner of Route 53 and Romeo Road with additional commercial use to follow, including Joes Beverage Warehouse, a liquor store, that started construction in FY 18-19 and opened in FY 19-20. TIF incentives were provided for this project to offset road improvements required along both Route 53 and Romeo Road. Additional incentives will be provided as the site develops. The car wash relocated from a small lot located near Route 53 and Normantown Road. A new Checkers restaurant is open at that location.

The Village may spend \$65.0 million in projects throughout the Downtown TIF area with the main focus in the designated downtown area. Projects include the Edward Hospital Athletic and Events Center including an expansion of the facility starting in FY 19-20, Route 53 landscaping islands, infrastructure improvements to storm water systems, improve and realign roadways and property acquisition, assembly, preparation and maintenance. TIF dollars will be used to assist property owners with property rehab, facade improvements, relocation expenses and other incentives. Another \$44 million will be spent in debt service.

Incentives have been or will be provided to assist the White Oak Library renovation project (\$270,000), Mickey's Goodyear renovations (\$40,000), Mongo McMichael's Restaurant improvements (\$75,000), Danny Boys site restoration (\$72,605), Stone City Saloon improvements (\$240,000), Walgreens site improvements (\$350,000), McDonalds (\$100,000), Duke Realty (\$700,000), the PAL Group/Orange Crush property restoration (\$30,000) and TD Romeoville LLC (Route 53 & 135th St. Development - \$315,000).

Fat Ricky's Restaurant incentives include \$750,000 in cash incentives plus free land, parking lot design and engineering fees, reduced permit fees and landscape construction that could push the total value well over \$1 million. The Retail Center incentives include \$275,000 in cash incentives plus free land, reduced permit fees and landscape construction that could push the total value well over \$500,000. All of the Retail Center incentive have been paid while \$24,000 remain on the Fat Ricky's Incentive.

The Village issued, in July of 2013, \$15.1 million in bonds to pay for the construction of the Edward Hospital Athletic and Event Center and public improvements in the downtown area. The bonds were for 12 years and are being paid with TIF funds. The bond issue is a mix of taxable and non-taxable bonds. The taxable portion pertains to the funding needed for the Edward Hospital Athletic and Event Center (\$12.9 million) while the remaining portion (\$2.2 million) was used primarily for storm water and road improvements. \$10.5 million remains outstanding. Remaining payments including interest totals \$12.3 million.

The Edward Hospital Athletic and Event center provides the Village a presence in the downtown and serves as an attraction to bring both a daytime and nighttime population to the downtown. The Edward Hospital Athletic and Event Center partially opened in the January of 2014 and fully opened in March of 2014.

The Edward Hospital Athletic and Event Center is fulfilling its intended goal to act as an economic engine for the downtown area, as it has been in near constant use for many practices, leagues, and hosting of events including several large basketball tournaments, featuring youth and high school male and female athletes of interest to various levels of college programs. The Edward Hospital Athletic and Event center contains space for a performing arts center/stage, indoor turf practice fields, two permanent basketball and volleyball courts, six temporary basketball courts, and community rooms.

The Village entered into a naming rights agreement with Edward Hospital in 2015 regarding the Athletic and Event Center. The agreement is for five years with five payments from Edward to the Village of \$100,000. Edward Hospital also operates a physical therapy center in the center. However, the five-year agreement expires by the end of 2019. Edward Hospital has decided not to extend the naming rights and will close the physical therapy center.

The Village of Romeoville is preparing to locate a 50,000 square foot athletic center expansion on the land south of the Edward Hospital Athletic & Event Center. The expansion of the athletic center will allow the Village to keep up with the increasing demand for tournament and event space, in addition to providing long sought-after community amenities. The project will add an additional four basketball courts. In addition, the Village will be remodeling some of the interior space of the existing Athletic and Event Center to provide for a fitness center and indoor pool. To further enhance the amenities in this area of the community, a new splash pad will be constructed. A new parking lot will be constructed to the west of the existing center to accommodate the increase traffic at the center. Estimate cost is \$18.5M. The project will also include offsite improvements including street lights, street scape, crosswalks, path and detention.

In addition, the existing center has portable floors that require a large amount of storage. The floors continue to get damaged by moving them. The temporary floors will be replaced with a permanent floor. To do this the existing artificial turf will be removed and replaced with temporary turf panels. The estimated cost is \$1.5M

The Village will issue, in FY 19-20, \$20,0 million in General Obligation TIF backed taxable bonds, similar to those used to originally construct the Athletic and Event Center. Downtown TIF funds will be used to pay the debt service on the bonds. The bonds will have a 20-year life.

Starting in May of 2017 the Village took over operating responsibilities for the center on a day-to-day basis while contracting with the former operator tenant to help manage and staff the facility for the remaining length of the original contract. The Village now bears the risk and reward for operating the facility. The revised arrangement with the former operator was approved by the Village Board in May of 2017. The Village then further revised the agreement in May of 2018, terminating the relationship with the former operator. The center is now managed, staffed and operated 100% by the Village.

The Village also provided the Valley View School District \$1,000,000 in TIF funds for improvements for the RC Hill School and \$250,000 will be provided for Transportation Facility improvements both of which are located in the Downtown TIF. The Village also forgave the school district \$250,000 in a loan, funded through TIF, related to the Transportation Facility. The area also includes a renovated library facility. The library district completed their renovation project in the summer of 2012.

The Village received approval from the state legislature, which required the approval of all the taxing bodies within the TIF to grant approval, to extend the life of the Marquette TIF for 12 years to further support what the Village hopes to accomplish in the Downtown area. The Village increased the Marquette TIF tax distribution surplus from 20% to 50% during the remaining life of the original Marquette TIF and 30% for the life of the extended portion which started with the 2013 property tax levy.

The Village created a third TIF in fiscal year 2008. The Romeo Road TIF is located on the North East corner of Route 53 and Romeo Road and is 2.5 acres in size. The TIF was created to provide \$350,000 in incentives for Developers to bring a Walgreens to the site. The Walgreens opened in October of 2008. The site was home to a long-time closed Amoco station. The site had a number of environmental and infrastructure challenges and would not be developed without the incentives. The Romeo Road TIF is contiguous to the Downtown TIF. The Village may construct additional turn lane improvements at the Walgreens, which will be funded out of the Romeo Road TIF.

The Village completed the formation the two Gateway TIF's in May of 2017. The TIF's are located along Route 53 and Joliet Road with properties near or adjacent to the Marquette TIF. The TIF's are separated by a strip of ComEd land that ComEd did not wish to annex into the Village. The site will see the development of a Thornton's truck refueling center, a truck wash, a large distribution center and a smaller industrial building. Work on all the projects has started. The refueling center and the truck wash will open in FY 2019-2.

The developer will receive 90% of the increment from the two TIF's and will include the issuance of up to \$9 million in notes, and possibly bonds to monetize the project for the developer.

The developer constructed a road, made improvements to Route 53 and Joliet Road, that were required by the Illinois Department of transportation, including completion of the intersection traffic signal. In order to make the site viable, a great deal of clean-up is required, and dynamic compaction of the soil is required. The Village is also providing a local gas tax incentive, based on the Thornton's motor fuel sales, for the project. The Village will reimburse the developer 100% of the taxes collected up to \$3 million.

The agreements to provide the incentives were completed in FY 17-18. The notes were issued in April of 2017, with an initial balance of \$3,384,000. The full \$9 million in notes was reached in FY 19-20. The Gateway TIF's generated a small increment, \$2,100 in FY 18-19 and \$3,500 in FY 19-20.

The Village also completed the formation of the Bluff Road TIF and Independence Road TIF late in FY 17-18. The first TIF property taxes will be received in FY 19-20. The Bluff Road includes vacant property located along and near Bluff Road and older properties located along Joliet Road. The Bluff Road TIF is contiguous with the Upper Gateway TIF. CT Realty constructed two industrial building in the Bluff Road TIF totaling over 1.3 million square feet. The Village is providing \$14.6 million in TIF incentives that will be paid based on a 50/50 split of the TIF revenues. The site required extensive environmental remediation and CT Realty will also made a number of infrastructure improvements including expanding and reconstructing a significant portion of Bluff Road. The first incentive payment will be made in FY 19-20.

The Independence Road TIF is located on the north side of Route 53 between Honeytree and Enterprise Drive. The TIF was formed to provide incentives for a project that did not come to fruition due to concerns from residents and additional challenges associated with the site. The Independence TIF and the Marquette TIF were amended in FY 18-19 so that the Independence TIF can expand across Rt. 53 and include properties located in the current Marquette TIF. The expansion includes properties not located in either TIF. The Marquette TIF properties have seen little development. The impact on the Marquette TIF will be minimal while providing more time for the properties to develop within a TIF. The Village started to collect TIF revenues under the new configuration in FY 19-20.

In FY 18-19 the Village formed the Normantown Road TIF that will encompass vacant property located along Normantown Road near the I55/Weber Interchange and the Normantown Business District that will encompass many of the businesses located in the same area. The TIF will assist the Village in developing several parcels that languished in terms of development despite being in a desirable location due to storm water and access issues. The Village is currently working with several developers interested in developing land within the TIF.

The I55/Weber Interchange, while greatly improving traffic safety conditions, is removing Weber Road access from a number of businesses including McDonalds, a 7-11 store/gas station and Discount Tire. The district will provide funding to restore access and other area improvements. The district includes a 1% sales tax and 1% hotel tax, both effective July 1st, 2019. There are two hotels in the district, the Days Inn and the soon-to-be open Holiday Inn Express.

The Village has experienced decreases in Equalized Assessed Value in 2008, 2009 and 2011 through 2013, a slight 0.42% increase in 2014 a 2.66% increase in 2015, a 7.06% increase in 2016, a 5.92% increase in 2017 and a 5.43% increase in 2018. It is anticipated that the EAV will increase 4% to 6% in 2019. There was a large increase in 2010 due to a successful challenge, at the county level, of the Citgo Refinery EAV by a local school district. If not for the Citgo EAV adjustment the Village's EAV would have decreased for 2010 as well. The 2010 Citgo EAV increase in the Village was \$85 million and generated \$1.2 million in property tax for the Village a year for several years.

Citgo was challenging the EAV increase and if they were successful with the challenge, the Village would have to repay the taxes. The case was not scheduled to be reviewed by the State Property Tax Appeals Board for several years because of their case backlog. The Village set aside the Citgo Funds in case the funds had to be repaid. The taxing bodies, led by the county and school district, did reach a settlement with Citgo in 2015.

The settlement required that no repayment of taxes collected by the taxing bodies be returned to Citgo. The Village transferred the funds (\$4.3 million) in FY 14-15 from the General Corporate Fund to the Facility Construction Fund to construct the new Fire Station in FY 16-17. The agreement sets the EAV for the 2014 through 2018 levies.

The settlement did reduce the 2013 EAV by \$30 million over the 2015 and 2016 levy years and then remains steady through the 2018 levy year. FY 20-21 (2019 Levy) may be greatly affected by the expiration of the agreement when the refinery may be reassessed. Another agreement may be struck between the refinery and the taxing bodies, but nothing has come to fruition as of the date of this letter.

The Village lowered its property tax rate in 2019 (2018 Levy) and has modestly increased the levy over the last four years. The tax bill (Village portion) for the homeowners has also increased slightly the last four years, after holding steady for several years, but still remains lower than what the homeowners paid in 2008, after adjusting for inflation.

The Village anticipates keeping the 2019 levy and homeowner cost at similar levels to the 2018 levy. Any increases will be based upon new growth.

The Village, in order to increase sewage treatment capacity and meet EPA requirements, initiated a wastewater consolidation and expansion project. The total project costs \$36 million and took several years to complete. The Village has secured an Illinois EPA Revolving Loan (\$26 million) for a low interest loan to fund the project. The current IEPA loan rate is 2.5%. The loan is for 20 years, with 10 years remaining. Annual payments are \$1.8 million. The loan is being repaid from water and sewer revenues. The Village is looking at further expanding the plant, which could start as early as FY 20-21.

The Village continues to improve infrastructure and transportation in the Village. The State is in the process of widening the I55 and Weber Road intersection which includes widening the Normantown and Weber Road intersection as well. The State has completed the design phase and did "break ground" in FY 14-15. Construction had started and will continue for two more years. The two intersections are two of the top ten worst locations in the state for accidents. The Village will have to contribute up to \$1 million towards the project for additional improvements requested by the Village but has secured a grant to cover 80% of those costs.

The Village has an 80% matching grant to study and design an interchange system at I55 and Airport and Route 126. The Village is working in conjunction with the Villages of Plainfield and Bolingbrook to fund the project. All three communities would be the primary beneficiaries of the interchange. The grant portion of the project has been completed but additional engineering to complete the study is being paid 100% by the three communities. The study should be completed in FY 19-20. The State will provide the majority of the funding (\$181 million) for the construction of the interchange, which is anticipated to occur over the State's 2021-2025 fiscal years.

The Village worked with Metra to construct a new train station located at 135th street and New Avenue. The Citgo Refinery donated the land for the project. The Village secured a grant for design of the station, to study the impact of the station on the Village's east side, and to guide proper planning for the area. Metra worked with the Village to secure a grant for construction of the project. The Village contributed 20% of the costs (\$1 million) to fund the project while 80% is coming through grants (\$4 million). The station began construction in spring of 2017 and opened in February of 2018.

The Village operates the parking lot associated with the station. The Village secured a grant to expand the parking lot, which will double capacity to over 250 spaces. The additional parking is badly needed. The expanded parking lot construction started in the fall of 2018 and was completed in late 2018. The Village and Metra are planning for the third stage of expansion which may occur as soon as FY 20-21. The Village will have to implement the collection of the State's new parking lot tax starting January 1st, 2020.

The Village per state statute, was required to consolidate its E911 Dispatch center for Police and Fire. The Village chose to consolidate with the Will County Sheriff's Department, the Lincolnway Center and several other municipalities to form the Laraway Communication Center.

The consolidation eliminated eleven full-time and seven part-time positions. The Village now pays Laraway for dispatch services. The state felt that limiting the number of dispatch centers in each county would result in operating efficiencies and cost savings for the taxpayer. The transition costs slightly exceeded the personnel cost savings in FY 17-18. FY 18-19, from a budget perspective, saw about \$120,000 in savings. However, those savings will evaporate in FY 19-20 and FY 20-21 due to greater than anticipated cost to run the new center. The consolidation was completed in FY 17-18.

The FY 19-20 budget was prepared at a similar level as FY 18-19, continues to leave certain positions vacant from FY 10-11, and limits expenditure increases to only what is contractually obligated and what is deemed necessary. The FY 20-21 budget will be prepared in a similar manner.

The Village's contracts with the Police Union (MAP), Public Works/Clerical/Inspectors/Code Enforcement Union (AFSCME) and Fire Union (I.A.F.F.) expired at the end of fiscal year 2019. COLA increases were limited to 2.35% for the Police and AFSCME expiring contracts, required all new hires to belong to the less expensive HMO and a greater premium cost for employees who do not participate in the Village's wellness program. The Fire Union contract has been settled. The Village continues to negotiate with the Police Union and AFSCME.

The Fire Union contract was settled in August of 2019. The contract is for three years. Changes include a 2.5% annual COLA, 2 additional Kelly days, new hires will be on a seven-year step plan versus the current 5-year plan, an increase in the number of lower cost "Tier II" Firefighter/Paramedic positions, and more stringent staffing level requirements. Many of the changes helped facilitate the hiring of 10 new full-time firefighter positions contained within the FY 19-20 budget and decrease reliance on part-time firefighters. The Village in recent years has found it challenging to find and retain part-time firefighter staff.

Non-Union employees moved from a step plan to a merit-based range plan for FY 16-17. There are no automatic COLA increases but the range top and bottom are adjusted each year. Total raises including performance-based bonuses, averaged 3.5% for FY 16-17 through FY 18-19 and 4.0% for FY 19-20, a similar percent to the combined union Step Increase and COLA increases received by the unions (4.0%). Starting in FY 18-19 current Non-Union staff was required to contribute 5% towards HMO premiums. New hires are no longer able to participate in the PMO insurance plan and will contribute 12% towards premiums. The Village will also offer a HSA High Deductible Plan starting January 1, 2020. Employees will pay no premium towards the plan,

The Village Board approved an Illinois Municipal Retirement Fund (IMRF) Early Retirement Incentive (ERI) in FY 19-20. In order to be eligible for the incentive a staff member must have at least 20 years of IMRF service and obtain the age of 50 with the one-year window the incentive is available. Staff members are able to purchase up to 5 years of age and 5 years of service. The Village's window will be from November 30, 2019 through November 30, 2020. There are 31 eligible participants, with 18 staff members showing varying degrees of interest in participating. The program will allow the Village to restructure or eliminate several positions. The net savings to the Village is estimated to be between \$100,000 to \$600,000 over five years, depending on who participates.

Police and Fire Pension Fund Information

The Police Pension fund overall had an off year in FY 18-19. Actuarial assumptions estimate that the Village will return 7% annually for pension fund purposes when, in actuality, the Police Pension fund had a return of 5.6% in FY 18-19. The return was caused by a down year in the equity markets, which was reflected in the smaller than expected increase of the market value in mutual funds held by the fund. Overall, the fund value increased by \$3.2 million/7%.

The Police Pension fund has a diverse portfolio that includes cash, cash equivalents and money market mutual funds (2%), treasuries and agencies (35%) and equities (63%).

The Police Pension fund, based on FY 18-19 data and the Village's actuary calculations, is 71.8% funded, a 4.2% increase from the prior year under the Actuarial Valuation of Assets and 71.8% funded, a 3.6% increase from the prior year under the Market Valuation of Assets. On an apples-to-apples comparison basis with last year's study, the percent funded increased by 4.0% to 71.6% funded (Actuarial Valuation of Assets). The Village, at the time of this report, does not yet have actuarial information based on FY 18-19 data from the State. The Village and State use differing methodology. The Village bases the levy on the higher actuary requirement between the two.

The Fire Pension fund had an off year in FY 18-19. Actuarial assumptions estimate that the Village will return 7% annually for pension fund purposes. However, the Fire Pension fund only returned 6.2%. Overall, the fund value increased by \$847,000/9%. The Fire Pension fund is very conservative with 59% of the assets invested in money market mutual funds federal treasuries, agencies (52%) and municipal bonds (7%). The remaining 41% is invested in mutual funds. The Fire Pension fund, based on FY 18-19 data and the Village's actuary calculations, is 85.6% funded, a 3.3% decrease from the prior year under the Actuarial Valuation of Assets and 83.2% funded with a 2.2% decrease from the prior year under the Market Valuation of Assets.

However, the Village changed its assumptions to an updated morality improvement scale (Scale MP-2018) and reduced payroll growth assumption from 5.5% to 4%. On an apples-to-apples comparison basis with last year's study, the percent funded decreased by 3.5% to 85.4% funded (Actuarial Valuation of Assets). The Village, at the time of this report, does not yet have actuarial information based on FY 18-19 data from the State. The Village and State use differing methodology. The Village bases the levy on the higher actuary requirement between the two.

The Village conducted an OPEB GASB 45 actuary study in FY 17-18. The actuarial liability increased slightly from \$4.8 million to \$5.0 million. Positive impacts on the study included maintaining similar assumptions pertaining to the length of time participants will remain on Village insurance upon retirement based on sick time benefit usage, the ages of retiree spouses, gender and sliding scale of the implicit cost as retirees age, having 6 fewer participants in the plan, smaller than anticipated rate increases since the last study, positive IMRF actual report information and a change to a better suited mortality table. Negative impacts include an older, longer tenured workforce and a higher assumed rate of premium increases.

The Village conducted an OPEB GASB 75 study based upon FY 18-19 data. The actuarial liability increased from \$5.0 million to \$5.3 million. Positive impacts included the Village's switch in FY 18-19 from a wholly insured health insurance program to a self-insurance pool. The Village joined several other Chicago-land area communities to form the Government Insurance Network (GIN) pool. The pool offers similar self-insured PPO plans and HMO plans. It is anticipated the Village will save about 7% annually on health insurance premiums. The gains from the switch to the insurance pool were offset by the addition of two disability pension police officers eligible by State Statute (PSEBA) for lifetime free health insurance. The Village implemented GASB 75 as required in FY 18-19.

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Finance Department. We wish to thank all government departments for their assistance in providing the necessary data and participation to prepare this report. Credit also is due to the Village President and the Village Board for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Romeoville's finances.

Respectfully submitted,



Kirk Openchowski
Finance Director/Treasurer

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
and Members of the Board of Trustees
Village of Romeoville, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Romeoville, Illinois (the Village), as of and for the year ended April 30, 2019 and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village'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 Village'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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Romeoville, Illinois as of April 30, 2019, 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

As described in Note 13, the Village adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, which established standards for measuring and recognizing liabilities, deferred inflows and outflows of resources, and expenses for OPEB liabilities; modified certain disclosures in the notes to financial statements; and the required supplementary information. 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 and the required supplementary information 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 Village's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections 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 December 6, 2019, on our consideration of the Village'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 results of that testing, and not to provide an opinion on the effectiveness of the Village'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 the Village's internal control over financial reporting and compliance.

Sikich LLP

Naperville, Illinois
December 6, 2019

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

The Honorable Mayor
and Members of the Board of Trustees
Village of Romeoville, 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, each major fund and the aggregate remaining fund information of the Village of Romeoville, Illinois (the Village), as of and for the year ended April 30, 2019, and the related notes to financial statements, which collectively comprise the Village's basic financial statements and have issued our report thereon dated August 20, 2019.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village's 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 Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village'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 Village'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 Village'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 results of that testing, and not to provide an opinion on the effectiveness of the Village'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 Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich LLP

Naperville, Illinois
December 6, 2019

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

Village of Romeoville, Illinois

Management's Discussion and Analysis

April 30, 2019

The Village of Romeoville's (the "Village") management discussion and analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Village's financial statements (beginning on page 4).

Using the Financial Section of this Comprehensive Annual Report

In the past, the primary focus of local governmental financial statements has been summarized fund type information on a current financial resources basis. This approach has been modified and now the Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 4-6) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. The focus of the statement of net position (the "unrestricted net position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The statement of activities (see pages 5-6) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidies to various business-type activities.

The governmental activities reflect the Village's basic services, including general government, public safety, public works, and culture and recreation. Shared state sales, local utility and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations (water and sewerage), where the fee for service typically covers all or most of the costs of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than (the previous model's) fund types.

The governmental funds (see pages 7-12) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The fund financial statements also allow the government to address its fiduciary funds (Police Pension and Firefighters' Pension, see pages 17-18). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

(See independent auditor's report.)

Management's Discussion and Analysis (Continued)

While the business-type activities column in the business-type fund financial statements (see pages 13-16) is the same as the business-type column in the government-wide financial statements, the governmental funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 9 and 12). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financing sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate capital assets and long-term obligations (bonds and others) into the governmental activities column (in the government-wide financial statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. The Governmental Accounting Standards Board Statement No. 34 (GASB 34) requires that these assets be valued and reported within the governmental column of the government-wide financial statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful lives or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful lives. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

Government-Wide Financial Statements

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$343.1 million as of April 30, 2019.

A significant portion of the Village's net position (106.8%) reflects its investment in capital assets (i.e., land, land improvements, streets and bridges, storm sewers, water mains, buildings and vehicles) less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

For more detailed information see the statement of net position (page 4).

The Village's combined net position (which is the Village's equity) increased to \$343.1 million from a restated opening balance of \$333.2 million as a result of increases in the net position of both the governmental activities and business-type activities. Opening net position was restated by \$6.2m as described in Note 13 to the Financial Statements. Net position of the Village's governmental activities for FY 18-19 were \$250.3 million, an increase of 7.4 million from FY 17-18. The increase can mostly be attributed to changes in current and capital assets of \$15.2 million. Current assets increases include additional cash and cash equivalents of \$14.8 million. \$10.1 million came from cash from operations and \$4.7 million in capitalized interest bond proceeds pertaining to the 2019B bonds.

Governmental Activities liabilities increased by \$13.5 million due to refinancing of the General Obligation 2008B bonds which converted Capital Appreciation Bonds to Current Interest Bonds. The Village's unrestricted net position of a negative \$40.9 million is \$13.5 million higher than FY 17-18 and is negative due to the application of the GASB 68 requirements regarding pension fund liability reporting requirements and the GASB 75 requirements for other postemployment benefits. The net position of business-type activities increased to \$92.9 million from \$90.4 million (restated) due mainly to an increase in pension items and various capital assets. Other increases in assets and liabilities pertain to the issuance of \$12.7 million in bonds which increased both current assets and non-current liabilities. The unrestricted portion increased from \$6.8 million to \$7.3 million. The Village can use unrestricted net position to finance the continuing operations of its water and sewer system.

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Table 1
Statement of Net Position
As of April 30, 2019 and April 30, 2018
(In millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Current Assets	\$ 76.3	\$ 61.1	\$ 27.0	\$ 12.2	\$ 103.3	\$ 73.3
Noncurrent Assets	-	-	-	-	-	-
Capital Assets	<u>338.3</u>	<u>342.3</u>	<u>99.3</u>	<u>100.4</u>	<u>437.6</u>	<u>442.7</u>
Total Assets	<u>414.6</u>	<u>403.4</u>	<u>126.3</u>	<u>112.6</u>	<u>540.9</u>	<u>516.0</u>
Deferred Outflows of Resources						
Pension Items	7.3	4.5	1.2	0.2	8.5	4.7
OPEB Items	0.1	-	-	-	0.1	-
Unamortized Loss on Refunding	<u>1.8</u>	<u>0.4</u>	<u>-</u>	<u>-</u>	<u>1.8</u>	<u>0.4</u>
Total Deferred Outflows of Resources	<u>9.2</u>	<u>4.9</u>	<u>1.2</u>	<u>0.2</u>	<u>10.4</u>	<u>5.1</u>
Total Assets and Deferred Outflows of Resources	<u>423.8</u>	<u>408.3</u>	<u>127.5</u>	<u>112.8</u>	<u>551.3</u>	<u>521.1</u>
Current Liabilities	8.4	8.8	1.9	3.3	10.3	12.1
Noncurrent Liabilities	<u>143.0</u>	<u>129.1</u>	<u>32.3</u>	<u>17.5</u>	<u>175.3</u>	<u>146.1</u>
Total Liabilities	<u>151.4</u>	<u>137.9</u>	<u>34.2</u>	<u>20.8</u>	<u>185.6</u>	<u>158.7</u>
Deferred Inflows of Resources						
Pension Items	7.0	7.5	0.4	1.0	7.4	8.5
OPEB Items	0.1	-	-	-	0.1	-
Deferred Revenue	14.9	14.3	-	-	14.9	14.3
Unamortized Gain on Refunding	<u>0.2</u>	<u>0.2</u>	<u>-</u>	<u>-</u>	<u>0.2</u>	<u>0.2</u>
Total Deferred Inflows of Resources	<u>22.2</u>	<u>22.0</u>	<u>0.4</u>	<u>1.0</u>	<u>22.6</u>	<u>23.0</u>
Total Liabilities and Deferred Inflows of Resources	<u>173.6</u>	<u>159.9</u>	<u>34.6</u>	<u>21.8</u>	<u>208.2</u>	<u>181.7</u>
Net Investment in Capital Assets	280.9	271.8	85.5	84.2	366.4	356.0
Restricted	10.3	4.0	-	-	10.3	4.0
Unrestricted	<u>(40.9)</u>	<u>(27.4)</u>	<u>7.3</u>	<u>6.8</u>	<u>(33.6)</u>	<u>(20.6)</u>
Total Net Position	<u>\$ 250.3</u>	<u>\$ 248.4</u>	<u>\$ 92.8</u>	<u>\$ 91.0</u>	<u>\$ 343.1</u>	<u>\$ 339.4</u>

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net Results of Activities – which will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for Capital – which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital Assets – which will reduce current assets and increase capital assets. There is a second impact, an increase in the amount invested in capital assets and an increase in related net debt which will not change the net investment in capital assets.

Spending of Non-borrowed Current Assets on New Capital Assets – which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net position and increase net investment in capital assets.

Principal Payment on Debt – which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net position and increase net investment in capital assets.

Reduction of Capital Assets through Depreciation – which reduces capital assets and net investment in capital assets.

Current Year Impacts

The Village's governmental activities net position increased \$1.9 million which can be attributed to several factors.

Current assets increased by \$15.2 million, which can be attributed to a \$14.3 million increase in cash and investments due to operating revenues exceeding expenditures and capitalized interest funds from the 2019B refunding bonds, an increase of \$0.6 million in tax funds due from the state and \$0.5 million increase in property tax receivables offset by a \$0.3 million decrease in accounts receivables.

Capital assets decreased \$4.0 million due to depreciation of \$8.3 million exceeding combined capital outlay expenditures and contributed capital by \$4.0 million. The prior year saw several large capital projects including the Metra Station, Discovery Park, a new Animal Shelter and a new concessions stand at Deer Crossing Park which increased annual depreciation expenses.

Deferred Outflows of Resources increased by \$4.3 million due to a \$2.9 million change in Police, Fire and IMRF pension related items and an increase in of \$1.4 million in unamortized loss on refunding associated with the 2019B bonds issue.

Liabilities increased by \$13.5 million due to the 2019B Refunding Bonds, which are current interest bonds, that refinanced 2008B Capital Appreciation Bonds. This resulted in a \$13.9 million increase in non-current liabilities. Deposits payable increased by \$0.6 million. This was offset by a \$0.5 million decrease in Accounts Payable and \$0.12 million decrease in accrued liabilities.

Deferred Inflows of Resources remained the same with minor fluctuations between resources.

The Village's business-type activities net position increased \$1.8 million and can be attributed to several factors. Assets and Deferred Outflows increased by \$14.7 million while Liabilities and Deferred Inflow only increased by \$12.8 million.

Current Assets increased by \$14.8 million due to a \$13.7 million bond issuance and funds provided by operation revenues exceeding operating expenditures.

Business Capital asset decreased by \$1.1 million due to \$3.9 million in capital depreciation exceeding \$2.8 million in additions.

Deferred Outflows of Resources increased by \$1.0 million due to changes in IMRF pension items.

Liabilities increased by \$13.4 million, which can be attributed to \$13.8 million in new bonded debt. Bonds were issued in 2019 for several Water and Sewer infrastructure projects. There was a \$1.5 million increase in IMRF liability and \$0.7 million increase in OPEB liabilities. The increase was offset by \$1.3 million decrease in IEPA notes, a \$1.1 million decrease in accounts payable and a \$0.2 million in accrued liabilities.

Deferred Inflows of Resources decreased by \$0.6 million due to IMRF pension items.

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Current year impacts are discussed in more detail after Table 2.

Changes in Net Position

The following chart compares the revenue and expenses for the current and prior fiscal year.

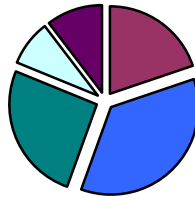
Table 2
Changes in Net Position
For the Fiscal Years Ended April 30, 2019 and April 30, 2018
(In millions)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
REVENUES						
Program Revenues						
Charges for Services	\$ 14.1	\$ 14.0	\$19.0	\$18.6	\$ 33.1	\$ 32.6
Operating Grants and Contributions	1.5	1.6	-	-	1.5	1.6
Capital Grants and Contributions	2.1	4.6	0.6	2.4	2.7	7.0
General Revenues						
Property and Replacement Taxes	18.9	17.7	-	-	18.9	17.7
Sales Taxes	14.4	14.6	-	-	14.4	14.6
Income Taxes	3.9	3.6	-	-	3.9	3.6
Utility Taxes	6.6	6.4	-	-	6.6	6.4
Other Taxes	6.0	5.5	-	-	6.0	5.5
Transfers	0.2	0.2	(0.2)	(0.2)	-	-
Other	1.4	0.4	0.3	-	1.7	0.4
Total Revenues	<u>69.1</u>	<u>68.6</u>	<u>19.7</u>	<u>20.8</u>	<u>88.8</u>	<u>89.4</u>
EXPENSES						
General Government	12.2	15.9	-	-	12.2	15.9
Public Safety	22.0	20.7	-	-	22.0	20.7
Public Works	15.8	11.1	17.3	17.3	33.1	28.4
Culture and Recreation	6.4	6.4	-	-	6.4	6.4
Debt Service	<u>5.2</u>	<u>4.3</u>	<u>-</u>	<u>-</u>	<u>5.2</u>	<u>4.3</u>
Total Expenses	<u>61.6</u>	<u>58.4</u>	<u>17.3</u>	<u>17.3</u>	<u>78.9</u>	<u>75.7</u>
CHANGE IN NET POSITION	<u>7.5</u>	<u>10.2</u>	<u>2.4</u>	<u>3.5</u>	<u>9.9</u>	<u>13.7</u>
BEGINNING NET POSITION	<u>248.4</u>	<u>238.2</u>	<u>91.0</u>	<u>87.5</u>	<u>339.4</u>	<u>325.7</u>
Prior Period Adjustment	(5.6)	-	(.6)	-	(6.2)	-
BEGINNING NET POSITION, RESTATED	<u>242.8</u>	<u>238.2</u>	<u>90.4</u>	<u>87.5</u>	<u>333.2</u>	<u>325.7</u>
ENDING NET POSITION	<u>\$ 250.3</u>	<u>\$ 248.4</u>	<u>\$ 92.8</u>	<u>\$ 91.0</u>	<u>\$ 343.1</u>	<u>\$ 339.40</u>

(See independent auditor's report.)

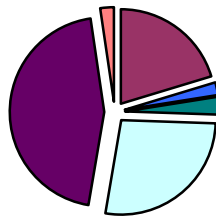
Management's Discussion and Analysis (Continued)

2019 Governmental Activities Expenses



■ General Government ■ Public Safety ■ Public Works ■ Debt Service ■ Culture & Recreation

2019 Governmental Activities Revenue



■ Charges for Services ■ Operating Grants ■ Capital Grants ■ Property Tax ■ Other Taxes ■ Other

There are eight basic impacts on revenues and expenses as reflected below:

Normal Impacts

Revenues:

Economic Condition – which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/Decrease in Village Board approved rates – while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fees, building fees, home rule sales taxes, etc.)

Changing Patterns in Intergovernmental and Grant Revenue (both recurring and nonrecurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while nonrecurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons.

Market Impacts on Investment income – the Village's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Expenses:

Introduction of New Programs – within the functional expense categories (General Government, Public Safety, Public Works, Culture and Recreation, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel – changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent 37% of the Village's operating costs.

Salary Increases (annual adjustments and merit raises) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuels and parts. Some functions may experience unusual commodity-specific increases.

Current Year Impacts

Revenues:

For the fiscal year ended April 30, 2019, revenues from all activities totaled \$88.8 million. The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services provided. These sources include property taxes, sales taxes, utility taxes, shared revenues from the State (income tax, motor fuel tax, use tax), building permits, grants, developer contributions, rubbish collection fees, water and sewer sales to customers and tap-on fees.

The Village saw a 5.43% increase in the equalized assessed valuation (EAV) from \$1.208 billion to \$1.274 billion. The tax rate decreased from \$1.2476 to \$1.2390 per \$100 EAV. The Village's levy increased by 3.9% from \$14.3 to \$14.9 million. There was a 6.8% increase in its property and replacement tax revenue in 2019 compared to the previous year as revenues increased from \$17.7 million to \$18.9 million. The Village saw little change in Replacement Tax. The Village, as a Home Rule community is not subject to the property tax cap laws. The Village's FY 19 collections increased from \$17.6 million to \$18.8 million. TIF property taxes increased by \$0.5 million, while levied taxes increased by \$0.7 million.

Sales Tax decreased by \$0.2 million or 1%. Sales Tax decreased primarily due to the closing of the Target Store and Sam's Club. State sales tax increased by \$0.2 million while the Village's Home Rule sales tax decreased by \$0.4 million. The Village last increased its home rule sales tax rate from 1.00% to 1.5% effective January 1st, 2010.

The State Use Tax increased by \$0.2 million.

State Income Tax revenue showed an increase of \$0.3 million due to a 5% increase in the distribution formula used by the state. The state in the prior year withheld 10% of the funds to help balance their budget but changed the holdback to 5% in FY 18-19.

Utility taxes increased by \$0.2 million driven by home rule local gas tax.

The Village saw other tax revenue increase by \$0.5 million the prior year. The increases were driven primarily with a \$0.4 million increase in Real Estate Transfer Tax and \$0.2 million increase in use tax along with smaller increases in gaming and hotel tax. The increases were offset by smaller decreases (\$0.1 million) in Telecommunications, and Food and Beverage taxes. The Real Estate Transfer Tax increase is due to the sale of a larger number of high value industrial properties.

License and permit revenue increased \$0.1 million 2019. The increase in building permits of \$0.2 million is due to a number of large projects having permits issued in FY 18-19. However, this is due more to project timing than a dramatic change in building activity. Several large building projects, including a large industrial building, had permits issued in May and June of 2018. Business License revenues increased by \$0.1 Million due to an increase in license fees. Overweight-Over Width permits increase by \$0.1 million due to it being the first full year the permits were issued. However, the increases were offset by a \$0.3 million decrease in in-house plan reviews and inspections due to project timing.

Investment returns, excluding pension funds, increased by approximately \$1.1 million due to market valuation changes and increased earnings for funds invested in government securities based investment funds.

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Charges for services increased slightly by \$0.5 million. The increase is from both governmental activities (\$0.1 million) and business-type activities (\$0.4 million).

The business-type activities (water and sewer operations) increase was from a 5% rate increase and additional users on the system.

Operating Grants and Contributions decreased by \$0.1 million, while Capital Grants and Contributions decreased by \$4.3 million. The Village's grant revenues decrease was due to grant funds received for the Metra Station and Discovery Park received in the prior year and a decrease in contributed capital from developers. Grant revenue will fluctuate from year to year based upon project timing and grant availability.

Transfer payments, starting in FY10-11, from the business-type activities (Water and Sewer fund) to governmental activities (General Fund) are no longer shown as a transfer but are reflected as an allocation between funds and are netted against expenditures in governmental activities. The transfer of \$3.3 million increased by \$0.1 million/2% for FY 19.

The Police Pension Fund ended the year with \$46.0 million in assets. The Fund had \$5.2 million in additions, which were provided by employer and employee contributions, and investment income. The Fund had \$2.0 million in deductions. The bulk of the deductions were from pension benefits (\$2.0 million) along with administrative costs. There net increase to the Fund was \$3.2 million. The funds equity related investments under performed in FY 19.

The Fire Pension Fund ended the year with \$10.0 million in assets. The Fund had \$1.2 million in additions, which were provided by employer and employee contributions and investment income. The Fund had \$0.3 million in deductions which consisted of administrative expenses and pension benefits. The net increase to the Fund was \$0.9 million. The funds equity related investments under performed in FY 19

Expenses:

The Village's total expenses for all activities for the year ended April 30, 2019 were \$78.9 million. Expenses increased by \$3.2 million/4.2% as compared to 2018.

Governmental Activities increased by \$3.2 million. Increases in Public Safety (\$1.3 million), Public Works (\$4.7 million), and Debt Service (\$0.9 million) were offset by decreases to General Government (\$3.7 Million).

The General Government activities decreased by \$3.7 million is attributed to \$3.4 million in the prior year recognized as an eligible TIF expense reimbursement incentive to the developer of the property contained in the Upper Gateway TIF. The Village issued a taxable TIF note to the developer. Operational expenses and other capital expenses decreased by \$0.3 million.

Public Safety expenditures increased by \$1.3 million driven by operation and pension expenses.

Public Works expenses increased by \$4.7 million compared to the prior year. Operational expenses increased by \$2.2 million while capital related expenses increased by \$2.5 million from the prior year.

The Culture and Recreation expenses remained stable at \$6.4 million.

Debt Service Expenses increased by \$0.9 million due to the scheduled timing of bond and lease payments

Business-type activities (water and sewer) expenses remained stable at \$17.3 million. The Water and Sewer operations accounted for 52.3% of the total Public Works activities.

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Financial Analysis of the Village's Funds

Governmental Funds

At April 30, 2019, the governmental funds (as presented on the balance sheet on pages 9-10) reported a combined fund balance of \$53.2 million. Revenues/other financing sources exceeded Expenditures/other financing uses in 2019 by \$14.8 million. The General Fund's fund balance increased by \$1.8 million. The increase would have been \$5.5 million greater but additional funds were transferred to the Facility Construction Funds (\$5.50 million). The transferred funds will be used to construct new Public Works facilities as the current campus is a patch work of outdated buildings and structures. Facility Construction funds will also be used for road projects. Recreation fund balances increased \$1.2 million due to less than anticipated expenditures due to timing issues of capital improvements, staffing and commodity purchases and projects. Non-Major and Downtown TIF funds saw an increase of \$1.3 million in fund balance due to greater than anticipated TIF property taxes and less than expected expenditures. The Debt Service Fund saw an influx cash (\$4.7 million) as part of the 2019 bond issue refinancing the 200B bonds. The funds are capitalized interest that will be used for debt service payments in FY 19-20 and FY 20-21.

General Fund Budgetary Highlights

Prior to or at the last Village Board meeting in April, the Mayor submits to the Village Board a proposed operating budget for the fiscal year commencing on May 1. The operating budget includes proposed expenditures and the means to finance them. The Village had no budget amendments in 2019. Below is a table that reflects the original budget and the actual activity for the revenues and expenditures for the General Fund.

Table 3
General Fund Budgetary Highlights
(In millions)

General Fund	Original Budget	Actual
Revenues and Other Financing Sources		
Property Taxes	\$ 12.0	\$ 12.0
Other taxes	15.3	16.7
Investment income	0.1	0.8
Fines	0.8	0.7
Licenses and permits	2.7	2.8
Charges for services	6.7	7.1
Intergovernmental	12.9	14.3
Other	0.9	0.6
Capital leases issued	0.1	0.4
Sale of capital assets	-	-
Total	<u>51.5</u>	<u>55.4</u>
Expenditures and Other Financing Uses		
General government	11.9	10.1
Public safety	20.9	20.0
Public works	9.8	9.2
Capital outlay	4.3	4.2
Debt service	0.4	0.3
Reimbursements	(3.3)	(3.3)
Transfers out	<u>7.5</u>	<u>13.0</u>
Total	<u>51.5</u>	<u>53.5</u>
Change in Fund Balance	<u>-</u>	<u>1.9</u>

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

As shown above, the General Fund was budgeted at break even, while actual results were an increase of \$1.9 million. Revenues were over budget by approximately \$3.9 million while expenditures were over budget by \$2.0 million.

The Village collected 100% of budgeted property taxes.

The Village received \$1.4 million more in other taxes than anticipated. The Village received \$1.1 million more than anticipated in Home Rule Sales Tax, \$0.4 million more in Real Estate Transfer Tax and \$0.2 million more in Natural Gas Use Tax. The increases were offset by a \$0.2 million decrease in Telecommunications Tax and \$0.1 million in Electric Utility Tax. The Home Rule Sales Tax increase was primarily due to sales tax generated from the Amazon distribution center and a stronger local economy. The Village did see the impact closure of the Sam's Club and Target stores as Home Rule sales tax was less than the prior year. Real Estate Transfer Tax was budgeted conservatively and there were greater than anticipated sales of industrial and commercial property. The Natural Gas Use tax increase was due to greater than anticipated usage. The Telecommunications and Electric Utility tax decrease was due to less than anticipated usage.

Interest was higher than anticipated due to greater than anticipated earnings on investment funds held in the General Corporate Fund due to favorable market conditions, higher than anticipated interest rates and additional funds generated by operations. The budget was \$100,000 and receipts were \$800,000.

Fines were \$0.1 million under budget due to the decision not to use Court Supervision Fees to offset the purchase of Police Vehicles. The fees have to be used to purchase Police vehicles and are placed in an escrow account. They are released into revenues when used to purchase vehicles.

Licenses and Permits were \$0.1 million over budget. Building Permits, Business Licenses and Over Weight-Over Width permits were over by \$0.1 million but Inspection Permits were under budget by \$0.2 million. Building permits were over budget due to a number of large projects having permits issued in FY 18-19. However, this is due more to project timing than a dramatic change in building activity. Several large building projects, including a large industrial building, had permits issued in May and June of 2018. Business Licensee revenues were over budget due to an increase in license fees. Overweight-Over Width were over budget due to it being the first full year the permits were being issued. In-house plan reviews and inspections were under budget due to project timing.

Charges for services, over budget by \$0.2 million, saw \$0.1 million in additional revenue in Ambulance Fees, Zoning/Land Use Fees and Engineering Reimbursements. The Village received \$0.1 million more in ambulance fees due to full year of a rate change to better capture Medicare and insurance reimbursements and increased activity. Zoning/Land Use Fees generated additional revenues through one very large industrial development and additional engineering fees were generated from the same project. Less than anticipated Police Special Detail fees and Cable Franchise Fees offset the increase.

Intergovernmental Revenues were \$1.4 million over budgeted levels. Sales Tax generated an additional \$0.7 million. Sales Tax increase was primarily due to sales tax generated from the Amazon distribution center and a stronger local economy. The Village did see the impact closure of the Sam's Club and Target stores. The Village had received \$0.6 million in grants for the Metra Station that were not budgeted due to project timing. The project was anticipated in being completed in the prior fiscal year. Use Tax, which is distributed by the state on a per capita basis, was \$0.2 million greater than anticipated due to stronger than anticipated state-wide use tax related sales. State Income Tax, which is distributed by the state on a per capita basis, was \$0.1 million greater than anticipated due to the state reducing the holdback from municipalities from 10% to 5%. Federal Grants are \$0.1 million under budget due to not receiving an anticipated grant for \$100,000 for Fire Department Air Compressors.

Other revenues were \$0.4 million less than the budgeted amount of \$0.9 million. Reimbursements were under budget by \$0.1 million due to timing of reimbursements from Lewis University for funds the Village spent on the Lewis Route 53 Corridor project. Workers' Compensation Reimbursement was \$0.1 million under budget due to favorable claim experience. Health Insurance Contributions and Flexible Spending Contributions were a combined \$0.2 million under budget. The Village budgets for the contributions withheld from employees' paychecks but the receipts are not recognized as revenues for financial reporting purposes.

General Government expenditures were under budget by \$1.8 million. Other Expenses savings of \$ 1.3 million were from less than anticipated sales tax incentives of \$1.1 million due to the closing of the Sam's Club and timing of new business opening later than anticipated. Contingency savings were \$0.1 million. Savings in reserves for self-insurance due to reserves timing for the Village's health insurance pool were \$0.1 million. Salary savings of \$0.3 million were due to vacancies. and flexible spending expenses that are recognized for budgeting purposes but not for accounting purposes. The Village also realized \$0.1 million in savings of health insurance premiums for retired staff and former staff on COBRA.

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Public Safety expenditures were under budget by \$1.0 million. The majority of savings came through salary savings of \$0.6 million due to less than anticipated Worker's Compensation payments, the timing of hiring new fire and police personnel including vacant Firefighter positions, vacant Police Officer positions, and part-time Firefighter positions. Savings of \$0.3 million were also generated through a variety of contractual and commodities line items.

Public Works expenditures were under budget by \$0.4 million. Public works realized \$0.2 million in personnel savings due to department vacancies and \$0.2 million in net contractual services and commodities savings through a variety of line item accounts.

Capital outlay expenditures were under budget by \$0.1 million. General Government purchases are \$0.3 million under budget due to the timing on safety improvements to the Village Hall Front Counter area, Route 53 Lewis University Corridor improvements and Entrance Sign improvements. Public Safety capital expenditures were over budget \$0.2 million due to unbudgeted costs associated with the Animal Control shelter and additional vehicle expenses associated with the purchase of a new fire pumper truck.

Debt Service payments were under budget by \$0.1 million due to the timing of receiving leased Police and Fire vehicles. The Village is switching from purchasing squad cars and fire department fleet vehicles to leasing them from Enterprise. The initial leased vehicles were received later than anticipated which delayed the start of lease payments.

Reimbursements were within budget. The reimbursements are allocations to the Water and Sewer Fund from the General Corporate fund to reimburse via a transfer to General Corporate Fund for the unallocated costs.

Transfers to other funds were over budget by \$5.5 million. The transfers were to the Debt Service Fund (\$5.5 million), the Facility Construction Fund (\$6.1 million) and the Recreation Fund (\$1.5 million). The unbudgeted additional funds transfer of \$5.5 million to the Facility Construction Fund will be used to construct new Public Works facilities and road infrastructure projects. The projects will start in FY 19-20.

The Village made a concerted effort to keep General Fund expenditures within or under revenues for fiscal year 2018-19. The Village, at the start of fiscal year 2005, had a negative fund balance of \$0.6 million. The fiscal year 2018-19 fund balance is now at \$30.6 million. The Village's long-term goal is to have and maintain a positive fund balance equal to 25% of the General Fund budget. The Village increased the fund balance by \$1.8 million in FY 18-19. The Village's targeted fund balance, based on actual expenditures and transfers of \$56.7 million as of April 30, 2019 was \$14.2 million. The FY 18-19 budget was \$54.2 million and had a targeted fund balance of \$13.6 million. The Village's FY 19-20 budget of \$57.1 million has a targeted fund balance of \$14.3 million.

Capital Assets

At the end of fiscal year 2019, the Village had a combined total of capital assets of \$437.6 million (after accumulated depreciation of \$204.9 million) invested in a broad range of capital assets including land, land improvements, buildings, vehicles, machinery and equipment, furniture and fixtures, streets, bridges, water mains, storm sewers and sanitary sewer lines. (See Table 4 below). This amount represents a net decrease (including additions and deletions) of approximately \$5.1 million. Detailed information related to capital assets is included in Notes 1 and 4 to the basic financial statements.

The Net Capital Assets of the Village decreased by \$5.1 million over 2018. The main reason for the decrease can be attributed to depreciation expense exceeding additions to capital. Depreciation totaled \$12.1 million versus net additions of \$7 million. Governmental activities decreased by \$4.0 million, while business-type activities capital assets decreased by \$1.1 million. Asset additions have slowed as the Village has depleted bond and TIF funds for their intended projects and Water and Sewer unrestricted equity balances have slowed as several large infrastructure projects have been completed and the equity balances have been depleted.

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Table 4
Total Capital Assets at Year End
Net of Depreciation
(In millions)

	Balance 4/30/18	Net Additions/Deletions	Balance 4/30/19
Land	\$ 194.8	\$ 0.2	\$ 195.0
Construction in Progress	4.5	0.2	4.7
Buildings	73.3	0.5	73.8
Machinery and Equipment	6.7	0.5	7.2
Infrastructure	<u>163.4</u>	<u>(6.5)</u>	<u>156.9</u>
Total Capital Assets	<u>\$ 442.7</u>	<u>\$ (5.1)</u>	<u>\$ 437.6</u>

Debt Outstanding

As of April 30, 2019, the Village had outstanding bonded debt of \$104.2 million. Of this amount \$13.7 million represented general obligation bonds associated with business-type activities. General obligation bonds associated with governmental activities totaled \$90.5 million.

As of April 30, 2019, the Village has a \$13.6 million Illinois Environmental Protection Agency Clean Water State Revolving Fund loan.

The Village is no longer subject to the debt limit due to its Home Rule community status.

Detailed information related to long-term debt is included in Note 6 to the basic financial statements.

Economic Factors

The fiscal year ended positively as both the Village's General Corporate Fund and Enterprise Funds on a budgetary basis ended with a surplus versus an anticipated break-even (Corporate Fund) or deficit (Water and Sewer). The Village's TIF Funds, Facility Construction Fund and other Non-Major Governmental Funds grouped as a whole ended with a surplus. The Recreations Funds ended with a surplus versus an anticipated decrease. The Pension Funds underperformed due to less than favorable market returns in FY 18-19. The financial condition of the General Corporate Fund has stabilized and improved significantly over the past several years. The Village continues to feel the effects of the slow growth economy and effects of the recession which began to impact the Village in the fall of 2008, now mainly through changes implemented by the State as part of their FY 17-18 and FY 18-19 budgets. The State did provide relief in several areas with their FY 19-20 budget. The Village has made many adjustments on both the revenue and expenditure side to ensure core services are provided while still maintaining adequate fund balances. The Village was able to prepare a FY 19-20 budget that was designed to ensure the Village's financial position remains strong and maintain existing service levels. The budget only utilized fund balances to fund capital projects. The Village may utilize fund balance in future budgets in the General Corporate Fund and in other funds as well for capital projects and other non-operational purposes.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Kirk Openchowski, Finance Director, Village of Romeoville, 1050 West Romeo Road, Romeoville, Illinois 60446.

(See independent auditor's report.)

BASIC FINANCIAL STATEMENTS

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2019

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 50,873,169	\$ 17,546,758	\$ 68,419,927
Investments	4,143,034	7,640,277	11,783,311
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	14,892,041	-	14,892,041
Accounts	374,609	1,822,360	2,196,969
Interest	13,538	-	13,538
Other	1,007,749	-	1,007,749
Prepays	32,226	-	32,226
Due from other governments	4,953,625	-	4,953,625
Due from fiduciary fund	23,767	-	23,767
Capital assets not being depreciated	193,922,304	5,773,393	199,695,697
Capital assets being depreciated	144,350,576	93,564,929	237,915,505
 Total assets	 414,586,638	 126,347,717	 540,934,355
DEFERRED OUTFLOWS OF RESOURCES			
Pension items - IMRF	3,762,593	1,173,897	4,936,490
Pension items - Police Pension	2,183,165	-	2,183,165
Pension items - Firefighters' Pension	1,375,191	-	1,375,191
OPEB items	130,634	19,191	149,825
Unamortized loss on refunding	1,818,166	-	1,818,166
 Total deferred outflows of resources	 9,269,749	 1,193,088	 10,462,837
 Total assets and deferred outflows of resources	 423,856,387	 127,540,805	 551,397,192
LIABILITIES			
Accounts payable	2,891,066	1,441,859	4,332,925
Accrued liabilities	1,031,056	140,867	1,171,923
Deposits payable	4,128,775	170,596	4,299,371
Unearned revenue	15,772	-	15,772
Accrued interest payable	330,464	142,024	472,488
Noncurrent liabilities			
Due within one year	8,895,267	1,575,030	10,470,297
Due in more than one year	134,139,129	30,768,185	164,907,314
 Total liabilities	 151,431,529	 34,238,561	 185,670,090
DEFERRED INFLOWS OF RESOURCES			
Pension items - Police Pension	5,530,191	-	5,530,191
Pension items - Firefighters' Pension	141,981	-	141,981
Pension items - IMRF	1,354,026	422,445	1,776,471
OPEB items	73,202	10,754	83,956
Deferred revenue	14,892,041	-	14,892,041
Unamortized gain on refunding	153,914	-	153,914
 Total deferred inflows of resources	 22,145,355	 433,199	 22,578,554
 Total liabilities and deferred inflows of resources	 173,576,884	 34,671,760	 208,248,644
NET POSITION			
Net investment in capital assets	280,864,190	85,543,122	366,407,312
Restricted for			
Maintenance of roadways	1,933,654	-	1,933,654
Economic development	3,676,975	-	3,676,975
Capital projects	63,138	-	63,138
Debt service	4,672,071	-	4,672,071
Unrestricted (deficit)	(40,930,525)	7,325,923	(33,604,602)
 TOTAL NET POSITION	 \$ 250,279,503	 \$ 92,869,045	 \$ 343,148,548

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2019

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 12,214,195	\$ 1,585,578	\$ 100	\$ -
Public safety	21,959,940	3,950,669	364,357	-
Public works	15,759,776	6,636,883	1,083,140	2,131,517
Culture and recreation	6,428,672	1,884,789	35,000	-
Interest and fiscal charges on long-term debt	5,219,997	-	-	-
Total governmental activities	61,582,580	14,057,919	1,482,597	2,131,517
Business-Type Activities				
Water and sewer	17,314,192	19,045,609	-	672,242
Total business-type activities	17,314,192	19,045,609	-	672,242
TOTAL PRIMARY GOVERNMENT	\$ 78,896,772	\$ 33,103,528	\$ 1,482,597	\$ 2,803,759

Net (Expense) Revenue and Change in Net Position			
Primary Government			
	Governmental Activities	Business-Type Activities	Total
	\$ (10,628,517)	\$ -	\$ (10,628,517)
	(17,644,914)	-	(17,644,914)
	(5,908,236)	-	(5,908,236)
	(4,508,883)	-	(4,508,883)
	(5,219,997)	-	(5,219,997)
	(43,910,547)	-	(43,910,547)
	-	2,403,659	2,403,659
	-	2,403,659	2,403,659
	(43,910,547)	2,403,659	(41,506,888)
General Revenues			
Taxes			
Property	18,722,706	-	18,722,706
Home rule sales	7,637,044	-	7,637,044
Telecommunications	753,131	-	753,131
Utility	6,598,117	-	6,598,117
Hotel/motel	562,323	-	562,323
Other	3,446,279	-	3,446,279
Intergovernmental - unrestricted			
Replacement tax	143,428	-	143,428
State sales tax	6,790,072	-	6,790,072
Use tax	1,227,584	-	1,227,584
Income tax	3,852,491	-	3,852,491
Investment income	1,021,394	307,893	1,329,287
Miscellaneous	356,938	9,862	366,800
Transfers in (out)	244,111	(244,111)	-
Total	51,355,618	73,644	51,429,262
CHANGE IN NET POSITION	7,445,071	2,477,303	9,922,374
NET POSITION, MAY 1	248,385,421	91,034,902	339,420,323
Change in accounting principle	(5,550,989)	(643,160)	(6,194,149)
NET POSITION, MAY 1, RESTATED	242,834,432	90,391,742	333,226,174
NET POSITION, APRIL 30	\$ 250,279,503	\$ 92,869,045	\$ 343,148,548

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

**BALANCE SHEET
GOVERNMENTAL FUNDS**

April 30, 2019

	General	Recreation	Debt Service	Facility Construction	Downtown TIF District	Nonmajor	Total
ASSETS							
Cash and cash equivalents	\$ 27,053,628	\$ 4,268,350	\$ 4,672,071	\$ 8,242,780	\$ 1,345,503	\$ 5,290,837	\$ 50,873,169
Investments	4,143,034	-	-	-	-	-	4,143,034
Receivables (net, where applicable, of allowances for uncollectibles)							
Property taxes	12,035,009	2,857,032	-	-	-	-	14,892,041
Accounts	374,609	-	-	-	-	-	374,609
Interest	13,538	-	-	-	-	-	13,538
Other	859,335	59,763	-	-	-	88,651	1,007,749
Prepays	32,226	-	-	-	-	-	32,226
Due from other funds	25,490	-	-	-	-	-	25,490
Due from other governments	4,834,004	-	-	-	-	119,621	4,953,625
TOTAL ASSETS	\$ 49,370,873	\$ 7,185,145	\$ 4,672,071	\$ 8,242,780	\$ 1,345,503	\$ 5,499,109	\$ 76,315,481

	General	Recreation	Debt Service	Facility Construction	Downtown TIF District	Nonmajor	Total
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 2,181,878	\$ 407,040	\$ -	\$ -	\$ -	\$ 302,148	\$ 2,891,066
Accrued liabilities	901,285	129,771	-	-	-	-	1,031,056
Deposits	3,510,263	616,940	-	-	1,572	-	4,128,775
Due to other funds	1,723	-	-	-	-	-	1,723
Unearned revenue	15,772	-	-	-	-	-	15,772
Total liabilities	6,610,921	1,153,751	-	-	1,572	302,148	8,068,392
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue	12,035,009	2,857,032	-	-	-	-	14,892,041
Total deferred inflows of resources	12,035,009	2,857,032	-	-	-	-	14,892,041
Total liabilities and deferred inflows of resources	18,645,930	4,010,783	-	-	1,572	302,148	22,960,433
FUND BALANCES							
Nonspendable							
Prepaid items	32,226	-	-	-	-	-	32,226
Restricted							
Maintenance of roadways	-	-	-	-	-	1,933,654	1,933,654
Economic development	-	-	-	-	1,343,931	2,333,044	3,676,975
Capital projects	-	-	-	-	-	63,138	63,138
Debt service	-	-	4,672,071	-	-	-	4,672,071
Unrestricted							
Assigned							
Recreation	-	3,174,362	-	-	-	-	3,174,362
Capital projects	-	-	-	8,242,780	-	867,125	9,109,905
Unassigned	30,692,717	-	-	-	-	-	30,692,717
Total fund balances	30,724,943	3,174,362	4,672,071	8,242,780	1,343,931	5,196,961	53,355,048
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 49,370,873	\$ 7,185,145	\$ 4,672,071	\$ 8,242,780	\$ 1,345,503	\$ 5,499,109	\$ 76,315,481

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2019

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 53,355,048
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	338,272,880
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	3,762,593
Deferred inflows of resources	(1,354,026)
Differences between expected and actual experiences, assumption changes, and net differences between projected and actual earnings for the Police Pension Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	2,183,165
Deferred inflows of resources	(5,530,191)
Differences between expected and actual experiences, assumption changes, and net differences between projected and actual earnings for the Firefighters' Pension Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	1,375,191
Deferred inflows of resources	(141,981)
Differences between expected and actual experiences, assumption changes, and net differences between projected and actual earnings for the OPEB Plan are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	130,634
Deferred inflows of resources	(73,202)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences payable	(5,918,507)
Other postemployment benefit liability	(4,644,422)
Unamortized premium on bonds	(7,904,482)
General obligation bonds payable	(90,540,000)
Capital leases payable	(1,015,693)
Notes payable	(5,053,164)
Net pension liability - Illinois Municipal Retirement Fund	(7,797,846)
Net pension liability - Police Pension Plan	(18,129,529)
Net pension liability - Firefighters' Pension Plan	(2,030,753)
Gains and losses on debt refundings are capitalized and amortized at the government-wide level	
Unamortized loss on refunding	1,818,166
Unamortized gain on refunding	(153,914)
Accrued interest on long-term liabilities is reported as a liability on the statement of net position	(330,464)
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 250,279,503

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

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

For the Year Ended April 30, 2019

	General	Recreation	Debt Service	Facility Construction	Downtown TIF District	Nonmajor	Total
REVENUES							
Property taxes	\$ 12,048,311	\$ 2,593,754	\$ -	\$ -	\$ 483,300	\$ 3,597,341	\$ 18,722,706
Other taxes	16,699,722	1,381,572	-	-	-	915,599	18,996,893
Fines and forfeits	700,377	-	-	-	-	-	700,377
Licenses and permits	2,810,411	-	-	-	-	-	2,810,411
Charges for services	7,052,230	1,884,992	-	-	-	-	8,937,222
Intergovernmental	14,318,143	-	-	-	-	1,083,140	15,401,283
Investment income	829,845	58,331	1,953	55,165	-	76,100	1,021,394
Other	509,927	70,364	-	-	100,000	210,721	891,012
Total revenues	54,968,966	5,989,013	1,953	55,165	583,300	5,882,901	67,481,298
EXPENDITURES							
Current							
General government	10,068,796	-	-	-	15,163	1,143,887	11,227,846
Public safety	19,923,766	-	-	-	-	-	19,923,766
Public works	9,296,112	-	-	-	-	2,393,346	11,689,458
Culture and recreation	-	5,112,707	-	-	-	-	5,112,707
Allocations to water and sewer fund	(3,310,000)	-	-	-	-	-	(3,310,000)
Bond issuance costs	-	-	770,954	-	-	-	770,954
Capital outlay	4,179,828	931,671	-	289,022	42,045	-	5,442,566
Debt service							
Principal	234,491	9,974	4,835,000	-	1,200,000	-	6,279,465
Interest and fiscal charges	24,059	-	844,350	-	378,790	-	1,247,199
Total expenditures	40,417,052	6,054,352	6,450,304	289,022	1,635,998	3,537,233	58,383,961
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	14,551,914	(65,339)	(6,448,351)	(233,857)	(1,052,698)	2,345,668	9,097,337

	General	Recreation	Debt Service	Facility Construction	Downtown TIF District	Nonmajor	Total
OTHER FINANCING SOURCES (USES)							
Premium on bonds issued	\$ -	\$ -	\$ 6,788,290	\$ -	\$ -	\$ -	\$ 6,788,290
Issuance of bonds	-	-	64,510,000	-	-	-	64,510,000
Payment to escrow agent	-	-	(65,859,968)	-	-	-	(65,859,968)
Transfers in	-	1,455,100	5,682,100	6,100,000	2,074,000	972	15,312,172
Transfers (out)	(13,021,600)	(215,600)	-	-	-	(2,074,972)	(15,312,172)
Capital lease issued	395,777	-	-	-	-	-	395,777
Sale of capital assets	3,212	-	-	-	-	-	3,212
Total other financing sources (uses)	(12,622,611)	1,239,500	11,120,422	6,100,000	2,074,000	(2,074,000)	5,837,311
NET CHANGE IN FUND BALANCES	1,929,303	1,174,161	4,672,071	5,866,143	1,021,302	271,668	14,934,648
FUND BALANCES, MAY 1	28,795,640	2,000,201	-	2,376,637	322,629	4,925,293	38,420,400
FUND BALANCES, APRIL 30	\$ 30,724,943	\$ 3,174,362	\$ 4,672,071	\$ 8,242,780	\$ 1,343,931	\$ 5,196,961	\$ 53,355,048

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2019

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 14,934,648
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	2,766,770
The Village accepted and received capital contributions that are capitalized and depreciated in the statement of activities	1,543,141
Sales of capital assets are reported as a proceed in governmental funds but as a gain (loss) from sale on the statement of activities	(27,390)
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds Depreciation of capital assets	(8,301,936)
The accretion of interest on the Series 2008B capital appreciation bonds is reported as interest expense and an increase in bonds payable in the statement of activities	(3,412,414)
The issuance of long-term debt and related costs are shown on the fund financial statements as other financing sources (uses) and current expenditures but are recorded as long-term liabilities and deferred outflows and inflows of resources on the government-wide statements Issuance of notes payable Payment to escrow agent Premium on bonds Capital leases	(64,510,000) 64,364,976 (5,293,298) (395,777)
The repayment of the principal portion of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities General obligation bonds Notes payable Capital leases	6,035,000 75,000 169,465
The change in accrued interest payable on long-term debt is reported as an expense on the statement of activities	76,182
Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities	333,762
Accretion of interest on notes payable is reported as interest expense on the statement of activities	(199,374)
The change in the Illinois Municipal Retirement Fund net pension liability and deferred outflows/inflows of resources is not a source or use of a financial resource	110,774
The change in the Police Pension Plan net pension liability and deferred outflows/inflows of resources is not a source or use of a financial resource	179,214
The change in the Firefighters' Pension Plan net pension liability and deferred outflows/inflows of resources is not a source or use of a financial resource	-
Changes in compensated absences are reported only in the statement of activities	(468,716)
Changes in net postemployment benefit assets are reported only in the statement of activities	(208,893)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 7,445,071

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUND

April 30, 2019

	Business-Type Activities Water and Sewer
CURRENT ASSETS	
Cash and cash equivalents	\$ 17,546,758
Investments	7,640,277
Receivables (net where applicable, of allowances for uncollectibles)	<u>1,822,360</u>
Total current assets	<u>27,009,395</u>
NONCURRENT ASSETS	
Capital assets not being depreciated	5,773,393
Capital assets being depreciated, net	<u>93,564,929</u>
Total noncurrent assets	<u>99,338,322</u>
Total assets	<u>126,347,717</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	1,173,897
OPEB items	<u>19,191</u>
Total deferred outflows of resources	<u>1,193,088</u>
Total assets and deferred outflows of resources	<u>127,540,805</u>
CURRENT LIABILITIES	
Accounts payable	1,441,859
Accrued liabilities	140,867
Accrued interest payable	142,024
Deposits payable	170,596
Note payable	1,368,793
Total OPEB liability	28,475
Compensated absences payable	<u>177,762</u>
Total current liabilities	<u>3,470,376</u>
LONG-TERM LIABILITIES	
General obligation bonds payable	15,167,688
Note payable	12,265,539
Net pension liability - IMRF	2,432,863
Total OPEB liability	653,809
Compensated absences payable	<u>248,286</u>
Total long-term liabilities	<u>30,768,185</u>
Total liabilities	<u>34,238,561</u>
DEFERRED INFLOWS OF RESOURCES	
Pension items - IMRF	422,445
OPEB items	<u>10,754</u>
Total deferred inflows of resources	<u>433,199</u>
Total liabilities and deferred inflows of resources	<u>34,671,760</u>
NET POSITION	
Net investment in capital assets	85,543,122
Unrestricted	<u>7,325,923</u>
TOTAL NET POSITION	<u><u>\$ 92,869,045</u></u>

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

**STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUND**

For the Year Ended April 30, 2019

	Business-Type Activities Water and Sewer
OPERATING REVENUES	
Charges for services	\$ 17,975,447
Fines and fees	936,888
Reimbursements	133,274
Total operating revenues	19,045,609
OPERATING EXPENSES EXCLUDING DEPRECIATION	
Operations	12,770,777
OPERATING INCOME BEFORE DEPRECIATION	6,274,832
Depreciation	3,939,833
OPERATING INCOME	2,334,999
NON-OPERATING REVENUES (EXPENSES)	
Property tax rebate	(58,680)
Gain on the sale of fixed assets	9,862
Investment income	307,893
Interest expense	(544,902)
Total non-operating revenues (expenses)	(285,827)
INCOME BEFORE TRANSFERS AND CONTRIBUTIONS	2,049,172
Transfers (out)	(244,111)
Contributions	672,242
CHANGE IN NET POSITION	2,477,303
NET POSITION, MAY 1	91,034,902
Change in accounting principle	(643,160)
NET POSITION, MAY 1, RESTATED	90,391,742
NET POSITION, APRIL 30	\$ 92,869,045

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND**

For the Year Ended April 30, 2019

	Business-Type Activities Water and Sewer
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 18,868,608
Payments to suppliers	(6,212,748)
Payments to employees	(5,285,096)
Payments to other funds	(3,310,000)
Net cash from operating activities	<u>4,060,764</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers (out)	<u>(244,111)</u>
Net cash from noncapital financing activities	<u>(244,111)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital assets purchased	(1,918,475)
Capital contributions	365,854
Proceeds from the sale of capital assets	9,862
Proceeds from the issuance of bonds	15,164,744
Principal payments - general obligation bonds	(1,245,000)
Principal payments - note payable	(1,335,205)
Interest paid	(579,826)
Net cash from capital and related financing activities	<u>10,461,954</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Sale of investments	(853,857)
Interest received	<u>307,893</u>
Net cash from investing activities	<u>(545,964)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<u>13,732,643</u>
CASH AND CASH EQUIVALENTS, MAY 1	<u>3,814,115</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 17,546,758</u></u>

(This statement is continued on the following page.)

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUND

For the Year Ended April 30, 2019

	Business-Type Activities
	Water and Sewer
RECONCILIATION OF OPERATING INCOME	
TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income	\$ 2,334,999
Adjustments to reconcile operating income to net cash from operating activities	
Depreciation	3,939,833
Property tax rebate	(58,680)
(Increase) decrease in Receivables	(170,516)
Increase (decrease) in Accounts payable	(2,005,608)
Accrued liabilities	6,863
Deposits payable	(6,485)
Pension items - IMRF	(23,216)
OPEB items	30,687
Compensated absences payable	12,887
NET CASH FROM OPERATING ACTIVITIES	\$ 4,060,764
NONCASH TRANSACTIONS	
Capital asset additions included in accounts payable and retainage payable	\$ 635,319
Contributions of capital assets	306,388

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

**STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS**

April 30, 2019

ASSETS

Cash and cash equivalents	\$ 246,031
Investments	
U.S. Treasury and agency securities	21,171,572
Municipal bonds	689,592
Money market mutual funds	623,220
Equity mutual funds	33,264,714
Prepaid items	1,159
Due from other funds	1,723
Accrued interest receivable	<u>114,278</u>
 Total assets	 <u>56,112,289</u>

LIABILITIES

Accounts payable	1,170
Due to other funds	<u>25,490</u>
 Total liabilities	 <u>26,660</u>

**NET POSITION RESTRICTED
FOR PENSIONS**

\$ 56,085,629

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS**

For the Year Ended April 30, 2019

ADDITIONS

Contributions

Employer	\$ 2,502,887
Employee	<u>843,013</u>

Total contributions	<u>3,345,900</u>
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Investment income

Net appreciation in fair value of investments	16,934
Interest and dividends	<u>3,380,086</u>

Total investment income	3,397,020
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Less investment expense	<u>(381,674)</u>
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Net investment income	<u>3,015,346</u>
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Total additions	<u>6,361,246</u>
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DEDUCTIONS

Administration	60,789
Benefits and refunds	
Benefits	<u>2,254,454</u>

Total deductions	<u>2,315,243</u>
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NET INCREASE	4,046,003
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**NET POSITION RESTRICTED
FOR PENSIONS**

May 1	<u>52,039,626</u>
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April 30	<u><u>\$ 56,085,629</u></u>
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See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Romeoville, Illinois (the Village), is located in Will County, Illinois and was first incorporated in 1895 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under a Board/Administrator form of government. The Village Board of Trustees consists of seven elected members that exercise all powers of the Village but are accountable to their constituents for all their actions. The Village provides the following services as authorized by its charter: public safety (police, fire, civil defense, and emergency medical), highways and streets, culture and recreation, public improvements, planning and zoning, and general administrative services.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village is a municipal corporation governed by an elected board. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component units. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made based upon the significance of its operational or financial relationship with the primary government. There are no component units that are required to be included in the Village's basic financial statements.

Joint Venture

Northern Will County Joint Action Water Agency - The Village entered into an intergovernmental agreement with the Villages of Bolingbrook, Homer Glen, Woodridge, and Lemont on December 13, 2011 to form the Northern Will County Joint Action Water Agency (JAWA). JAWA is a municipal corporation empowered to provide adequate supplies of water on an economic and efficient basis for member municipalities, public water districts, and other incorporated and unincorporated areas within such counties. Management consists of a Board of Directors comprised of one appointed representative from each member. The Village does not exercise any control over the activities of JAWA beyond its representation on the Board of Directors. The Village has approximately 25 member water connections, which represents 0.10% of total member water connections.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

The Village's financial statements include two pension trust funds:

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership, and two police employees elected by the membership constitute the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. PPERS is reported as a pension trust fund because of the Village's fiduciary responsibility.

Firefighters' Pension Employee Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension System (FPERS). FPERS functions for the benefit of those employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary, and two elected fire employees constitute the pension board. The Village and FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. FPERS is reported as a pension trust fund because of the Village's fiduciary responsibility.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: governmental, proprietary, and fiduciary.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for substantially all of the Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds restricted, committed, or assigned for the acquisition or construction of capital assets (capital projects funds), and the funds restricted, committed, or assigned for the servicing of long-term debt (debt service funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds). The Village does not utilize any internal service funds.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. The Village utilizes pension trust funds which are generally used to account for assets that the Village holds in a fiduciary capacity.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these financial statements, except for interfund services. 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 statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The services which are administered by the Village and accounted for in the General Fund include general government, public works, culture and recreation, and public safety.

The Debt Service Fund accounts for the repayment of governmental long-term debt. The Village has elected to present this fund as a major fund.

The Recreation Fund accounts for property taxes that are legally restricted for recreation purposes as well as other taxes and charges for services that are assigned for recreation purposes.

The Facility Construction Fund accounts for the cost of construction of new facilities in the Village, including the new Village Hall. The Village has elected to present this fund as a major fund.

The Downtown TIF District Fund accounts for the resources that are legally restricted for the redevelopment of the areas that fall within the TIF District boundaries which includes the Uptown Square Center. The revenue in this fund is mainly from funds imported from the contiguous Marquette TIF along with the collection of the TIF property tax increment created from the increase in the value of property within the district. The Village has elected to present this fund as a major fund.

The Village reports the following major proprietary fund:

The Water and Sewer Fund accounts for the provision of water and sewer services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection, financing, and related debt service.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The Village reports the following fiduciary funds:

The Village reports pension trust funds as fiduciary funds to account for the Police Pension Fund and the Firefighters' Pension Fund.

d. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes, telecommunication taxes and income taxes which use a 90-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Corporate personal property replacement taxes owed to the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

The Village reports unavailable/deferred and unearned revenue on its financial statements. Unavailable/deferred revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues arise when resources are received by the government before it has a legal claim to them such as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both the revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability or deferred inflow of resources for unearned and unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary fund considers its equity in pooled cash and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments with a maturity of one year or less when purchased are stated at cost or amortized cost. Investments with a maturity greater than one year and all pension fund investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Village categorizes the fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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; and Level 3 inputs are significant unobservable inputs.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Interfund Receivables/Payables

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” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when purchased.

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm water systems), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$25,000 for machinery and equipment, \$100,000 for property or building improvements, and \$150,000 for infrastructure and an estimated useful life in excess of one year. Easements are defined by the Village as assets with an initial, individual cost of more than \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. 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 are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	10-40
Equipment	5-30
Infrastructure	15-50

j. Compensated Absences

Vested or accumulated vacation and vested sick leave is reported as an expenditure and a fund liability of the governmental (General) fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation of proprietary funds and governmental activities are recorded as an expense and liability of those funds as the benefits accrue to employees.

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt, and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund financial statements. Bond premiums and discounts and gains/losses on refundings are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount and gains/losses on refundings. Issuance costs are reported as expenses.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form which or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include resolutions and ordinances (equally binding) approved by the Village. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. Although there is no formal policy, the authority to assign fund balance has been delegated to the Village's Director of Finance consistent with the intentions of the Village Board of Trustees. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned funds and then unassigned funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt issued to acquire or construct the capital assets.

m. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so it will not be recognized as an inflow of resources (revenue) until that time. These amounts are deferred and recognized as an inflow of resources in the period these amounts become available.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. Interfund Transactions

Interfund services are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

o. Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

a. Village Deposits and Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, The Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participant's fair value), and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members.

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy does not specifically address custodial credit risk. However, the Village's deposits are fully collateralized by the Federal Reserve Bank of New York.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2019:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
Certificate of deposit - negotiable	\$ 492,005	\$ -	\$ 492,005	\$ -	\$ -
U.S. Treasury notes	1,655,822	585,263	1,066,484	4,075	-
U.S. agencies - FFCB	2,258,703	2,258,703	-	-	-
U.S. agencies - FHLB	1,377,908	-	1,377,908	-	-
U.S. agencies - FHLMC	626,237	-	160,086	-	466,151
U.S. agencies - FNMA	3,426,394	247,730	405,814	-	2,772,850
IMET	10,211,214	10,211,214	-	-	-
TOTAL	\$ 20,048,283	\$ 13,302,910	\$ 3,502,297	\$ 4,075	\$ 3,239,001

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter-term securities, money market funds, or similar investment pools. To the extent possible, the Village shall attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than five years from the date of purchase in accordance with state and local statutes and ordinances.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk limiting investments to the safest types of securities; prequalifying the financial institutions, intermediaries, and advisors with which the Village will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized. IMET and The Illinois Funds are rated AAA. U.S. agency obligations are rated AAA. The bond mutual fund and negotiable certificates of deposit are not rated.

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts and a written custodial agreement. The Illinois Funds, IMET, and the bond mutual funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village limits its exposure by limiting investments to avoid over-concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); limiting investment in securities that have higher credit risks; investing in securities with varying maturities; and continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPS) or money market funds to ensure that proper liquidity is maintained in order to meet ongoing obligations.

The Village has the following recurring fair value measurements as of April 30, 2019. The U.S. Treasury notes, agency obligations, and negotiable certificates of deposit are valued using quoted matrix pricing models (Level 2 inputs). The bond mutual funds are valued using quoted prices (Level 1 inputs). The IMET 1 to 3 - Year Fund, a mutual fund, is measured based on the net asset value of the shares in IMET, which is based on the fair value of the underlying investments in the mutual fund (Level 3 input).

3. RECEIVABLES

a. Property Taxes

Property taxes for 2018 attach as an enforceable lien on January 1, 2018, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2019, and are payable in two installments, on or about June 1, 2019 and September 1, 2019. Tax increment financing (TIF) property tax receipts are received in two installments similar to levied taxes described above. TIF property taxes are not levied but are paid by the County from the incremental property tax receipts of all taxing bodies within a TIF District. The County collects such taxes and remits them periodically.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES (Continued)

a. Property Taxes (Continued)

As the 2018 tax levy is intended to fund expenditures for the 2019-2020 fiscal year, these taxes are deferred as of April 30, 2019.

The 2019 tax levy, which attached as an enforceable lien on property as of January 1, 2019, has not been recorded as a receivable as of April 30, 2019 as the tax has not yet been levied by the Village and will not be levied until December 2019 and, therefore, the levy is not measurable at April 30, 2019.

b. Other Receivables

Other receivables are comprised of the following at April 30, 2019:

Description	General	Recreation	Debt Service	Local Gas Tax	Total
Water utility	\$ 29,744	\$ -	\$ -	\$ -	\$ 29,744
Franchise fees	109,088	-	-	-	109,088
Utility taxes	471,311	-	-	-	471,311
Home rule gas tax	88,651	-	-	88,651	177,302
Food and beverage tax	153,584	-	-	-	153,584
Tax refund receivable	6,957	-	-	-	6,957
NSF checks	-	871	-	-	871
Hotel/motel tax	-	58,892	-	-	58,892
	<u>\$ 859,335</u>	<u>\$ 59,763</u>	<u>\$ -</u>	<u>\$ 88,651</u>	<u>\$ 1,007,749</u>

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2019 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 193,520,347	\$ -	\$ -	\$ 193,520,347
Construction in progress	2,126,212	703,478	2,427,733	401,957
Total capital assets not being depreciated	195,646,559	703,478	2,427,733	193,922,304
Capital assets being depreciated				
Buildings and improvements	92,356,389	3,344,391	-	95,700,780
Machinery and equipment	14,131,504	1,390,745	138,010	15,384,239
Infrastructure	166,322,370	1,299,030	-	167,621,400
Total capital assets being depreciated	272,810,263	6,034,166	138,010	278,706,419
Less accumulated depreciation for				
Buildings and improvements	19,680,845	2,786,477	-	22,467,322
Machinery and equipment	8,103,298	881,033	110,620	8,873,711
Infrastructure	98,380,384	4,634,426	-	103,014,810
Total accumulated depreciation	126,164,527	8,301,936	110,620	134,355,843
Total capital assets being depreciated, net	146,645,736	(2,267,770)	27,390	144,350,576
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 342,292,295	\$ (1,564,292)	\$ 2,455,123	\$ 338,272,880

Depreciation expense was charged to functions/programs of the governmental activities as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 639,875
Public safety	1,240,879
Public works	5,186,373
Culture and recreation	1,234,809
TOTAL DEPRECIATION EXPENSE -	
GOVERNMENTAL ACTIVITIES	\$ 8,301,936

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,276,150	\$ 170,000	\$ -	\$ 1,446,150
Construction in progress	2,400,056	1,927,187	-	4,327,243
Total capital assets not being depreciated	3,676,206	2,097,187	-	5,773,393
Capital assets being depreciated				
Buildings and improvements	1,068,601	-	-	1,068,601
Machinery and equipment	1,823,344	133,884	62,099	1,895,129
Infrastructure	160,541,990	629,111	-	161,171,101
Total capital assets being depreciated	163,433,935	762,995	62,099	164,134,831
Less accumulated depreciation for				
Buildings and improvements	466,678	36,068	-	502,746
Machinery and equipment	1,181,931	105,324	62,099	1,225,156
Infrastructure	65,043,559	3,798,441	-	68,842,000
Total accumulated depreciation	66,692,168	3,939,833	62,099	70,569,902
Total capital assets being depreciated, net	96,741,767	(3,176,838)	-	93,564,929
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 100,417,973	\$ (1,079,651)	\$ -	\$ 99,338,322

5. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee health; and natural disasters.

The Village is a member of the Southwest Agency for Risk Management (SWARM) which is a public entity risk pool with eight member groups (villages and cities). The Village pays annual premiums to SWARM for its workers' compensation, general liability, and property coverages.

The cooperative agreement provides that SWARM will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$600,000 per occurrence for workers' compensation and \$50,000 for occurrences for general liability and \$100,000 for occurrences for property.

One representative from each member serves on the SWARM board and each board member has one vote on the board. None of its members have any direct equity interest in SWARM.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT (Continued)

The Village purchases commercial insurance to cover its employees for health and accident claims.

The Village has not had significant reductions in insurance coverage from the previous fiscal year nor did settlements exceed insurance coverage in any of the last three years.

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds, therefore, are reported in the proprietary funds if they are expected to be repaid from proprietary revenues. In addition, general obligation bonds have been issued to refund both general obligation bonds and revenue bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village.

b. Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2019:

	Balances May 1, Restated	Additions	Reductions	Balances April 30	Due Within One Year
General obligation bonds	\$ 32,065,000	\$ 64,510,000	\$ 6,035,000	\$ 90,540,000	\$ 6,655,000
General obligation capital appreciation bonds	60,952,562	3,412,414	64,364,976	-	-
Unamortized bond premiums	1,520,901	6,788,290	404,709	7,904,482	-
Capital leases	789,381	395,777	169,465	1,015,693	199,153
Tax increment revenue note payable	3,384,000	199,374	-	3,583,374	-
Note payable	1,544,790	-	75,000	1,469,790	75,000
Compensated absences*	5,449,791	1,592,025	1,123,309	5,918,507	1,775,552
Total OPEB liability*	4,378,097	266,325	-	4,644,422	190,562
Net pension liability - IMRF*	2,952,256	4,845,590	-	7,797,846	-
Net pension liability - Police*	20,020,972	-	1,891,443	18,129,529	-
Net pension liability - Fire*	1,574,665	456,088	-	2,030,753	-
TOTAL	\$ 134,632,415	\$ 82,465,883	\$ 74,063,902	\$ 143,034,396	\$ 8,895,267

*The General Fund resources are used to liquidate these liabilities.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

c. Business-Type Activities

The following is a summary of long-term obligation activity for the Village with business-type activities for the year ended April 30, 2019:

	Balances May 1	Additions	Reductions	Balances April 30	Due Within One Year
General obligation bonds	\$ 1,245,000	\$ 13,740,000	\$ 1,245,000	\$ 13,740,000	\$ -
Note payable	14,969,537	-	1,335,205	13,634,332	1,368,793
Unamortized bond premiums	7,360	1,424,744	4,416	1,427,688	-
Net pension liability - IMRF	914,990	1,517,873	-	2,432,863	-
Total OPEB liability	643,160	39,124	-	682,284	28,475
Compensated absences	413,161	285,047	272,160	426,048	177,762
TOTAL	\$ 18,193,208	\$ 17,006,788	\$ 2,856,781	\$ 32,343,215	\$ 1,575,030

d. Changes in Long-Term Liabilities

	Fund Debt Retired by	Balances May 1	Additions	Refundings/ Reductions	Balances April 30	Due Within One Year
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General Obligation Bonds

General Obligation Bonds, Series 2008A, dated June 30, 2008, provide for the serial retirement of bonds on December 20, 2010 through December 30, 2020 in amounts between \$400,000 and \$2,050,000. Interest is due on June 30 and December 30 of each year at rates varying from 3.250% to 4.125%.

Debt Service	\$ 2,600,000	\$ -	\$ 1,150,000	\$ 1,450,000	\$ 1,000,000
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General Obligation Refunding Bonds, Series 2008C, dated November 3, 2008, provide for the serial retirement of bonds on December 30, 2010 through December 30, 2018 in amounts between \$325,000 and \$1,245,000. Interest is due on June 30 and December 30 each year at rates varying from 3.50% to 4.00%.

Water and Sewer	1,245,000	-	1,245,000	-	-
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VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

	Fund Debt Retired by	Balances May 1	Additions	Refundings/ Reductions	Balances April 30	Due Within One Year
<u>General Obligation Bonds</u> (Continued)						
General Obligation Bonds, Series 2013A, dated July 30, 2013, provide for the serial retirement of bonds on December 30, 2014 through December 30, 2024 in amounts between \$605,000 and \$1,380,000. Interest is due on June 30 and December 30 of each year at rates of 2.50% to 4.10%.	Downtown TIF District	\$ 8,320,000	\$ -	\$ 1,200,000	\$ 7,120,000	\$ 1,225,000
General Obligation Bonds, Series 2013B, dated July 30, 2013, provide for the retirement of bonds on December 30, 2024 and December 30, 2025 in amounts of \$725,000 and \$1,450,000. Interest is due on June 30 and December 30 of each year at rates of 4%.	Downtown TIF District	2,175,000	-	-	2,175,000	-
General Obligation Refunding Bonds, Series 2014, dated November 3, 2014, provide for the retirement of bonds on December 30, 2015 through December 30, 2024 in amounts between \$370,000 and \$2,220,000. Interest is due on June 30 and December 30 of each year at rates varying from of 3% to 4%.	Debt Service/ Water and Sewer	3,755,000	-	1,345,000	2,410,000	370,000
General Obligation Refunding Bonds, Series 2016, dated May 3, 2016, provide for the retirement of bonds on December 30, 2017 through December 30, 2020 in amounts between \$1,745,000 and \$4,535,000. Interest is due on June 30 and December 30 of each year at a rate of 5%.	Debt Service	10,205,000	-	1,980,000	8,225,000	3,690,000

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

	Fund Debt Retired by	Balances May 1	Additions	Refundings/ Reductions	Balances April 30	Due Within One Year
<u>General Obligation Bonds</u> (Continued)						
General Obligation Refunding Bonds, Series 2016A, dated September 12, 2016, provide for the retirement of bonds on December 30, 2016 through December 30, 2029 in amounts between \$35,000 and \$480,000. Interest is due on June 30 and December 30 of each year at a rate of 2.00% to 2.25%.	Debt Service	\$ 5,010,000	\$ -	\$ 360,000	\$ 4,650,000	\$ 370,000
General Obligation Bonds, Series 2019, dated April 25, 2019, provide for the retirement of bonds on December 30, 2020 through December 30, 2039 in amounts between \$430,000 and \$985,000. Interest is due on June 30 and December 30 of each year at a rate of 4.00% to 5.00%.	Water and Sewer	-	13,740,000	-	13,740,000	-
General Obligation Refunding Bonds, Series 2019, dated April 25, 2019, provide for the retirement of bonds on December 30, 2020 through December 30, 2039 in amounts between \$1,390,000 and \$4,675,000. Interest is due on June 30 and December 30 of each year at a rate of 4.00% to 5.00%.	Debt Service	-	64,510,000	-	64,510,000	-
Total General Obligation Bonds		33,310,000	78,250,000	7,280,000	104,280,000	6,655,000
General Obligation (Capital Appreciation) Bonds, Series 2008B Bonds, dated June 30, 2008, provide for the serial retirement of bonds on December 30, 2021 through December 30, 2039 in amounts including interest between \$5,500,000 and \$6,500,000. Interest rates vary from 5.12% to 5.85% (includes accreted interest of \$12,684,834).	Debt Service	60,952,562	3,412,414	64,364,976	-	-

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

	Fund Debt Retired by	Balances May 1	Additions	Refundings/ Reductions	Balances April 30	Due Within One Year
Capital leases	General/ Recreation Fund	\$ 789,381	\$ 395,777	\$ 169,465	\$ 1,015,693	\$ 199,153
Note Payable, dated August 1, 2008, provides for retirement of principal on December 1 and June 1 of each year in the annual amounts between \$1,642,834 and \$1,701,150, including interest at 2.50% through December 1, 2027.	Water and Sewer	14,969,537	-	1,335,205	13,634,332	1,368,793
Note Payable, dated March 5, 2015, provides for retirement of principal on December 31 of each year in annual amounts between \$75,000 and \$1,319,790, including interest at 0% through December 31, 2021.	General Fund	1,544,790	-	75,000	1,469,790	75,000
*Tax Increment Revenue Note Payable, dated April 27, 2018, provides for interest at 7% due on June 30 and December 30 through April 27, 2038.	Upper Gateway North TIF	3,384,000	199,374	-	3,583,374	-
TOTAL		\$ 114,950,270	\$ 82,257,563	\$ 73,224,649	\$ 123,983,189	\$ 8,297,946

*The Tax Increment Revenue Note Payable was issued to reimburse developers for qualifying costs incurred in the Gateway North Upper tax increment financing (TIF) district and are repaid solely from TIF revenues. Since these revenues are not determinable, there is no debt service to maturity schedule. Part of the increase of \$199,374 in the Tax Increment Revenue Notes is interest due as of April 30, 2019 that accrues to the principal balance if not paid.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Governmental Activities			
	General Obligation Bonds		Note Payable	
	Principal	Interest	Principal	Interest
2020	\$ 6,655,000	\$ 2,880,068	\$ 75,000	\$ -
2021	6,995,000	3,483,778	75,000	-
2022	3,480,000	3,178,778	75,000	-
2023	4,105,000	3,043,878	1,319,790	-
2024	4,260,000	2,872,163	-	-
2025	4,350,000	2,690,693	-	-
2026	4,650,000	2,502,888	-	-
2027	3,350,000	2,297,938	-	-
2028	3,515,000	2,143,788	-	-
2029	3,670,000	1,981,988	-	-
2030	3,840,000	1,812,000	-	-
2031	3,495,000	1,666,800	-	-
2032	3,635,000	1,527,000	-	-
2033	3,780,000	1,381,600	-	-
2034	3,930,000	1,230,400	-	-
2035	4,090,000	1,073,200	-	-
2036	4,255,000	909,600	-	-
2037	4,425,000	739,400	-	-
2038	4,600,000	562,400	-	-
2039	4,785,000	378,400	-	-
2040	4,675,000	187,000	-	-
TOTAL	\$ 90,540,000	\$ 38,543,760	\$ 1,544,790	\$ -

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity (Continued)

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Business-Type Activities			
	General Obligation Bonds		Note Payable	
	Principal	Interest	Principal	Interest
2020	\$ -	\$ 406,326	\$ 1,335,205	\$ 365,945
2021	430,000	597,050	1,368,793	332,356
2022	450,000	575,550	1,403,227	297,923
2023	475,000	553,050	1,438,527	262,623
2024	500,000	529,300	1,474,715	226,435
2025	525,000	504,300	1,511,813	189,337
2026	550,000	478,050	1,549,845	151,305
2027	575,000	450,550	1,588,833	112,317
2028	605,000	421,800	1,628,802	72,348
2029	635,000	391,550	1,669,777	31,373
2030	665,000	359,800	-	-
2031	695,000	333,200	-	-
2032	720,000	305,400	-	-
2033	750,000	276,600	-	-
2034	780,000	246,600	-	-
2035	810,000	215,400	-	-
2036	845,000	183,000	-	-
2037	880,000	149,200	-	-
2038	915,000	114,000	-	-
2039	950,000	77,400	-	-
2040	985,000	39,400	-	-
TOTAL	\$ 13,740,000	\$ 7,207,526	\$ 14,969,537	\$ 2,041,962

f. Capital Lease Obligation

The Village leases vehicles and other equipment under capital leases, which expire between June 2018 and July 2025. Annual lease payments, including interest ranging from 0.00% to 6.39%, range from \$2,806 to \$64,009. The cost of the capital assets acquired under capital leases was \$2,240,084, all of which is included in governmental activities vehicles and machinery and equipment.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

f. Capital Lease Obligation (Continued)

Minimum future lease payments under the capital lease together with the present value of the net minimum lease payments as of April 30, 2019 are as follows:

Fiscal Year Ending April 30,	Payment
2020	\$ 238,112
2021	212,660
2022	205,496
2023	205,499
2024	149,290
2025	64,008
2026	64,009
Total minimum lease payments	1,139,074
Less amount representing interest	(123,381)
Present value of future minimum lease payments	1,015,693
Less current portion	(199,153)
LONG-TERM PORTION	<u>\$ 816,540</u>

g. Legal Debt Margin

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

“The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property ... (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: ... indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum ... shall not be included in the foregoing percentage amounts.”

To date, the General Assembly has set no limits for home rule municipalities.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

h. Conduit Debt

In a prior fiscal year, the Village issued Adjustable Rate Demand Revenue Bonds to Lewis University (the University) for the purpose of financing. These bonds are collateralized only by the revenue of the University and are not considered liabilities or contingent liabilities of the Village. The principal amount of the series could not be determined; however, the original issue amount of the bonds was \$44,950,000.

In a prior fiscal year, the Village issued Revenue Bonds to the University for the purpose of financing. These bonds are collateralized only by the revenue of the University and are not considered liabilities or contingent liabilities of the Village. The principal amount of the series could not be determined; however, the original issue amount of the bonds was \$24,300,000.

On March 17, 2015, the Village issued Revenue Bonds to the University for the purposes of financing and partially refunding \$18,520,000 worth of the 2006 Revenue Bonds issued to the University. These bonds are collateralized only by the revenue of the University and are not considered liabilities or contingent liabilities of the Village. The original issue amount of the bonds was \$38,995,000.

In a prior fiscal year, the Village issued Industrial Development Revenue Bonds to CGI Real Estate, LLC (the Company) for the purpose of financing. These bonds are collateralized only by the revenue of the Company and are not considered liabilities or contingent liabilities of the Village. The principal amount of the series could not be determined; however, the original issue amount of the bonds was \$5,500,000.

7. INDIVIDUAL FUND DISCLOSURES

a. Interfund Transactions

Due from/to other funds at April 30, 2019 consist of the following:

Fund	Due From	Due To
General	\$ 25,490	\$ 1,723
Fiduciary funds		
Police Pension	1,723	25,490
TOTAL ALL FUNDS	\$ 27,213	\$ 27,213

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers

Transfers between funds during the year were as follows:

Fund	Transfers In	Transfers Out
General	\$ -	\$ 13,021,600
Recreation	1,455,100	215,600
Debt service	5,682,100	-
Downtown TIF District	2,074,972	-
Facility Construction	6,100,000	-
Nonmajor Governmental		
Marquette Center TIF District	-	2,074,972
Water and Sewer	-	244,111
Governmental Activities	244,111	-
TOTAL ALL FUNDS	\$ 15,556,283	\$ 15,556,283

The purposes of significant interfund transfers are as follows:

- \$1,455,100 transferred from the General Fund to the Recreation Fund to support recreation department projects and costs.
- \$6,100,000 transferred from the General Fund to the Facility Construction Fund to support capital and construction projects.
- \$5,466,500 transferred from the General Fund to the Debt Service Fund to lessen the property tax burden on residents.
- \$200,000 transferred from Real Estate Transaction Fund to the Debt Service Fund to lessen the property tax burden on residents.
- \$2,074,000 transferred from the Marquette Center TIF District Fund to the Downtown TIF District Fund for various TIF related projects. The main financing mechanism for the Downtown TIF District Fund will be the Marquette TIF District Fund.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers (Continued)

- \$244,111 of capital assets transferred from the Water and Sewer Fund to Governmental Activities.

8. DEVELOPMENT ASSISTANCE

The Village has entered into various agreements with private organizations to encourage economic development in the Village. These agreements provide for rebating a portion of state shared sales taxes to the private organizations if certain benchmarks of development are achieved. During the fiscal year ended April 30, 2019, approximately \$504,394 in state shared sales tax rebates were incurred under these agreements. Future contingent rebates of approximately \$13,058,227 in state shared sales taxes may be rebated if certain criteria are met in future years.

9. TAX ABATEMENTS

The Village rebates local home rule sales taxes, food and beverage taxes, certain incremental property taxes generated by a tax increment financing district to encourage economic development in the Village. The terms of these rebate arrangements are specified within written agreements with the business concerned as allowed under the Illinois Compiled Statute Municipal Code (65 ILCS 5/8-11-20). Certain rebates may be recaptured if the subject development ceases to operate as intended for the periods described in the agreements. These agreements are authorized through formal approval by the Village Board of Trustees. The Village rebated \$3,955,188 of home rule sales taxes, food and beverage taxes, and property taxes during the year ended April 30, 2019. Future contingent rebates of approximately \$38,989,357 in home rule sales taxes, food and beverage taxes, and property taxes may be rebated if certain criteria are met in future years.

10. CONTINGENT LIABILITIES

a. Litigation

The Village has been sued by an entity claiming damages related to a ruptured oil pipeline in September 2010. A motion for summary judgment in favor of the Village was granted on August 10, 2016. A further order was entered that granted final judgment in favor of the Village on all remaining claims against the Village. These rulings have been appealed and a resolution of the appeal could take at least one year.

10. CONTINGENT LIABILITIES

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time; although, the Village expects such amounts, if any, to be immaterial.

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care (OPEB) benefits for retirees and disabled employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions, and any employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's General Fund and Water and Sewer Fund.

b. Benefits Provided

The Village provides OPEB to its retirees and certain disabled employees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans or meet COBRA requirements. All retirees contribute 100% of the premium to the Plan to cover the cost of providing the benefits to the retirees via the health insurance plan (pay as you go), which results in an implicit subsidy to the Village. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the Village is required to pay 100% of the cost of basic health insurance for the employee and their dependents for their lifetime. As of April 30, 2019, the Village had one disabled retiree receiving benefits under this statute.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Benefits Provided (Continued)

All health care benefits are provided through the Village's insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Eligibility in village sponsored health care plans is discontinued upon eligibility for federally sponsored health care benefits.

c. Membership

At April 30, 2019 (census date), membership consisted of:

Inactive employees or beneficiaries currently receiving benefit payments	45
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>211</u>
TOTAL	<u>256</u>

d. Total OPEB Liability

The Village's total OPEB liability of \$5,326,706 was measured as of April 30, 2019 and was determined by an actuarial valuation as of that date.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2019, as determined by an actuarial valuation as of April 30, 2019 actuarial valuation, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Actuarial value of assets	Market value
Inflation	2.50%
Salary Increases	3.53% to 14.25%
Discount rate	3.79%
Healthcare cost trend rates	4.50% to 8.50% 4.50% Ultimate

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS

e. Actuarial Assumptions and Other Inputs (Continued)

Police employees that suffer a catastrophic injury or are killed in the line of duty may receive 100% village paid lifetime coverage for the employee, their spouse, and each dependent child under the Public Safety Employee Benefits Act.

The discount rate was based on the index rate for tax - exempt general obligation municipal bonds rated AA or better at April 30, 2019.

Mortality rates for healthy actives and retirees were based on RPH-2018 Total Dataset Mortality Table fully generational using scale MP-2018. Mortality rates for disabled retirees were based on RPH-2018 Disabled Retiree Mortality Table fully generational using scale MP-2018.

The actuarial assumptions used in the April 30, 2019 valuation are based on 40% participation assumed, with 56% electing spouse coverage.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2018	<u>\$ 5,021,257</u>
Changes for the period	
Service cost	245,595
Interest	204,788
Difference between expected and actual experience	168,553
Changes in benefit terms	-
Changes in assumptions	(94,450)
Benefit payments	(219,037)
Other changes	<u>-</u>
Net changes	<u>305,449</u>
BALANCES AT APRIL 30, 2019	<u>\$ 5,326,706</u>

There were changes in assumptions related to the discount rate, mortality rates, and health care trend rate, in addition the decrements were changed to those in the most recent IMRF.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Village calculated using the discount rate of 3.79% (3.97% in the prior year) as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.79%) or 1 percentage point higher (4.79%) than the current rate:

	1% Decrease (2.79%)	Current Discount Rate (3.79%)	1% Increase (4.79%)
Total OPEB liability	\$ 5,967,362	\$ 5,326,706	\$ 4,789,918

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 4.50% to 8.50% as well as what the Village's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (3.50% to 7.50%) or 1 percentage point higher (5.50% to 9.50%) than the current rate:

	1% Decrease (3.50% to 7.50%)	Current Healthcare Rate (4.50% to 8.50%)	1% Increase (5.50% to 9.50%)
Total OPEB liability	\$ 4,687,074	\$ 5,326,706	\$ 6,103,339

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

For the year ended April 30, 2019, the Village recognized OPEB expense of \$458,617. At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 149,825	\$ -
Changes in assumptions	-	83,956
TOTAL	\$ 149,825	\$ 83,956

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

- h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

<u>Year Ending</u> <u>April 30,</u>	
2020	\$ 8,234
2021	8,234
2022	8,234
2023	8,234
2024	8,234
Thereafter	<u>24,699</u>
 TOTAL	 <u>\$ 65,869</u>

12. DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions, and employer contributions for all three plans are governed by ILCS and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained at www.imrf.org or by writing to Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

Plan Administration

All employees (other than those covered by the Police Pension Plan or the Firefighters' Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2018, membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	100
Inactive employees entitled to but not yet receiving benefits	85
Active employees	<u>158</u>
 TOTAL	 <u><u>343</u></u>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided (Continued)

IMRF also provides death and disability benefits. These benefit provisions are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended April 30, 2019 was 11.61% of covered payroll.

Actuarial Assumptions

The Village's net pension liability was measured as of December 31, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2018
Actuarial cost method	Entry-age normal
Asset valuation method	Market value
Assumptions	
Price inflation	2.50%
Salary increases	3.39% to 14.25%
Investment rate of return	7.25%
Cost of living adjustments	3.50%

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

For non disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's 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.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2018	\$ 50,051,536	\$ 46,184,290	\$ 3,867,246
Changes for the period			
Service cost	1,186,132	-	1,186,132
Interest	3,731,697	-	3,731,697
Difference between expected and actual experience	(64,371)	-	(64,371)
Employer contributions	-	1,316,897	(1,316,897)
Assumption changes	1,810,522	-	1,810,522
Employee contributions	-	499,202	(499,202)
Net investment income	-	(2,218,315)	2,218,315
Benefit payments and refunds	(1,777,275)	(1,777,275)	-
Other (net transfer)	-	702,733	(702,733)
Net changes	4,886,705	(1,476,758)	6,363,463
BALANCES AT DECEMBER 31, 2018	\$ 54,938,241	\$ 44,707,532	\$ 10,230,709

Changes in assumptions related to the discount rate were made in 2018.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2019, the Village recognized pension expense of \$1,784,069.

At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 226,655	\$ 612,324
Assumption changes	1,498,384	1,164,147
Net difference between projected and actual earnings on pension plan investments	2,854,361	-
Employer contributions after the measurement date	357,091	-
TOTAL	\$ 4,936,491	\$ 1,776,471

\$357,091 reported as deferred outflows of resources related to pensions resulting from village contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending April 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Fiscal Year Ending April 30,	
2019	\$ 911,721
2020	394,556
2021	248,613
2022	1,121,128
2023	126,911
Thereafter	-
TOTAL	\$ 2,802,929

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 7.25% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 18,543,860	\$ 10,230,709	\$ 3,505,423

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan (the Plan). Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Plan as a pension trust fund.

The Plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village's Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

The Plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required and benefits and refunds are recognized as an expense and liability when due and payable.

Administrative costs are financed through contributions and investment income.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Plan Membership

At April 30, 2019, the Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	28
Inactive plan members entitled to but not yet receiving benefits	7
Active plan members	<u>66</u>
 TOTAL	 <u><u>101</u></u>

Benefits Provided

The Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to 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 annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension, and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Benefits Provided (Continued)

salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions

Covered employees are required to contribute 9.91% of their base salary to the Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Plan. However, the Village has elected to fund 100% of the past service cost by 2040. For the year ended April 30, 2019, the Village's contribution was 34.69% of covered payroll.

Investment Policy

The Police Pension Fund's (the Fund) investment policy authorizes the Fund to invest in all investments allowed by ILCS. These include deposits/investments in insured commercial banks, savings and loan institutions, interest-bearing obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township, or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, mutual funds, and The Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participant's fair value).

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Description (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

During the year, there were no changes to the investment policy.

It is the policy of the Fund to invest its funds with care, skill, prudence, and diligence, using the “prudent person” standard for managing the overall portfolio.

The Fund’s investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target Allocations	Long-Term Expected Real Rate of Return
Large Cap Domestic Equity	35.00%	6.70%
Small Cap Domestic Equity	20.00%	8.50%
International Equity	10.00%	6.50%
Fixed Income	35.00%	1.70%

Asset class returns and risk premium data are from Morningstar Analyst Research Center – SBBI Data for the period of 12/31/1925 through 12/31/2018. International Equity = the MSCI EAFE Index 12/31/1969 through 12/31/2018. Long-term returns for the asset classes are calculated on a geometric mean basis.

Investment Valuations

All pension fund investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Investment Rate of Return

For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.66%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Description (Continued)

Police Pension Plan (Continued)

Deposits with Financial Institutions

The Fund's investment policy requires deposits to be insured by the Federal Deposit Insurance Corporation (FDIC).

Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2019:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater Than 10
U.S. agencies - FNMA	\$ 1,074,255	\$ -	\$ -	\$ -	\$ 1,074,255
U.S. agencies - FHLMC	186,046	-	-	-	186,046
U.S. agencies - GNMA	14,738,860	-	-	2,758	14,736,102
TOTAL	\$ 15,999,161	\$ -	\$ -	2,758	\$ 15,996,403

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Fund's investment policy does not specifically address interest rate risk. The Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Fund limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Fund's investment policy does not specifically address credit risk. The U.S. agencies are rated AAA.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. The investment policy does not specifically address custodial credit risk for investments. However, the Fund investment policy requires purchases by brokers reporting to the Federal Reserve Bank of New York or local (Chicago Area) brokers meeting the standards set forth by the Federal Reserve Bank. Pursuant to ILCS Chapter 108 1/2, Article 1-113 at Paragraph 16, all investments of the Fund shall be clearly held to indicate ownership by the Fund.

Fair Value Measurement

The Fund has the following recurring fair value measurements as of April 30, 2019. The equity mutual funds are valued using quoted prices (Level 1 inputs). The U.S. Treasury and agency obligations are valued using evaluated pricing (Level 2 inputs). The money market mutual funds are valued at amortized cost, which approximates fair value.

Discount Rate

The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's 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.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2018	\$ 62,868,434	\$ 42,847,462	\$ 20,020,972
Changes for the period			
Service cost	1,523,010	-	1,523,010
Interest	4,439,121	-	4,439,121
Difference between expected and actual experience	(2,522,736)	-	(2,522,736)
Employer contributions	-	2,104,243	(2,104,243)
Assumption changes	(180,841)	-	(180,841)
Employee contributions	-	661,199	(661,199)
Net investment income	-	2,433,899	(2,433,899)
Benefit payments and refunds	(1,950,870)	(1,950,870)	-
Other (net transfer)	-	(49,344)	49,344
Net changes	1,307,684	3,199,127	(1,891,443)
BALANCES AT APRIL 30, 2019	\$ 64,176,118	\$ 46,046,589	\$ 18,129,529

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates. The mortality rates have been changed to the RP-2014 Mortality Table with a blue collar adjustment, with generational improvement MP-2018 applied from 2013.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2019 using the following actuarial methods and assumptions:

Actuarial valuation date	April 30, 2019
Actuarial cost method	Entry-age normal
Asset valuation method	Market value
Assumptions	
Inflation	2.50%
Salary increases	5.50%
Investment rate of return	7.00%
Cost of living adjustments	3.00% (1.25% for Tier 2)

Mortality rates were based on the RP-2014 Mortality Table with a blue collar adjustment, with generational improvement scale MP-2017 applied from 2013. The other non-economic actuarial assumptions used in the April 30, 2019 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated October 5, 2017.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 7% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate:

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Discount Rate Sensitivity (Continued)

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Net pension liability	\$ 28,629,206	\$ 18,129,529	\$ 9,697,832

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2019, the Village recognized police pension expense of \$1,925,029.

At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (5,375,184)
Changes in assumptions	2,173,942	(155,007)
Net difference between projected and actual earnings on pension plan investments	9,223	-
TOTAL	\$ 2,183,165	\$ 5,530,191

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the police pension will be recognized in pension expense as follows:

Fiscal Year Ending April 30,	
2020	\$ (399,140)
2021	(979,928)
2022	(679,638)
2023	(531,390)
2024	(370,703)
Thereafter	<u>(386,227)</u>
TOTAL	<u>\$ (3,347,026)</u>

Firefighters' Pension Plan

Plan Administration

Fire sworn personnel are covered by the Firefighters' Pension Plan (the Plan). Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by ILCS (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Plan as a pension trust fund.

The Plan is governed by a five-member Board of Trustees. Two members of the Board of Trustees are appointed by the Village's Mayor, one member is elected by pension beneficiaries and two members are elected by active firefighter employees.

The Plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required and benefits and refunds are recognized as an expense and liability when due and payable.

Administrative costs are financed through contributions and investment income.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Plan Membership

At April 30, 2019, the Plan membership consisted of:

Inactive plan members or beneficiaries currently receiving benefits	6
Inactive plan members entitled to but not yet receiving them	4
Active plan members	<u>19</u>
 TOTAL	 <u><u>29</u></u>

Benefits Provided

The Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Benefits Provided (Continued)

75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}\%$ for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

Contributions

Covered employees are required to contribute 9.455% of their base salary to the Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past services costs for the Plan. However, the Village has elected to fund 100% of the past service cost by 2040. For the year ended April 30, 2019, the Village's contribution was 21.21% of covered payroll.

Investment Policy

The Firefighters' Pension Fund's (the Fund) investment policy authorizes the Fund to invest in all investments allowed by ILCS. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, separate accounts that are managed by life insurance companies, mutual funds, The Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participant's fair value), and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Investment Policy (Continued)

During the year, there were no changes to the investment policy.

It is the policy of the Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and return on investment.

The Fund's investment policy in accordance with ILCS establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Large Cap Domestic Equity	28.00%	6.50%
Small Cap Domestic Equity	8.00%	8.30%
International Equity	4.00%	6.30%
Fixed Income	60.00%	1.50%

Asset class returns and risk premium data are from Morningstar Analyst Research Center - SBBI Data for the period of 12/31/1925 through 12/31/2018. International Equity = the MSCI EAFE Index 12/31/1969 through 12/31/2018. Long-term returns for the asset classes are calculated on a geometric mean basis.

Investment Valuations

All pension fund investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Investment Rate of Return

For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 6.11%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

The Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance. The Fund shall have a perfected security interest in such securities which shall be free of any claims to the rights to these securities other than any claims by the custodian which are subordinate to the Fund's claims to rights to these securities.

Interest Rate Risk

The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2019:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater Than 10
U.S. Treasury notes	\$ 837,844	\$ 105,313	\$ 404,922	\$ 327,609	\$ -
U.S. agencies - GNMA	162	-	-	-	162
U.S. agencies - FFCB	1,964,253	99,903	243,619	1,620,731	-
U.S. agencies - FHLB	1,931,961	-	802,083	1,129,878	-
U.S. agencies - FHLMC	117,303	-	69,659	47,644	-
U.S. agencies - FMNA	148,226	-	74,178	74,048	-
U.S. agencies - Tennessee Valley Authority	172,662	-	-	172,662	-
Municipal bonds	689,592	70,514	379,234	239,844	-
TOTAL	\$ 5,862,003	\$ 275,730	\$ 1,973,695	\$ 3,612,416	\$ 162

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market. The Fund's investment policy requires that the average maturity and duration of the portfolio be maintained at approximately five years and range from two to seven years.

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Credit Risk

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Fund limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Fund's investment policy does not specially address credit risk. The U.S. agencies are rated AA+ to AAA and the municipal bonds have ratings from AAA to AA-.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. The Fund's investment policy requires an independent third-party institution to act as custodian for its securities. Investments of the Fund will be registered in the name of the Fund and placed with a custodian approved by the Fund's Board so long as the custodian meets the requirement of state statutes. Custody arrangements shall be documented by an approved written agreement. The agreement may be in the form of a safekeeping agreement, trust agreement, escrow agreement or custody agreement.

Fair Value Measurement

The Fund has the following recurring fair value measurements as of April 30, 2019. The equity mutual funds are valued using quoted prices (Level 1 inputs). The U.S. Treasury and agency obligations and municipal bonds are valued using quoted matrix pricing models (Level 2 inputs). The money market mutual funds are valued at amortized cost, which approximates fair value.

Discount Rate

The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Discount Rate

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.

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT MAY 1, 2018	\$ 10,766,830	\$ 9,192,165	\$ 1,574,665
Changes for the period			
Service cost	513,062	-	513,062
Interest	778,967	-	778,967
Difference between expected and actual experience	348,718	-	348,718
Employer contributions	-	398,644	(398,644)
Assumption changes	(34,200)	-	(34,200)
Employee contributions	-	181,814	(181,814)
Net investment income	-	581,446	(581,446)
Benefit payments and refunds	(303,584)	(303,584)	-
Other (net transfer)	-	(11,445)	11,445
Net changes	1,302,963	846,875	456,088
BALANCES AT APRIL 30, 2019	\$ 12,069,793	\$ 10,039,040	\$ 2,030,753

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates. The mortality rates have been changed to the RP-2014 Mortality Table with a blue-collar adjustment, with improvement scale MP-2018 applied generationally from 2013.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2019 using the following actuarial methods and assumptions:

Actuarial valuation date	April 30, 2019
Actuarial cost method	Entry-age normal
Asset valuation method	Market value
Assumptions	
Inflation	2.50%
Salary increases	5.50%
Investment rate of return	7.00%
Cost of living adjustments	3.00% (1.25% for Tier 2)

Mortality rates were based on the RP-2014 Mortality Table with a blue collar adjustment, with improvement scale MP-2017 applied generationally from 2013. The other non-economic actuarial assumptions used in the April 30, 2019 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated October 5, 2017.

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Village calculated using the discount rate of 7% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate:

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Net pension liability	\$ 4,213,145	\$ 2,030,753	\$ 296,132

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2019, the Village recognized firefighters' pension expense of \$724,707.

At April 30, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to the firefighters' pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 814,296	\$ (111,201)
Changes in assumptions	266,271	(30,780)
Net difference between projected and actual earnings on pension plan investments	<u>294,624</u>	<u>-</u>
TOTAL	<u>\$ 1,375,191</u>	<u>\$ 141,981</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the firefighters' pension will be recognized in pension expense as follows:

Fiscal Year Ending April 30,	
2020	\$ 255,791
2021	175,012
2022	163,121
2023	118,780
2024	104,520
Thereafter	<u>415,986</u>
TOTAL	<u>\$ 1,233,210</u>

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

13. PRIOR PERIOD ADJUSTMENT/CHANGE IN ACCOUNTING PRINCIPLE

In 2019, the Village implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. With the implementation, the Village is required to retroactively record the total post employment benefit liability. The Village also had a prior period adjustment relating to compensated absences to record payable for Trustees serving more than eight years.

	<u>Increase (Decrease)</u>
PRIOR PERIOD ADJUSTMENT/ CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES	
To write-off the net OPEB obligation	\$ 393,696
To record the total OPEB Liability	(4,378,097)
To correct compensated absences	<u>(1,566,588)</u>
 TOTAL PRIOR PERIOD ADJUSTMENT CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES	 <u>\$ (5,550,989)</u>
	 <u>Increase (Decrease)</u>
CHANGE IN ACCOUNTING PRINCIPLE - BUSINESS TYPE ACTIVITIES	
To record the total OPEB Liability	<u>\$ (643,160)</u>
 TOTAL CHANGE IN ACCOUNTING PRINCIPLE - BUSINESS-TYPE ACTIVITIES	 <u><u>\$ (643,160)</u></u>

14. SUBSEQUENT EVENT

On November 13, 2019, the Village issued \$20,250,000 Taxable General Obligation Bonds, Series 2019B, to finance athletic center facility construction and improvements within the Downtown Area Tax Increment Financing Redevelopment Project Area. Interest is payable semiannually on June 30 and December 30 of each year, commencing June 30, 2020. Principal is due in amounts from \$685,000 to \$1,335,000 with final maturity on December 30, 2039.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ROMEOVILLE, ILLINOIS**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 11,998,000	\$ 12,048,311	\$ 50,311
Other taxes	15,314,000	16,699,722	1,385,722
Fines and forfeits	762,000	700,377	(61,623)
Licenses and permits	2,714,300	2,810,411	96,111
Charges for services	6,711,000	7,052,230	341,230
Intergovernmental	12,889,700	14,318,143	1,428,443
Investment income	80,000	829,845	749,845
Other	907,900	509,927	(397,973)
Total revenues	51,376,900	54,968,966	3,592,066
EXPENDITURES			
General government	11,914,300	10,068,796	(1,845,504)
Public safety	20,931,000	19,923,766	(1,007,234)
Public works	9,756,000	9,296,112	(459,888)
Allocation to water and sewer fund	(3,310,000)	(3,310,000)	-
Debt service			
Principal	351,500	234,491	(117,009)
Interest and fiscal charges	24,600	24,059	(541)
Capital outlay	4,325,600	4,179,828	(145,772)
Total expenditures	43,993,000	40,417,052	(3,575,948)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,383,900	14,551,914	7,168,014
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(7,521,600)	(13,021,600)	(5,500,000)
Lease proceeds	122,700	395,777	273,077
Sale of capital assets	15,000	3,212	(11,788)
Total other financing sources (uses)	(7,383,900)	(12,622,611)	(5,238,711)
NET CHANGE IN FUND BALANCE	\$ -	1,929,303	\$ 1,929,303
FUND BALANCE, MAY 1		28,795,640	
FUND BALANCE, APRIL 30		\$ 30,724,943	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 2,597,600	\$ 2,593,754	\$ (3,846)
Other taxes	1,001,500	1,381,572	380,072
Charges for services	1,927,200	1,884,992	(42,208)
Intergovernmental	56,000	-	(56,000)
Investment income	3,000	58,331	55,331
Other	460,600	70,364	(390,236)
Total revenues	6,045,900	5,989,013	(56,887)
EXPENDITURES			
Culture and recreation			
Operations			
Salaries	515,300	531,006	15,706
Contractual	61,400	56,496	(4,904)
Commodities	177,300	23,811	(153,489)
Other	242,800	241,392	(1,408)
Recreation programs			
Salaries	1,268,000	1,224,319	(43,681)
Contractual	190,500	133,674	(56,826)
Commodities	461,700	396,258	(65,442)
Park maintenance			
Salaries	906,500	813,213	(93,287)
Contractual	419,900	342,854	(77,046)
Commodities	75,400	68,358	(7,042)
Athletic and event center			
Salaries	411,000	314,292	(96,708)
Contractual	176,000	99,376	(76,624)
Commodities	208,600	175,667	(32,933)
Recreation center			
Salaries	471,100	386,615	(84,485)
Contractual	352,500	257,185	(95,315)
Commodities	38,500	48,191	9,691
Debt service			
Principal	18,400	9,974	(8,426)
Interest and fiscal charges	1,000	-	(1,000)
Capital outlay			
Improvements	1,416,600	931,671	(484,929)
Total expenditures	7,412,500	6,054,352	(1,358,148)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,366,600)	(65,339)	1,301,261
OTHER FINANCING SOURCES (USES)			
Transfers in	1,455,100	1,455,100	-
Transfers (out)	(215,600)	(215,600)	-
Total other financing sources (uses)	1,239,500	1,239,500	-
NET CHANGE IN FUND BALANCE	\$ (127,100)	1,174,161	\$ 1,301,261
FUND BALANCE, MAY 1		2,000,201	
FUND BALANCE, APRIL 30		\$ 3,174,362	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Four Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2019	2018	2017	2016
Actuarially determined contribution	\$ 1,257,609	\$ 1,393,400	\$ 1,333,229	\$ 1,288,895
Contributions in relation to the actuarially determined contribution	1,257,609	1,393,400	1,333,229	1,288,895
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 11,202,194	\$ 11,468,545	\$ 11,255,847	\$ 11,103,605
Contributions as a percentage of covered payroll	11.23%	12.15%	11.84%	11.61%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of December 31, each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 26 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 3.75% to 14.50% compounded annually and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND**

Last Five Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 1,866,943	\$ 1,855,887	\$ 1,990,487	\$ 1,634,774	\$ 1,525,992
Contributions in relation to the actuarially determined contribution	2,104,243	1,856,992	1,991,448	1,696,960	1,526,555
CONTRIBUTION DEFICIENCY (Excess)	\$ (237,300)	\$ (1,105)	\$ (961)	\$ (62,186)	\$ (563)
Covered payroll	\$ 6,066,051	\$ 6,048,420	\$ 5,789,093	\$ 5,567,300	\$ 5,659,915
Contributions as a percentage of covered payroll	34.69%	30.70%	34.40%	30.48%	26.97%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of the beginning of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed; and the amortization period was 22 years; the asset valuation method was five-year smoothing of asset gains and losses; and the significant actuarial assumptions were an investment rate of return at 7.00% annually; inflation at 2.50% annually; projected salary increases of 5.50% compounded annually; and postretirement benefit increases of 3.00% for Tier 1 employees and 1.25% for Tier 2 employees, respectively, compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIREFIGHTERS' PENSION FUND**

Last Five Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 336,097	\$ 322,222	\$ 308,304	\$ 281,582	\$ 294,170
Contributions in relation to the actuarially determined contribution	398,644	358,453	356,759	351,767	320,115
CONTRIBUTION DEFICIENCY (Excess)	\$ (62,547)	\$ (36,231)	\$ (48,455)	\$ (70,185)	\$ (25,945)
Covered payroll	\$ 1,879,145	\$ 1,678,478	\$ 1,692,697	\$ 1,619,587	\$ 1,559,039
Contributions as a percentage of covered payroll	21.21%	21.36%	21.08%	21.72%	20.53%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of the beginning of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed; and the amortization period was 22 years; the asset valuation method was five-year smoothing of asset gains and losses; and the significant actuarial assumptions were an investment rate of return at 7.00% annually; inflation at 2.50% annually; projected salary increases of 5.50% compounded annually; and postretirement benefit increases of 3.00% for Tier 1 employees and 1.25% for Tier 2 employees, respectively, compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Four Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2018	2017	2016	2015
TOTAL PENSION LIABILITY				
Service cost	\$ 1,186,132	\$ 1,247,485	\$ 1,237,003	\$ 1,218,649
Interest	3,731,697	3,675,671	3,455,568	3,189,281
Differences between expected and actual experience	(64,371)	(763,563)	(117,932)	655,543
Changes of assumptions	1,810,522	(1,666,246)	(140,990)	68,396
Benefit payments, including refunds of member contributions	(1,777,275)	(1,654,025)	(1,600,723)	(1,447,542)
Net change in total pension liability	4,886,705	839,322	2,832,926	3,684,327
Total pension liability - beginning	50,051,536	49,212,214	46,379,288	42,694,961
TOTAL PENSION LIABILITY - ENDING	\$ 54,938,241	\$ 50,051,536	\$ 49,212,214	\$ 46,379,288
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 1,316,897	\$ 1,379,376	\$ 1,333,740	\$ 1,380,697
Contributions - member	499,202	519,303	500,950	503,966
Net investment income	(2,218,315)	6,838,024	2,578,886	185,894
Benefit payments, including refunds of member contributions	(1,777,275)	(1,654,025)	(1,600,723)	(1,447,542)
Administrative expense/other	702,733	(896,592)	47,234	(445,117)
Net change in plan fiduciary net position	(1,476,758)	6,186,086	2,860,087	177,898
Plan fiduciary net position - beginning	46,184,290	39,998,204	37,138,117	36,960,219
PLAN FIDUCIARY NET POSITION - ENDING	\$ 44,707,532	\$ 46,184,290	\$ 39,998,204	\$ 37,138,117
EMPLOYER'S NET PENSION LIABILITY	\$ 10,230,709	\$ 3,867,246	\$ 9,214,010	\$ 9,241,171
Plan fiduciary net position as a percentage of the total pension liability	81.38%	92.27%	81.28%	80.07%
Covered payroll	\$ 11,029,284	\$ 11,498,216	\$ 11,125,719	\$ 11,103,605
Employer's net pension liability as a percentage of covered payroll	92.76%	33.63%	82.82%	83.23%

Notes to Required Supplementary Information

There was a change in the actuarial assumptions in 2015 and 2016 for the discount rate. There was a change in actuarial assumptions in 2017 for price inflation, salary increases, retirement age, and mortality rates. There was a change in the actuarial assumptions in 2018 for the discount rate and interest rate.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND**

Last Five Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY					
Service cost	\$ 1,523,010	\$ 1,432,911	\$ 1,411,858	\$ 1,447,846	\$ 1,428,441
Interest	4,439,121	4,134,786	3,941,538	3,859,408	3,275,007
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(2,522,736)	(1,726,012)	(722,969)	(3,056,233)	738,525
Changes of assumptions	(180,841)	2,389,068	89,374	823,214	3,149,390
Benefit payments, including refunds of member contributions	(1,950,870)	(1,995,563)	(1,964,783)	(1,765,114)	(1,616,149)
Net change in total pension liability	1,307,684	4,235,190	2,755,018	1,309,121	6,975,214
Total pension liability - beginning	62,868,434	58,633,244	55,878,226	54,569,105	47,593,891
TOTAL PENSION LIABILITY - ENDING	\$ 64,176,118	\$ 62,868,434	\$ 58,633,244	\$ 55,878,226	\$ 54,569,105
PLAN FIDUCIARY NET POSITION					
Contributions - employer	\$ 2,104,243	\$ 1,856,992	\$ 1,991,448	\$ 1,696,960	\$ 1,526,555
Contributions - member	661,199	636,153	599,070	552,258	559,263
Net investment income	2,433,899	3,481,196	3,929,399	(480,028)	2,361,031
Benefit payments, including refunds of member contributions	(1,950,870)	(1,995,563)	(1,964,783)	(1,765,114)	(1,616,149)
Administrative expense	(49,344)	(49,216)	(18,587)	(15,909)	(17,350)
Net change in plan fiduciary net position	3,199,127	3,929,562	4,536,547	(11,833)	2,813,350
Plan fiduciary net position - beginning	42,847,462	38,917,900	34,381,353	34,393,186	31,579,836
PLAN FIDUCIARY NET POSITION - ENDING	\$ 46,046,589	\$ 42,847,462	\$ 38,917,900	\$ 34,381,353	\$ 34,393,186
EMPLOYER'S NET PENSION LIABILITY	\$ 18,129,529	\$ 20,020,972	\$ 19,715,344	\$ 21,496,873	\$ 20,175,919
Plan fiduciary net position as a percentage of the total pension liability	71.75%	68.15%	66.38%	61.53%	63.03%
Covered payroll	\$ 6,587,836	\$ 6,066,051	\$ 6,048,420	\$ 5,567,300	\$ 5,659,915
Employer's net pension liability as a percentage of covered payroll	275.20%	330.05%	325.96%	386.13%	356.47%

Notes to Required Supplementary Information

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates for 2015, 2016, 2017, 2018, and 2019.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
FIREFIGHTERS' PENSION FUND**

Last Five Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY					
Service cost	\$ 513,062	\$ 458,792	\$ 460,019	\$ 438,355	\$ 455,750
Interest	778,967	669,990	599,321	551,987	446,079
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	348,718	413,049	223,440	(174,745)	31,952
Changes of assumptions	(34,200)	260,285	14,316	67,409	276,448
Benefit payments, including refunds of member contributions	(303,584)	(295,554)	(277,073)	(179,883)	(91,334)
Net change in total pension liability	1,302,963	1,506,562	1,020,023	703,123	1,118,895
Total pension liability - beginning	10,766,830	9,260,268	8,240,245	7,537,122	6,418,227
TOTAL PENSION LIABILITY - ENDING	\$ 12,069,793	\$ 10,766,830	\$ 9,260,268	\$ 8,240,245	\$ 7,537,122
PLAN FIDUCIARY NET POSITION					
Contributions - employer	\$ 398,644	\$ 358,453	\$ 356,759	\$ 351,767	\$ 320,115
Contributions - member	181,814	178,897	165,647	155,201	169,091
Net investment income	581,446	386,565	497,554	124,930	439,579
Benefit payments, including refunds of member contributions	(303,584)	(295,554)	(277,073)	(179,883)	(91,334)
Administrative expense	(11,445)	(9,996)	(7,015)	(10,433)	(10,826)
Net change in plan fiduciary net position	846,875	618,365	735,872	441,582	826,625
Plan fiduciary net position - beginning	9,192,165	8,573,800	7,837,928	7,396,346	6,569,721
PLAN FIDUCIARY NET POSITION - ENDING	\$ 10,039,040	\$ 9,192,165	\$ 8,573,800	\$ 7,837,928	\$ 7,396,346
EMPLOYER'S NET PENSION LIABILITY	\$ 2,030,753	\$ 1,574,665	\$ 686,468	\$ 402,317	\$ 140,776
Plan fiduciary net position as a percentage of the total pension liability	83.18%	85.38%	92.59%	95.12%	98.13%
Covered payroll	\$ 1,841,684	\$ 1,879,145	\$ 1,678,478	\$ 1,619,587	\$ 1,559,039
Employer's net pension liability as a percentage of covered payroll	110.27%	83.80%	40.90%	24.84%	9.03%

Notes to Required Supplementary Information

There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to mortality rates for 2015, 2016, 2017, 2018, and 2019.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN**

Last Fiscal Year

MEASUREMENT DATE APRIL 30,	2019
<hr/>	
TOTAL OPEB LIABILITY	
Service cost	\$ 245,595
Interest	204,788
Differences between expected and actual experience	168,553
Changes of benefit terms	-
Changes of assumptions	(94,450)
Benefit payments	<u>(219,037)</u>
Net change in total pension liability	305,449
Total OPEB liability - beginning	<u>5,021,257</u>
TOTAL OPEB LIABILITY - ENDING	<u><u>\$ 5,326,706</u></u>
Covered payroll	\$ 16,650,734
Employer's total OPEB liability as a percentage of covered payroll	31.99%

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION FUND**

Last Five Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expense	5.66%	8.95%	11.42%	(1.40%)	7.52%

Notes to Required Supplementary Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF INVESTMENT RETURNS
FIREFIGHTERS' PENSION FUND**

Last Five Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expense	6.11%	4.34%	6.02%	1.64%	6.33%

Notes to Required Supplementary Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2019

BUDGETS

Annual budgets are adopted for all governmental (except for the 2002A Construction Fund), proprietary, and pension trust funds. Budgets are adopted on a basis consistent with generally accepted accounting principles, except that proprietary funds are budgeted on a flow of current financial resources measurement focus. All annual appropriations lapse at fiscal year end.

The Finance Director submits a proposed operating budget to the governing body for review commencing the following May 1. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. The budget is legally enacted through passage of an ordinance. The budget may be amended by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. There were no budget amendments during the year.

During the fiscal year, expenditures exceeded budget for the following funds:

	<u>Final Budget</u>	<u>Actual</u>
Debt Service	\$ 5,682,100	\$ 6,450,304
Upper Gateway North TIF	1,500	3,001

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes			
Corporate levy	\$ 3,961,900	\$ 3,999,861	\$ 37,961
Fire protection levy	307,200	306,900	(300)
Police protection levy	570,000	569,685	(315)
Ambulance levy	681,800	680,860	(940)
Audit levy	50,000	49,485	(515)
Social security levy	1,300,000	1,298,688	(1,312)
Street levy	615,000	633,513	18,513
Refuse disposal levy	610,000	609,514	(486)
Tort immunity levy	1,400,000	1,398,865	(1,135)
Police pension levy	2,103,800	2,102,522	(1,278)
Fire pension levy	398,300	398,418	118
Total property taxes	11,998,000	12,048,311	50,311
Other taxes			
Utility			
Electric	3,360,000	3,253,843	(106,157)
Gas	1,050,000	1,215,515	165,515
Telephone	925,000	753,131	(171,869)
Water	315,000	297,561	(17,439)
Automobile	6,500	6,095	(405)
Home rule sales	6,580,000	7,637,044	1,057,044
Home rule gas	950,000	915,598	(34,402)
Real estate transfer	416,500	819,247	402,747
Food and beverage	1,475,000	1,524,692	49,692
Gaming tax	236,000	276,996	40,996
Total other taxes	15,314,000	16,699,722	1,385,722
Fines			
Court supervision fines - vehicle	30,000	-	(30,000)
Court	235,000	238,007	3,007
Administrative tickets	5,000	4,050	(950)
Parking tickets	50,000	39,405	(10,595)
Dog/animal	6,000	6,505	505
Forfeiture of Cash P.D.	125,600	158,051	32,451
False alarm	20,500	27,135	6,635
Vehicle impound fees	100,000	85,800	(14,200)
DUI	16,500	16,500	-
Arrest citation fines	-	2,400	2,400
Fire alarm monitoring	173,400	122,524	(50,876)
Total fines	762,000	700,377	(61,623)

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES (Continued)			
Licenses and permits			
Business licenses	\$ 185,000	\$ 294,719	\$ 109,719
Liquor licenses	105,000	106,000	1,000
Business permits	110,000	108,750	(1,250)
Solicitor permits	10,000	3,650	(6,350)
Building permits	1,850,000	1,965,677	115,677
Garage sale permits	2,000	1,745	(255)
Inspection permits	400,000	222,477	(177,523)
Animal tags	2,300	2,043	(257)
Overweight/over width permit	50,000	105,350	55,350
Total licenses and permits	2,714,300	2,810,411	96,111
Charges for services			
Vacancy inspection	3,500	2,600	(900)
Cable TV franchise	560,000	534,308	(25,692)
Ambulance	600,000	720,795	120,795
NSF check charges	100	385	285
Administration	1,500	2,499	999
Zoning board maps/variance	30,000	85,999	55,999
Zoning code material	2,500	2,000	(500)
Rental inspection	85,000	86,330	1,330
Construction reinspection	40,000	36,910	(3,090)
Sprint rental	65,000	84,681	19,681
Engineering	600,000	817,343	217,343
Fire prevention service	50,000	71,435	21,435
Fire academy	1,111,500	1,103,197	(8,303)
Fire recovery fees	50,000	28,936	(21,064)
Sex offender registration act fee	1,000	875	(125)
Violent offender against youth registration fee	100	25	(75)
Administrative hearing fees	5,000	3,128	(1,872)
Rubbish collection	3,360,000	3,359,754	(246)
Portable sign/pennant permit	2,000	670	(1,330)
Fingerprint	1,000	464	(536)
Police special detail	135,000	100,580	(34,420)
Police accident report	7,000	8,191	1,191
Fire reports	800	1,125	325
Total charges for services	6,711,000	7,052,230	341,230
Intergovernmental			
State income tax	3,801,300	3,852,491	51,191
Sales	6,050,000	6,790,072	740,072
Use	1,050,900	1,227,584	176,684
Replacement tax	110,000	143,428	33,428
Auto theft	7,800	5,850	(1,950)
D.A.R.E. program revenue	7,500	7,500	-

(This schedule is continued on the following page.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES (Continued)			
Intergovernmental (continued)			
Will County grants	\$ 19,700	\$ -	\$ (19,700)
Federal grants	132,000	26,066	(105,934)
SWARM Safety Grant	200,500	200,431	(69)
Lockport fire agreement	1,385,000	1,355,132	(29,868)
Local grants (Metra Station Parking Expansion)	-	584,414	584,414
Marquette TIF distribution	125,000	125,175	175
Total intergovernmental	12,889,700	14,318,143	1,428,443
Investment income	80,000	829,845	749,845
Other			
Metra parking lot revenue	13,000	33,474	20,474
General donations	-	100	100
Training reimbursement	10,000	10,088	88
Community development reimbursement	15,000	16,837	1,837
Workers' compensation reimbursement	150,000	94,382	(55,618)
Liaison officer reimbursement	43,000	-	(43,000)
Other reimbursements	229,800	117,240	(112,560)
Insurance reimbursements	86,500	21,276	(65,224)
Reimbursement of legal fees	25,000	24,338	(662)
Health insurance contributions	100,000	-	(100,000)
Hazardous material reimbursements	30,000	-	(30,000)
Commemorative veterans brick and plaque	300	2,715	2,415
Cobra retiree contribution	53,100	61,427	8,327
Village building rent	1,200	13,100	11,900
Miscellaneous income	3,000	57,244	54,244
Advertising	1,100	1,780	680
Street improvement reimbursement	-	(1,059)	(1,059)
Flexible spending	90,000	-	(90,000)
Fire donations	-	25	25
Rain barrel program	-	85	85
Developer contributions	49,900	49,875	(25)
Sales tax replacement fees	7,000	7,000	-
Total other	907,900	509,927	(397,973)
TOTAL REVENUES	\$ 51,376,900	\$ 54,968,966	\$ 3,592,066

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
GENERAL GOVERNMENT			
Mayor			
Salaries	\$ 154,900	\$ 146,993	\$ (7,907)
Contractual services	20,000	4,831	(15,169)
Commodities	8,100	5,144	(2,956)
Total mayor	183,000	156,968	(26,032)
General village board			
Salaries	275,400	244,192	(31,208)
Contractual services	11,500	5,793	(5,707)
Commodities	108,000	126,109	18,109
Total general village board	394,900	376,094	(18,806)
Village administration			
Salaries	548,800	511,704	(37,096)
Contractual services	940,000	798,539	(141,461)
Commodities	13,500	10,027	(3,473)
Total village administration	1,502,300	1,320,270	(182,030)
Personnel			
Salaries	376,600	273,679	(102,921)
Contractual services	2,111,700	2,007,487	(104,213)
Commodities	3,500	1,714	(1,786)
Other	242,700	206,733	(35,967)
Total personnel	2,734,500	2,489,613	(244,887)
Community media production			
Salaries	126,200	122,557	(3,643)
Contractual	1,500	1,125	(375)
Commodities	9,000	4,000	(5,000)
Total community media production	136,700	127,682	(9,018)
Operations			
Salaries	120,500	136,297	15,797
Contractual services	67,300	47,329	(19,971)
Commodities	10,800	10,654	(146)
Other	2,422,500	1,127,527	(1,294,973)
Total operations	2,621,100	1,321,807	(1,299,293)
Commissions and committees			
Salaries	18,200	12,620	(5,580)
Contractual	200	-	(200)
Commodities	12,500	3,800	(8,700)
Total commissions and committees	30,900	16,420	(14,480)

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
GENERAL GOVERNMENT (Continued)			
Village Clerk			
Salaries	\$ 124,500	\$ 119,793	\$ (4,707)
Contractual services	22,000	13,495	(8,505)
Commodities	400	240	(160)
Total village clerk	146,900	133,528	(13,372)
Finance department			
Administration			
Salaries	1,049,300	1,002,270	(47,030)
Contractual services	6,000	1,574	(4,426)
Commodities	184,500	262,106	77,606
Other expenditures	1,000	71,457	70,457
Total administration	1,240,800	1,337,407	96,607
General services			
Contractual services	190,700	126,827	(63,873)
Commodities	12,300	13,263	963
Total general services	203,000	140,090	(62,910)
Information services			
Salaries	363,200	348,891	(14,309)
Contractual services	930,400	1,005,037	74,637
Commodities	24,000	21,649	(2,351)
Total information services	1,317,600	1,375,577	57,977
Total finance department	2,761,400	2,853,074	91,674
Community services and development			
Administration			
Salaries	670,900	659,822	(11,078)
Contractual services	88,000	84,588	(3,412)
Commodities	19,500	13,415	(6,085)
Total administration	778,400	757,825	(20,575)
Inspectional services			
Salaries	506,100	471,535	(34,565)
Contractual services	85,600	25,449	(60,151)
Commodities	32,500	18,531	(13,969)
Total inspectional services	624,200	515,515	(108,685)
Total community services and development	1,402,600	1,273,340	(129,260)
Total general government	11,914,300	10,068,796	(1,845,504)

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
PUBLIC SAFETY			
Police and fire commission			
Salaries	\$ 17,100	\$ 9,447	\$ (7,653)
Contractual services	46,000	44,600	(1,400)
Commodities	2,000	628	(1,372)
Total police and fire commission	65,100	54,675	(10,425)
Police department			
Administration			
Salaries	3,490,800	3,436,934	(53,866)
Contractual services	9,000	7,136	(1,864)
Commodities	3,200	2,493	(707)
Total administration	3,503,000	3,446,563	(56,437)
Operations			
Salaries	8,026,100	7,602,691	(423,409)
Contractual services	1,209,500	1,112,075	(97,425)
Commodities	185,000	139,778	(45,222)
Other expenditures	10,000	9,160	(840)
Total operations	9,430,600	8,863,704	(566,896)
Support services			
Salaries	1,085,900	1,065,882	(20,018)
Contractual services	13,000	9,325	(3,675)
Commodities	14,800	11,305	(3,495)
Total support services	1,113,700	1,086,512	(27,188)
Total police department	14,047,300	13,396,779	(650,521)
Fire and ambulance department			
Administration			
Salaries	4,798,500	4,605,470	(193,030)
Contractual services	552,200	517,077	(35,123)
Commodities	261,300	184,588	(76,712)
Total administration	5,612,000	5,307,135	(304,865)
Fire academy			
Administration			
Salaries	694,300	744,815	50,515
Contractual services	98,500	40,338	(58,162)
Commodities	293,000	270,125	(22,875)
Total fire academy	1,085,800	1,055,278	(30,522)
Total fire and ambulance department	6,697,800	6,362,413	(335,387)

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
PUBLIC SAFETY (Continued)			
Romeoville Emergency Management Agency			
Administration			
Salaries	\$ 16,800	\$ 13,780	\$ (3,020)
Contractual services	18,500	15,327	(3,173)
Commodities	13,000	12,844	(156)
Total administration	48,300	41,951	(6,349)
Operations			
Contractual services	41,000	38,880	(2,120)
Commodities	8,500	6,661	(1,839)
Total operations	49,500	45,541	(3,959)
Communications			
Contractual services	23,000	22,407	(593)
Total Romeoville Emergency Management Agency	120,800	109,899	(10,901)
Total public safety	20,931,000	19,923,766	(1,007,234)
PUBLIC WORKS			
Administration			
Salaries	470,600	446,682	(23,918)
Buildings and grounds			
Salaries	752,300	740,864	(11,436)
Contractual services	232,000	191,884	(40,116)
Commodities	57,500	52,781	(4,719)
Total buildings and grounds	1,041,800	985,529	(56,271)
Motor pool			
Salaries	220,500	206,254	(14,246)
Contractual services	138,700	181,104	42,404
Commodities	297,800	313,061	15,261
Total motor pool	657,000	700,419	43,419
Streets and sanitation			
Salaries	1,521,900	1,560,245	38,345
Contractual services	4,194,000	4,146,028	(47,972)
Commodities	350,900	203,864	(147,036)
Total streets and sanitation	6,066,800	5,910,137	(156,663)

(This schedule is continued on the following page.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
PUBLIC WORKS (Continued)			
Landscape and grounds			
Salaries	\$ 763,300	\$ 525,046	\$ (238,254)
Contractual services	703,000	687,296	(15,704)
Commodities	53,500	41,003	(12,497)
Total landscape and grounds	1,519,800	1,253,345	(266,455)
Total public works	9,756,000	9,296,112	(459,888)
ALLOCATIONS TO OTHER FUNDS			
Allocations to water and sewer fund	(3,310,000)	(3,310,000)	-
DEBT SERVICE			
Principal	351,500	234,491	(117,009)
Interest and fiscal charges	24,600	24,059	(541)
Total debt service	376,100	258,550	(117,550)
CAPITAL OUTLAY			
General government	808,000	511,098	(296,902)
Public safety	839,100	994,616	155,516
Public works	2,678,500	2,674,114	(4,386)
Total capital outlay	4,325,600	4,179,828	(145,772)
TOTAL EXPENDITURES	<u>\$ 43,993,000</u>	<u>\$ 40,417,052</u>	<u>\$ (3,575,948)</u>

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Investment income	\$ -	\$ 1,953	\$ 1,953
Total revenues	-	1,953	1,953
EXPENDITURES			
Debt service			
Principal	4,835,000	4,835,000	-
Interest and fiscal charges	847,100	844,350	(2,750)
General government			
Bond issuance costs	-	770,954	770,954
Total expenditures	5,682,100	6,450,304	768,204
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,682,100)	(6,448,351)	(766,251)
OTHER FINANCING SOURCES (USES)			
Transfers in	5,682,100	5,682,100	-
Bond proceeds	-	64,510,000	64,510,000
Premium on bonds issued	-	6,788,290	6,788,290
Payments to escrow agent	-	(65,859,968)	(65,859,968)
Total other financing sources (uses)	5,682,100	11,120,422	5,438,322
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>4,672,071</u>	<u>\$ 4,672,071</u>
FUND BALANCE, MAY 1		<u>-</u>	
FUND BALANCE, APRIL 30		<u>\$ 4,672,071</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FACILITY CONSTRUCTION FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Investment income	\$ -	\$ 55,165	\$ 55,165
Total revenues	-	55,165	55,165
EXPENDITURES			
Capital outlay	600,000	289,022	(310,978)
Total expenditures	600,000	289,022	(310,978)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(600,000)	(233,857)	366,143
OTHER FINANCING SOURCES (USES)			
Transfers in	(600,000)	6,100,000	6,700,000
Total other financing sources (uses)	(600,000)	6,100,000	6,700,000
NET CHANGE IN FUND BALANCE	<u>\$ (1,200,000)</u>	5,866,143	<u>\$ 7,066,143</u>
FUND BALANCE, MAY 1		<u>2,376,637</u>	
FUND BALANCE, APRIL 30		<u>\$ 8,242,780</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DOWNTOWN TIF DISTRICT FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 260,000	\$ 483,300	\$ 223,300
Other	100,000	100,000	-
Total revenues	360,000	583,300	223,300
EXPENDITURES			
General government			
Contractual services	543,000	15,163	(527,837)
Debt Service			
Principal	1,200,000	1,200,000	-
Interest and fiscal charges	378,900	378,790	(110)
Capital outlay	850,000	42,045	(807,955)
Total expenditures	2,971,900	1,635,998	(1,335,902)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,611,900)	(1,052,698)	1,559,202
OTHER FINANCING SOURCES (USES)			
Transfers in	2,074,000	2,074,000	-
Total other financing sources (uses)	2,074,000	2,074,000	-
NET CHANGE IN FUND BALANCE	<u>\$ (537,900)</u>	1,021,302	<u>\$ 1,559,202</u>
FUND BALANCE, MAY 1		<u>322,629</u>	
FUND BALANCE, APRIL 30		<u>\$ 1,343,931</u>	

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF ROMEOVILLE, ILLINOIS**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

April 30, 2019

	Special Revenue	Capital Projects	Total
ASSETS			
Cash and cash equivalents	\$ 1,832,318	\$ 3,458,519	\$ 5,290,837
Receivables (net, where applicable, of allowances for uncollectibles)			
Other	-	88,651	88,651
Due from other governments	87,830	31,791	119,621
TOTAL ASSETS	\$ 1,920,148	\$ 3,578,961	\$ 5,499,109
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 256,196	\$ 45,952	\$ 302,148
Total liabilities	256,196	45,952	302,148
DEFERRED INFLOWS OF RESOURCES			
None	-	-	-
Total deferred inflows of resources	-	-	-
Total liabilities and deferred inflows of resources	256,196	45,952	302,148
FUND BALANCES			
Restricted			
Maintenance of roadways	1,663,952	269,702	1,933,654
Economic development	-	2,333,044	2,333,044
Capital projects	-	63,138	63,138
Unrestricted			
Assigned			
Capital projects	-	867,125	867,125
Unassigned	-	-	-
Total fund balances	1,663,952	3,533,009	5,196,961
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,920,148	\$ 3,578,961	\$ 5,499,109

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2019

	Special Revenue	Capital Projects	Total
REVENUES			
Taxes			
Property	\$ -	\$ 3,597,341	\$ 3,597,341
Other	-	915,599	915,599
Intergovernmental	1,083,140	-	1,083,140
Investment income	44,260	31,840	76,100
Other	37,040	173,681	210,721
Total revenues	1,164,440	4,718,461	5,882,901
EXPENDITURES			
General government	-	1,143,887	1,143,887
Public works	1,058,198	1,335,148	2,393,346
Total expenditures	1,058,198	2,479,035	3,537,233
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	106,242	2,239,426	2,345,668
OTHER FINANCING SOURCES (USES)			
Transfers in	-	972	972
Transfers (out)	-	(2,074,972)	(2,074,972)
Total other financing sources (uses)	-	(2,074,000)	(2,074,000)
NET CHANGE IN FUND BALANCES	106,242	165,426	271,668
FUND BALANCES, MAY 1	1,557,710	3,367,583	4,925,293
FUND BALANCES, APRIL 30	\$ 1,663,952	\$ 3,533,009	\$ 5,196,961

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Intergovernmental	\$ 1,100,000	\$ 1,083,140	\$ (16,860)
Investment income	15,000	44,260	29,260
Other	-	37,040	37,040
Total revenues	<u>1,115,000</u>	<u>1,164,440</u>	<u>49,440</u>
EXPENDITURES			
Public works			
Contractual	703,000	602,853	(100,147)
Commodities	462,000	293,526	(168,474)
Infrastructure	-	161,819	161,819
Total expenditures	<u>1,165,000</u>	<u>1,058,198</u>	<u>(106,802)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (50,000)</u>	106,242	<u>\$ 156,242</u>
FUND BALANCE, MAY 1		<u>1,557,710</u>	
FUND BALANCE, APRIL 30		<u>\$ 1,663,952</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS**

April 30, 2019

	Road Improvements	Local Gas Tax	Marquette Center TIF District
ASSETS			
Cash and cash equivalents	\$ 63,138	\$ 195,212	\$ 2,021,994
Receivables			
Other	-	88,651	-
Due from other governments	-	31,791	-
TOTAL ASSETS	\$ 63,138	\$ 315,654	\$ 2,021,994
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ 45,952	\$ -
Total liabilities	-	45,952	-
FUND BALANCES			
Restricted			
Economic development	-	-	2,021,994
Capital projects	63,138	-	-
Maintenance of roadways	-	269,702	-
Unrestricted			
Assigned			
Capital projects	-	-	-
Unassigned	-	-	-
Total fund balances	63,138	269,702	2,021,994
TOTAL LIABILITIES AND FUND BALANCES	\$ 63,138	\$ 315,654	\$ 2,021,994

2004 Construction	Romeo Road TIF District	Upper Gateway North TIF	Lower Gateway South TIF	Total
\$ 867,125	\$ 310,826	\$ 162	\$ 62	\$ 3,458,519
-	-	-	-	88,651
-	-	-	-	31,791
\$ 867,125	\$ 310,826	\$ 162	\$ 62	\$ 3,578,961
\$ -	\$ -	\$ -	\$ -	\$ 45,952
-	-	-	-	45,952
-	310,826	162	62	2,333,044
-	-	-	-	63,138
-	-	-	-	269,702
867,125	-	-	-	867,125
-	-	-	-	-
867,125	310,826	162	62	3,533,009
\$ 867,125	\$ 310,826	\$ 162	\$ 62	\$ 3,578,961

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS**

For the Year Ended April 30, 2019

	Road Improvements	Local Gas Tax	Marquette Center TIF District
REVENUES			
Property taxes	\$ -	\$ -	\$ 3,560,753
Other taxes	-	915,599	-
Investment income	1,255	-	16,689
Other	-	147,165	-
Total revenues	1,255	1,062,764	3,577,442
EXPENDITURES			
General government	-	-	1,139,507
Capital outlay	50,000	793,045	111,224
Total expenditures	50,000	793,045	1,250,731
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(48,745)	269,719	2,326,711
OTHER FINANCING SOURCES (USES)			
Transfers in	972	-	-
Transfers (out)	-	-	(2,074,000)
Total other financing sources (uses)	972	-	(2,074,000)
NET CHANGE IN FUND BALANCES	(47,773)	269,719	252,711
FUND BALANCES (DEFICIT), MAY 1	110,911	(17)	1,769,283
FUND BALANCES, APRIL 30	\$ 63,138	\$ 269,702	\$ 2,021,994

2004 Construction	2002A Construction	Romeo Road TIF District	Upper Gateway North TIF	Lower Gateway South TIF	Total
\$ -	\$ -	\$ 34,360	\$ 1,612	\$ 616	\$ 3,597,341
-	-	-	-	-	915,599
8,747	2	5,147	-	-	31,840
24,965	-	-	1,551	-	173,681
33,712	2	39,507	3,163	616	4,718,461
-	-	825	3,001	554	1,143,887
380,879	-	-	-	-	1,335,148
380,879	-	825	3,001	554	2,479,035
(347,167)	2	38,682	162	62	2,239,426
-	-	-	-	-	972
-	(972)	-	-	-	(2,074,972)
-	(972)	-	-	-	(2,074,000)
(347,167)	(970)	38,682	162	62	165,426
1,214,292	970	272,144	-	-	3,367,583
\$ 867,125	\$ -	\$ 310,826	\$ 162	\$ 62	\$ 3,533,009

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROAD IMPROVEMENTS FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Investment income	\$ -	\$ 1,255	\$ 1,255
Total revenues	-	1,255	1,255
EXPENDITURES			
Capital outlay	50,000	50,000	-
Total expenditures	50,000	50,000	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(50,000)	(48,745)	1,255
OTHER FINANCING SOURCES (USES)			
Transfers in	-	972	972
Total other financing sources (uses)	-	972	972
NET CHANGE IN FUND BALANCE	<u>\$ (50,000)</u>	<u>(47,773)</u>	<u>\$ 2,227</u>
FUND BALANCE, MAY 1		<u>110,911</u>	
FUND BALANCE, APRIL 30		<u>\$ 63,138</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LOCAL GAS TAX FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Home rule gas tax	\$ 950,000	\$ 915,599	\$ (34,401)
Intergovernmental	-	-	-
Other	-	147,165	147,165
Total revenues	950,000	1,062,764	112,764
EXPENDITURES			
Capital outlay	1,025,000	793,045	(231,955)
Total expenditures	1,025,000	793,045	(231,955)
NET CHANGE IN FUND BALANCE	<u>\$ (75,000)</u>	269,719	<u>\$ 344,719</u>
FUND BALANCE (DEFICIT), MAY 1		<u>(17)</u>	
FUND BALANCE, APRIL 30		<u>\$ 269,702</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MARQUETTE CENTER TIF DISTRICT FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 3,345,000	\$ 3,560,753	\$ 215,753
Investment income	5,000	16,689	11,689
Total revenues	3,350,000	3,577,442	227,442
EXPENDITURES			
General government			
Contractual	1,161,000	1,139,507	(21,493)
Capital outlay	115,000	111,224	(3,776)
Total expenditures	1,276,000	1,250,731	(25,269)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,074,000	2,326,711	252,711
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(2,074,000)	(2,074,000)	-
Total other financing sources (uses)	(2,074,000)	(2,074,000)	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	252,711	<u>\$ 252,711</u>
FUND BALANCE, MAY 1		<u>1,769,283</u>	
FUND BALANCE, APRIL 30		<u>\$ 2,021,994</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2004 CONSTRUCTION FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Investment income	\$ -	\$ 8,747	\$ 8,747
Developer contributions	-	24,965	24,965
Total revenues	-	33,712	33,712
EXPENDITURES			
Capital outlay	944,800	380,879	(563,921)
Total expenditures	944,800	380,879	(563,921)
NET CHANGE IN FUND BALANCE	<u><u>\$ (944,800)</u></u>	(347,167)	<u><u>\$ 597,633</u></u>
FUND BALANCE, MAY 1		<u>1,214,292</u>	
FUND BALANCE, APRIL 30		<u><u>\$ 867,125</u></u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROMEO ROAD TIF DISTRICT FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 34,400	\$ 34,360	\$ (40)
Investment income	1,600	5,147	3,547
Total revenues	36,000	39,507	3,507
EXPENDITURES			
General government			
Contractual	36,000	825	(35,175)
Total expenditures	36,000	825	(35,175)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	38,682	<u>\$ 38,682</u>
FUND BALANCE, MAY 1		<u>272,144</u>	
FUND BALANCE, APRIL 30		<u>\$ 310,826</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
UPPER GATEWAY NORTH TIF DISTRICT FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 1,500	\$ 1,612	\$ 112
Other	-	1,551	1,551
Total revenues	1,500	3,163	1,663
EXPENDITURES			
General government			
Contractual	1,500	3,001	1,501
Total expenditures	1,500	3,001	1,501
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	162	<u>\$ 162</u>
FUND BALANCE, MAY 1		<u>-</u>	
FUND BALANCE, APRIL 30		<u>\$ 162</u>	

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LOWER GATEWAY SOUTH TIF DISTRICT FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES			
Property taxes	\$ 600	\$ 616	\$ 16
Total revenues	600	616	16
EXPENDITURES			
General government			
Contractual	600	554	(46)
Total expenditures	600	554	(46)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	62	<u>\$ 62</u>
FUND BALANCE, MAY 1		<u>-</u>	
FUND BALANCE, APRIL 30		<u>\$ 62</u>	

(See independent auditor's report.)

MAJOR ENTERPRISE FUND

VILLAGE OF ROMEOVILLE, ILLINOIS**SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual
OPERATING REVENUES		
Charges for services		
Water sales	\$ 8,400,000	\$ 8,200,267
Sewer sales	9,765,000	9,775,180
Fines and fees		
Late charges	400,000	371,744
Other fees	-	5,824
Tap on fees	500,000	515,380
Reconnection fees	40,000	39,127
NSF charges	4,000	4,238
After hours meter replacement appointment	1,000	575
Reimbursements	60,000	133,274
Total operating revenues	19,170,000	19,045,609
OPERATING EXPENSES		
Finance administration		
Salaries	393,000	352,489
Contractual services	156,500	168,508
Commodities	47,500	44,417
Other	3,000	44,030
Total finance administration	600,000	609,444
Public works administration		
Contractual services	529,000	728,581
Commodities	13,500	8,334
Capital outlay	7,000	299,645
Total public works administration	549,500	1,036,560
Public works water distribution		
Salaries	1,691,400	1,618,029
Contractual services	1,568,500	1,386,252
Commodities	1,039,300	1,099,410
Capital outlay	3,182,000	1,758,928
Total public works water distribution	7,481,200	5,862,619
Public works sewage treatment		
Salaries	1,049,600	985,756
Contractual services	1,721,500	1,570,866
Commodities	236,500	218,955
Capital outlay	272,000	322,723
Total public works sewage treatment	3,279,600	3,098,300

(This schedule is continued on the following page.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual
OPERATING EXPENSES (Continued)		
Public works sewage collection		
Salaries	\$ 734,300	\$ 838,170
Contractual services	379,600	286,001
Commodities	49,000	15,587
Capital outlay	301,400	291,107
Total public works sewage collection	1,464,300	1,430,865
Subtotal	13,374,600	12,037,788
Administration and other charges	3,310,000	3,310,000
Total operating expenses	16,684,600	15,347,788
OPERATING INCOME	2,485,400	3,697,821
NON-OPERATING REVENUES (EXPENSES)		
Property tax rebate	-	(58,680)
Gain on the sale of fixed assets	6,300	9,862
Investment income	32,000	307,893
Interest, fiscal charges, and principal expense	(2,997,000)	(3,125,107)
Total non-operating revenues (expenses)	(2,958,700)	(2,866,032)
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	(473,300)	831,789
Transfers (out)	-	(244,111)
CONTRIBUTIONS	-	672,242
CHANGE IN NET POSITION - BUDGETARY BASIS	<u>\$ (473,300)</u>	1,259,920
ADJUSTMENTS TO GAAP BASIS		
Debt principal payments		2,580,205
Pension expense - IMRF		23,217
Capitalized assets		2,553,794
Depreciation expense		(3,939,833)
Total adjustments to GAAP basis		1,217,383
CHANGE IN NET POSITION - GAAP BASIS		2,477,303
NET POSITION, MAY 1		91,034,902
Change in accounting principle		(643,160)
NET POSITION, MAY 1, RESTATED		90,391,742
NET POSITION, APRIL 30		<u><u>\$ 92,869,045</u></u>

(See independent auditor's report.)

FIDUCIARY FUNDS

VILLAGE OF ROMEOVILLE, ILLINOIS**COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS**

April 30, 2019

	Police Pension	Firefighters' Pension	Total
<hr/>			
ASSETS			
Cash and cash equivalents	\$ 246,031	\$ -	\$ 246,031
Prepays	1,159	-	1,159
Due from other funds	1,723	-	1,723
Investments			
U.S. Treasury and agency securities	15,999,161	5,172,411	21,171,572
Municipal bonds	-	689,592	689,592
Money market mutual funds	569,792	53,428	623,220
Equity mutual funds	29,162,983	4,101,731	33,264,714
Accrued interest receivable	65,740	48,538	114,278
	<hr/>		
Total assets	46,046,589	10,065,700	56,112,289
	<hr/>		
LIABILITIES			
Accounts payable	-	1,170	1,170
Due to other funds	-	25,490	25,490
	<hr/>		
Total liabilities	-	26,660	26,660
	<hr/>		
NET POSITION RESTRICTED FOR PENSIONS	<u>\$ 46,046,589</u>	<u>\$ 10,039,040</u>	<u>\$ 56,085,629</u>

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION PENSION TRUST FUNDS

For the Year Ended April 30, 2019

	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer	\$ 2,104,243	\$ 398,644	\$ 2,502,887
Employee	661,199	181,814	843,013
Total contributions	2,765,442	580,458	3,345,900
Investment income			
Net appreciation in fair value of investments	(440,026)	456,960	16,934
Interest and dividends	3,216,616	163,470	3,380,086
Total investment income	2,776,590	620,430	3,397,020
Less investment expense	(342,691)	(38,983)	(381,674)
Net investment income	2,433,899	581,447	3,015,346
Total additions	5,199,341	1,161,905	6,361,246
DEDUCTIONS			
Administration	49,344	11,445	60,789
Benefits and refunds			
Benefits	1,950,870	303,584	2,254,454
Total deductions	2,000,214	315,029	2,315,243
NET INCREASE	3,199,127	846,876	4,046,003
NET POSITION RESTRICTED FOR PENSIONS			
May 1	42,847,462	9,192,164	52,039,626
April 30	\$ 46,046,589	\$ 10,039,040	\$ 56,085,629

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
POLICE PENSION FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual
ADDITIONS		
Contributions		
Employer	\$ 2,103,800	\$ 2,104,243
Employee	640,000	661,199
Total contributions	2,743,800	2,765,442
Investment income		
Net appreciation in fair value of investments	1,756,200	(440,026)
Interest	1,050,000	3,216,616
Total investment income	2,806,200	2,776,590
Less investment expense	(390,000)	(342,691)
Net investment income	2,416,200	2,433,899
Total additions	5,160,000	5,199,341
DEDUCTIONS		
Administration	60,000	49,344
Benefits and refunds		
Benefits	5,100,000	1,950,870
Total deductions	5,160,000	2,000,214
NET INCREASE	\$ -	3,199,127
NET POSITION RESTRICTED FOR PENSIONS		
May 1		42,847,462
April 30		\$ 46,046,589

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FIREFIGHTERS' PENSION FUND**

For the Year Ended April 30, 2019

	Original and Final Budget	Actual
ADDITIONS		
Contributions		
Employer	\$ 398,300	\$ 398,644
Employee	165,000	181,814
Total contributions	563,300	580,458
Investment income		
Net appreciation in fair value of investments	285,000	456,960
Interest	151,700	163,470
Total investment income	436,700	620,430
Less investment expense	(40,000)	(38,983)
Net investment income	396,700	581,447
Total additions	960,000	1,161,905
DEDUCTIONS		
Administration	20,000	11,445
Benefits and refunds		
Benefits	940,000	303,584
Total deductions	960,000	315,029
NET INCREASE	\$ -	846,876
NET POSITION RESTRICTED FOR PENSIONS		
May 1		9,192,164
April 30		\$ 10,039,040

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS

For the Year Ended April 30, 2019

	Year Ending	Principal	Interest	Total
General Obligation Bonds				
Dated June 30, 2008	2020	\$ 1,000,000	\$ 58,563	\$ 1,058,563
Series 2008A	2021	450,000	18,563	468,563
Interest due on June 30 and December 30 at rates ranging from 3.250% to 4.125%				
		<u>\$ 1,450,000</u>	<u>\$ 77,126</u>	<u>\$ 1,527,126</u>
General Obligation Bonds				
Dated July 30, 2013	2020	\$ 1,225,000	\$ 254,840	\$ 1,479,840
Series 2013A	2021	1,255,000	215,028	1,470,028
Interest due on June 30	2022	1,310,000	174,240	1,484,240
and December 30 at rates	2023	1,345,000	128,390	1,473,390
ranging from 2.50% to 4.10%	2024	1,380,000	78,625	1,458,625
	2025	605,000	24,805	629,805
		<u>\$ 7,120,000</u>	<u>\$ 875,928</u>	<u>\$ 7,995,928</u>
General Obligation Bonds				
Dated July 30, 2013	2019	\$ -	\$ 87,000	\$ 87,000
Series 2013B	2020	-	87,000	87,000
Interest due on June 30	2021	-	87,000	87,000
and December 30 at rates	2022	-	87,000	87,000
of 4%	2023	-	87,000	87,000
	2024	-	87,000	87,000
	2025	725,000	87,000	812,000
	2026	1,450,000	58,000	1,508,000
		<u>\$ 2,175,000</u>	<u>\$ 667,000</u>	<u>\$ 2,842,000</u>
General Obligation Refunding Bonds				
Dated November 3, 2014	2020	\$ 370,000	\$ 84,950	\$ 454,950
Series 2014	2021	380,000	73,850	453,850
Interest due on June 30	2022	395,000	62,450	457,450
and December 30 at rates	2023	405,000	50,600	455,600
ranging from 3% to 4%	2024	420,000	34,400	454,400
	2025	440,000	17,600	457,600
		<u>\$ 2,410,000</u>	<u>\$ 323,850</u>	<u>\$ 2,733,850</u>
General Obligation Refunding Bonds				
Dated May 3, 2016	2020	\$ 3,690,000	\$ 411,250	\$ 4,101,250
Series 2016	2021	4,535,000	226,750	4,761,750
Interest due on June 30 and December 30 at a rate of 5%				
		<u>\$ 8,225,000</u>	<u>\$ 638,000</u>	<u>\$ 8,863,000</u>

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2019

	Year Ending	Principal	Interest	Total
General Obligation Refunding Bonds				
Dated September 12, 2016	2020	\$ 370,000	\$ 94,788	\$ 464,788
Series 2016A	2021	375,000	87,388	462,388
Interest due on June 30	2022	385,000	79,888	464,888
and December 30 at rates	2023	400,000	72,188	472,188
ranging from 2.00% to 2.25%	2024	405,000	64,188	469,188
	2025	420,000	56,088	476,088
	2026	435,000	47,688	482,688
	2027	445,000	38,988	483,988
	2028	465,000	30,088	495,088
	2029	470,000	20,788	490,788
	2030	480,000	10,800	490,800
		<u>\$ 4,650,000</u>	<u>\$ 602,875</u>	<u>\$ 5,252,880</u>
General Obligation Refunding Bonds				
Dated April 25, 2019	2020	\$ -	\$ 1,888,678	\$ 1,888,678
Series 2019	2021	-	2,775,200	2,775,200
Interest due on June 30	2022	1,390,000	2,775,200	4,165,200
and December 30 at rates	2023	1,955,000	2,705,700	4,660,700
ranging from 4% to 5%	2024	2,055,000	2,607,950	4,662,950
	2025	2,160,000	2,505,200	4,665,200
	2026	2,765,000	2,397,200	5,162,200
	2027	2,905,000	2,258,950	5,163,950
	2028	3,050,000	2,113,700	5,163,700
	2029	3,200,000	1,961,200	5,161,200
	2030	3,360,000	1,801,200	5,161,200
	2031	3,495,000	1,666,800	5,161,800
	2032	3,635,000	1,527,000	5,162,000
	2033	3,780,000	1,381,600	5,161,600
	2034	3,930,000	1,230,400	5,160,400
	2035	4,090,000	1,073,200	5,163,200
	2036	4,255,000	909,600	5,164,600
	2037	4,425,000	739,400	5,164,400
	2038	4,600,000	562,400	5,162,400
	2039	4,785,000	378,400	5,163,400
	2040	4,675,000	187,000	4,862,000
		<u>\$ 64,510,000</u>	<u>\$ 35,445,978</u>	<u>\$ 99,955,978</u>

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2019

	Year Ending	Principal	Interest	Total
General Obligation (Water and Sewer) Bonds				
Dated April 25, 2019	2020	\$ -	\$ 406,326	\$ 406,326
Series 2019	2021	430,000	597,050	1,027,050
Interest due on June 30	2022	450,000	575,550	1,025,550
and December 30 at rates	2023	475,000	553,050	1,028,050
ranging from 4% to 5%	2024	500,000	529,300	1,029,300
	2025	525,000	504,300	1,029,300
	2026	550,000	478,050	1,028,050
	2027	575,000	450,550	1,025,550
	2028	605,000	421,800	1,026,800
	2029	635,000	391,550	1,026,550
	2030	665,000	359,800	1,024,800
	2031	695,000	333,200	1,028,200
	2032	720,000	305,400	1,025,400
	2033	750,000	276,600	1,026,600
	2034	780,000	246,600	1,026,600
	2035	810,000	215,400	1,025,400
	2036	845,000	183,000	1,028,000
	2037	880,000	149,200	1,029,200
	2038	915,000	114,000	1,029,000
	2039	950,000	77,400	1,027,400
	2040	985,000	39,400	1,024,400
		<u>\$ 13,740,000</u>	<u>\$ 7,207,526</u>	<u>\$ 20,947,526</u>
Subordinate Lien Taxable Tax Increment Revenue Note				
Dated April 27, 2018	2020	\$ -	\$ 236,880	\$ 236,880
Series 2018A	2021	-	236,880	236,880
Interest due on June 30	2022	-	236,880	236,880
and December 30 at a rate of 7%	2023	-	236,880	236,880
*Unpaid interest accrues to principal	2024	-	236,880	236,880
	2025	-	236,880	236,880
	2026	-	236,880	236,880
	2027	-	236,880	236,880
	2028	-	236,880	236,880
	2029	-	236,880	236,880
	2030	-	236,880	236,880
	2031	-	236,880	236,880
	2032	-	236,880	236,880
	2033	-	236,880	236,880
	2034	-	236,880	236,880
	2035	-	236,880	236,880
	2036	-	236,880	236,880
	2037	-	236,880	236,880
	2038	-	236,880	236,880
	2039	-	236,880	236,880
	2040	-	236,880	236,880
	2041	3,384,000	80,934	3,464,934
	Accrued Interest*	199,374	-	199,374
		<u>\$ 3,583,374</u>	<u>\$ 5,055,414</u>	<u>\$ 8,638,788</u>

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2019

	Year Ending	Principal	Interest	Total
Note Payable				
Dated August 1, 2008				
Illinois Environmental Protection	2020	\$ 1,368,793	\$ 332,356	\$ 1,701,149
Agency Loan	2021	1,403,227	297,923	1,701,150
Interest due on June 1 and	2022	1,438,527	262,623	1,701,150
December 1 at a rate of 2.50%	2023	1,474,715	226,435	1,701,150
	2024	1,511,813	189,337	1,701,150
	2025	1,549,845	151,305	1,701,150
	2026	1,588,833	112,317	1,701,150
	2027	1,628,802	72,348	1,701,150
	2028	1,669,777	31,373	1,701,150
		<u>\$ 13,634,332</u>	<u>\$ 1,676,017</u>	<u>\$ 15,310,349</u>
Note Payable				
Dated March 5, 2015				
Will County Note Payable	2020	\$ 75,000	\$ -	\$ 75,000
Principal due on December 31	2021	75,000	-	75,000
at a rate of 0.00%	2022	1,319,790	-	1,319,790
		<u>\$ 1,469,790</u>	<u>\$ -</u>	<u>\$ 1,469,790</u>
Capital Lease				
Dated August 25, 2009				
2009 Fire Training Facility	2020	\$ 24,065	\$ 1,538	\$ 25,603
Principal and interest due on August 25				
at rates of 6.39%		<u>\$ 24,065</u>	<u>\$ 1,538</u>	<u>\$ 25,603</u>
Capital Lease				
Dated August 1, 2012				
2012 Pierce Arrow XT Pumper	2020	\$ 45,015	\$ 4,492	\$ 49,507
Principal and interest due on August 1	2021	46,098	3,409	49,507
at rates of 2.41%	2022	47,208	2,299	49,507
	2023	48,345	1,163	49,508
		<u>\$ 186,666</u>	<u>\$ 11,363</u>	<u>\$ 198,029</u>
Capital Lease				
Dated September 4, 2015				
2014 Smeal 105" Fire Truck	2020	\$ 52,941	\$ 11,067	\$ 64,008
Principal and interest due on July 1	2021	54,396	9,612	64,008
at a rate of 2.75%	2022	55,892	8,116	64,008
	2023	57,428	6,580	64,008
	2024	59,007	5,001	64,008
	2025	60,629	3,379	64,008
	2026	62,296	1,713	64,009
		<u>\$ 402,589</u>	<u>\$ 45,468</u>	<u>\$ 448,057</u>

(This schedule is continued on the following page.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2019

	Year Ending	Principal	Interest	Total
Capital Lease				
Dated July 21, 2016				
2016 Fitness Equipment	2020	\$ 6,515	\$ 650	\$ 7,165
Principal and interest due on October 22	2021	6,832	333	7,165
at rate of 4.876%				
		<u>\$ 13,347</u>	<u>\$ 983</u>	<u>\$ 14,330</u>
Capital Lease				
Dated October 31, 2018				
2018 Ambulance	2020	\$ 23,998	\$ 2,783	\$ 26,781
Principal and interest due on July 1	2021	23,465	3,316	26,781
at a rate of 3.36%	2022	24,253	2,528	26,781
	2023	25,068	1,713	26,781
	2024	25,911	870	26,781
		<u>\$ 122,695</u>	<u>\$ 11,210</u>	<u>\$ 133,905</u>
Capital Lease				
Dated January 2, 2019 and April 29, 2019				
Enterprise Vehicles (Police and Fire)	2020	\$ 46,917	\$ 18,425	\$ 65,342
Principal and interest due on April 20	2021	50,344	14,784	65,128
at a rate ranging from 7% to 8%	2022	54,267	10,861	65,128
	2023	58,496	6,632	65,128
	2024	56,307	2,116	58,423
		<u>\$ 266,331</u>	<u>\$ 52,818</u>	<u>\$ 319,149</u>

(See independent auditor's report.)

OTHER SUPPLEMENTAL INFORMATION

VILLAGE OF ROMEOVILLE, ILLINOIS

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR END FINANCIAL REPORT**

For the Year Ended April 30, 2019

CSFA Number	Program Name	State	Federal	Other	Total
494-00-0967	Motor Fuel Tax Program	\$ 75,879	\$ -	\$ -	\$ 75,879
494-00-1488	Motor Fuel Tax Program	982,319	-	-	982,319
494-10-0343	State and Community Highway Safety/National Priority Safety	-	12,061	-	12,061
	Other grant programs and activities	-	15,471	-	15,471
				-	
	All other costs not allocated	-	-	70,672,590	70,672,590
TOTALS		<u>\$ 1,058,198</u>	<u>\$ 27,532</u>	<u>\$ 70,672,590</u>	<u>\$ 71,758,320</u>

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Village of Romeoville, Illinois' 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 says about the Village's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	126-135
Revenue Capacity These schedules contain information to help the reader assess the Village's property tax.	136-139
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	140-144
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	145-146
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	147-151

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

VILLAGE OF ROMEOVILLE, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

	2019	2018	2017	2016*
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 280,864,190	\$ 271,821,336	\$ 256,791,259	\$ 264,541,515
Restricted	5,673,767	4,032,677	3,180,894	2,709,485
Unrestricted	(40,930,525)	(27,468,592)	(21,781,960)	(20,988,393)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 245,607,432	\$ 248,385,421	\$ 238,190,193	\$ 246,262,607
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 85,543,122	\$ 84,196,076	\$ 79,933,272	\$ 90,127,058
Restricted	-	-	-	-
Unrestricted	7,325,923	6,838,826	7,600,319	7,258,436
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 92,869,045	\$ 91,034,902	\$ 87,533,591	\$ 97,385,494
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 366,407,312	\$ 356,017,412	\$ 336,724,531	\$ 354,668,573
Restricted	5,673,767	4,032,677	3,180,894	2,709,485
Unrestricted	(33,604,602)	(20,629,766)	(14,181,641)	(13,729,957)
TOTAL PRIMARY GOVERNMENT	\$ 338,476,477	\$ 339,420,323	\$ 325,723,784	\$ 343,648,101

*Governmental Accounting Standards Board Statement No. 68 was implemented at April 30, 2016.

2015	2014	2013	2012	2011	2010
\$ 263,931,875	\$ 266,143,014	\$ 256,950,797	\$ 251,491,187	\$ 250,373,273	\$ 254,221,831
3,288,122	4,815,450	2,513,686	7,228,622	12,901,961	164,830
4,856,829	1,024,779	4,517,245	11,095,994	5,802,877	10,044,146
<u>\$ 271,983,243</u>	<u>\$ 263,981,728</u>	<u>\$ 269,815,803</u>	<u>\$ 269,078,111</u>	<u>\$ 264,430,807</u>	<u>\$ 268,473,335</u>
\$ 90,261,491	\$ 90,952,810	\$ 86,897,837	\$ 85,140,129	\$ 82,814,080	\$ 75,306,997
-	-	-	-	-	-
8,885,135	9,484,421	12,410,766	15,350,507	19,521,288	24,898,401
<u>\$ 100,437,231</u>	<u>\$ 99,308,603</u>	<u>\$ 100,490,636</u>	<u>\$ 102,335,368</u>	<u>\$ 100,205,398</u>	<u>\$ 103,117,809</u>
\$ 354,193,366	\$ 357,095,824	\$ 343,848,634	\$ 336,631,316	\$ 333,187,353	\$ 329,528,828
3,288,122	4,815,450	2,513,686	7,228,622	12,901,961	164,830
13,741,964	10,509,200	16,928,011	26,446,501	25,324,165	34,942,547
<u>\$ 371,223,452</u>	<u>\$ 372,420,474</u>	<u>\$ 363,290,331</u>	<u>\$ 370,306,439</u>	<u>\$ 371,413,479</u>	<u>\$ 364,636,205</u>

VILLAGE OF ROMEOVILLE, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

	2019	2018	2017	2016*
EXPENSES				
Governmental activities				
General government	\$ 12,214,195	\$ 15,869,380	\$ 13,145,269	\$ 13,853,144
Public safety	21,959,940	20,712,374	20,471,106	21,462,453
Public works	15,759,776	11,089,243	14,345,138	15,020,236
Culture and recreation	6,428,672	6,378,864	5,797,024	5,026,478
Interest and fiscal charges on long-term debt	5,219,997	4,264,187	4,605,731	4,575,340
Total governmental activities expenses	61,582,580	58,314,048	58,364,268	59,937,651
Business-type activities				
Water and sewer	17,314,192	17,305,114	17,490,294	17,759,434
Total business-type activities expenses	17,314,192	17,305,114	17,490,294	17,759,434
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 78,896,772	\$ 75,619,162	\$ 75,854,562	\$ 77,697,085
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ 1,585,578	\$ 1,789,766	\$ 1,376,943	\$ 1,366,788
Public safety	3,950,669	3,890,946	3,573,257	3,248,233
Public works	6,636,883	6,620,284	7,493,409	5,507,244
Culture and recreation	1,884,789	1,690,279	1,126,442	1,040,173
Operating grants and contributions	1,482,597	1,565,249	1,234,385	1,162,335
Capital grants and contributions	2,131,517	4,627,719	6,048,334	976,637
Total governmental activities program revenues	17,672,033	20,184,243	20,852,770	13,301,410
Business-type activities				
Charges for services				
Water and sewer	19,045,609	18,645,295	17,721,175	16,579,382
Operating grants and contributions	-	-	-	-
Capital grants and contributions	672,242	2,354,115	1,749,245	399,658
Total business-type activities program revenues	19,717,851	20,999,410	19,470,420	16,979,040
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 37,389,884	\$ 41,183,653	\$ 40,323,190	\$ 30,280,450
NET REVENUE (EXPENSE)				
Governmental activities	\$ (43,910,547)	\$ (38,129,805)	\$ (37,511,498)	\$ (46,636,241)
Business-type activities	2,403,659	3,694,296	1,980,126	(780,394)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (41,506,888)	\$ (34,435,509)	\$ (35,531,372)	\$ (47,416,635)

	2015	2014	2013	2012	2011	2010
\$	16,251,079	\$ 16,119,829	\$ 16,820,623	\$ 12,455,151	\$ 12,632,798	\$ 11,028,906
	19,131,969	19,536,832	17,977,351	17,685,337	16,816,092	18,573,007
	15,310,857	12,093,817	11,677,451	13,274,353	10,596,797	11,092,991
	4,277,124	4,193,048	3,934,308	3,844,491	3,469,413	4,345,424
	4,794,913	4,959,369	4,289,449	4,342,536	4,264,055	4,320,124
	59,765,942	56,902,895	54,699,182	51,601,868	47,779,155	49,360,452
	17,496,743	16,763,602	15,935,142	16,468,462	15,623,988	13,072,465
	17,496,743	16,763,602	15,935,142	16,468,462	15,623,988	13,072,465
\$	77,262,685	\$ 73,666,497	\$ 70,634,324	\$ 68,070,330	\$ 63,403,143	\$ 62,432,917
\$	1,268,676	\$ 1,269,554	\$ 1,407,156	\$ 1,588,325	\$ 1,257,540	\$ 1,998,582
	3,274,051	3,093,646	3,186,635	3,095,784	2,976,097	1,463,849
	5,541,431	5,484,531	4,751,868	3,608,476	3,843,912	2,782,267
	970,556	895,577	792,802	795,660	741,042	860,826
	1,248,429	1,364,140	1,287,635	1,238,064	1,461,476	2,244,206
	2,330,934	7,505,925	1,998,465	4,358,514	5,600,719	220,000
	14,634,077	19,613,373	13,424,561	14,684,823	15,880,786	9,569,730
	15,524,548	15,411,379	14,732,596	13,467,211	12,968,546	12,298,995
	136,620	-	-	-	-	-
	211,426	2,430,283	53,175	744,821	2,342,204	1,235
	15,872,594	17,841,662	14,785,771	14,212,032	15,310,750	12,300,230
\$	30,506,671	\$ 37,455,035	\$ 28,210,332	\$ 28,896,855	\$ 31,191,536	\$ 21,869,960
\$	(45,131,865)	\$ (37,289,522)	\$ (41,274,621)	\$ (36,917,045)	\$ (31,898,369)	\$ (39,790,722)
	(1,624,149)	1,078,060	(1,149,371)	(2,256,430)	(313,238)	(772,235)
\$	(46,756,014)	\$ (36,211,462)	\$ (42,423,992)	\$ (39,173,475)	\$ (32,211,607)	\$ (40,562,957)

VILLAGE OF ROMEOVILLE, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

	2019	2018	2017	2016*
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities				
Taxes				
Property	\$ 18,722,706	\$ 17,572,297	\$ 16,422,851	\$ 16,423,304
Home rule sales	7,637,044	7,949,079	6,306,026	6,146,634
Telecommunications	753,131	872,932	957,144	993,552
Utility	6,598,117	6,421,712	6,370,157	5,929,117
Hotel/motel	562,323	544,641	551,753	475,098
Other	3,446,279	2,998,165	3,010,255	2,405,204
Intergovernmental - unrestricted				
Replacement tax	143,428	146,802	182,612	109,584
State sales tax	6,790,072	6,633,606	5,729,800	5,520,622
Use tax	1,227,584	1,049,326	976,635	920,714
Income tax	3,852,491	3,598,257	3,750,745	4,228,795
Investment income	1,021,394	194,067	111,411	128,845
Miscellaneous	356,938	169,815	221,198	328,096
Sale of capital assets	-	-	281,824	-
Transfers	244,111	212,896	385,072	-
Special item	-	-	-	-
Total governmental activities	<u>51,355,618</u>	<u>48,363,595</u>	<u>45,257,483</u>	<u>43,609,565</u>
Business-type activities				
Investment income	307,893	9,138	20,957	150,909
Miscellaneous	9,862	10,773	8,720	77,500
Transfers	<u>(244,111)</u>	<u>(212,896)</u>	<u>(385,072)</u>	<u>-</u>
Total business-type activities	<u>73,644</u>	<u>(192,985)</u>	<u>(355,395)</u>	<u>228,409</u>
TOTAL PRIMARY GOVERNMENT	<u><u>\$ 51,429,262</u></u>	<u><u>\$ 48,170,610</u></u>	<u><u>\$ 44,902,088</u></u>	<u><u>\$ 43,837,974</u></u>
CHANGE IN NET POSITION				
Governmental activities	\$ 7,445,071	\$ 10,233,790	\$ 7,745,985	\$ (3,026,676)
Business-type activities	<u>2,477,303</u>	<u>3,501,311</u>	<u>1,624,731</u>	<u>(551,985)</u>
Total primary governmental change in net position	9,922,374	13,735,101	9,370,716	(3,578,661)
Prior period adjustment	(6,194,149)	(38,562)	(27,295,033)	(23,996,690)
NET POSITION BEGINNING OF YEAR	<u>339,420,323</u>	<u>325,723,784</u>	<u>343,648,101</u>	<u>371,223,452</u>
NET POSITION END OF YEAR	<u><u>\$ 343,148,548</u></u>	<u><u>\$ 339,420,323</u></u>	<u><u>\$ 325,723,784</u></u>	<u><u>\$ 343,648,101</u></u>

*Replacement, state sales, use, and income taxes are presented as unrestricted intergovernmental revenue beginning in fiscal year 2016.

	2015	2014	2013	2012	2011	2010
\$	15,269,571	\$ 15,546,578	\$ 15,722,079	\$ 15,279,544	\$ 15,032,052	\$ 14,820,536
	10,955,120	9,893,380	9,146,375	9,365,911	9,025,865	7,356,280
	1,142,883	1,323,373	1,298,127	1,492,567	1,443,900	1,460,674
	6,022,872	5,959,246	5,477,963	4,764,214	4,920,460	3,554,178
	400,345	290,454	247,872	247,557	242,785	252,844
	2,210,611	1,425,637	1,183,935	2,077,464	1,677,997	1,919,200
	-	-	-	-	-	-
	-	-	-	-	-	-
	818,410	696,169	636,785	579,133	537,844	439,689
	3,886,045	3,866,664	3,575,982	3,204,848	2,862,078	2,785,961
	64,959	35,369	40,976	45,020	246,285	367,726
	165,667	130,520	80,452	550,066	78,056	191,106
	-	-	-	-	-	-
	-	-	-	-	-	2,600,000
	4,288,965	-	-	-	-	-
	45,225,448	39,167,390	37,410,546	37,606,324	36,067,322	35,748,194
	300,876	(16,177)	136,471	405,586	437,201	459,824
	32,668	66,745	29,060	6,112	374,684	-
	-	-	-	-	-	(2,600,000)
	333,544	50,568	165,531	411,698	811,885	(2,140,176)
\$	45,558,992	\$ 39,217,958	\$ 37,576,077	\$ 38,018,022	\$ 36,879,207	\$ 33,608,018
\$	93,583	\$ 1,877,868	\$ 121,024	\$ (3,668,297)	\$ (849,723)	\$ 3,849,825
	(1,290,605)	1,128,628	1,243,591	(737,673)	(1,444,545)	(2,453,414)
	(1,197,022)	3,006,496	1,364,615	(4,405,970)	(2,294,268)	1,396,411
	-	6,123,647	(2,168,193)	48,413	2,109,674	-
	372,420,474	346,059,894	346,863,472	351,221,029	351,405,623	350,009,212
\$	371,223,452	\$ 355,190,037	\$ 346,059,894	\$ 346,863,472	\$ 351,221,029	\$ 351,405,623

VILLAGE OF ROMEOVILLE, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
GENERAL FUND				
Unassigned	\$ 30,692,717	\$ 28,795,640	\$ 25,098,759	\$ 24,191,557
Reserved	-	-	-	-
Unreserved	-	-	-	-
TOTAL GENERAL FUND	\$ 30,692,717	\$ 28,795,640	\$ 25,098,759	\$ 24,191,557
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	5,673,767	4,032,677	3,180,894	16,125,483
Assigned	12,284,267	5,592,100	7,675,643	5,475,589
Unassigned	4,672,071	(17)	-	-
Reserved	-	-	-	-
Unreserved, reported in				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 22,630,105	\$ 9,624,760	\$ 10,856,537	\$ 21,601,072

Note: Governmental Accounting Standards Board Statement No. 54 was implemented at April 30, 2012.

Data Source

Audited Financial Statements

2015	2014	2013	2012	2011	2010
\$ 20,675,671	\$ 17,996,239	\$ 16,406,975	\$ 14,971,672	\$ -	\$ -
-	-	-	-	-	472,853
-	-	-	-	12,913,655	8,903,411
\$ 20,675,671	\$ 17,996,239	\$ 16,406,975	\$ 14,971,672	\$ 12,913,655	\$ 9,376,264
\$ -	\$ -	\$ 499,033	\$ 760,333	\$ -	\$ -
3,288,122	4,815,450	2,513,686	7,228,622	-	-
6,915,001	1,751,815	3,040,094	4,436,631	-	-
-	-	-	-	-	-
-	-	-	-	13,923,594	20,553,771
-	-	-	-	(20,221)	(419,111)
-	-	-	-	-	(2,392)
-	-	-	-	-	(754)
\$ 10,203,123	\$ 6,567,265	\$ 6,052,813	\$ 12,425,586	\$ 13,903,373	\$ 20,131,514

VILLAGE OF ROMEOVILLE, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2019	2018	2017	2016*
REVENUES				
Property taxes	\$ 18,722,706	\$ 17,572,295	\$ 16,422,851	\$ 16,423,305
Other taxes	18,996,893	18,786,528	17,195,334	15,949,605
Fines and forfeits	700,377	622,372	600,115	529,171
Licenses and permits	2,810,411	2,732,922	3,530,750	1,803,939
Charges for services	8,937,222	8,760,947	7,760,362	7,241,283
Intergovernmental	15,401,283	15,218,727	13,894,282	13,731,160
Investment income	1,021,394	194,067	111,411	128,845
Other	891,012	2,139,401	1,520,835	904,270
Total revenues	67,481,298	66,027,259	61,035,940	56,711,578
EXPENDITURES				
Current				
General government	11,227,846	14,960,072	11,954,887	11,815,013
Public safety	19,923,766	19,332,577	18,697,889	18,034,341
Public works	11,689,458	9,450,559	9,010,058	8,709,845
Recreation	5,112,707	5,185,107	4,124,138	3,964,791
Allocations to water and sewer fund	(3,310,000)	(3,246,000)	(3,183,000)	(3,121,000)
Capital outlay	5,442,566	13,493,274	10,081,008	9,321,709
Debt service				
Principal	6,279,465	6,460,590	5,906,154	5,375,593
Interest and fiscal charges	1,247,199	1,460,823	1,976,449	1,870,307
Bond issuance costs	770,954	-	-	-
Total expenditures	58,383,961	67,097,002	58,567,583	55,970,599
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	9,097,337	(1,069,743)	2,468,357	740,979
OTHER FINANCING SOURCES (USES)				
Issuance of bonds	64,510,000	-	5,105,000	11,950,000
Premium on bonds issued	6,788,290	-	77,165	1,465,998
Issuance of refunding bonds	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payments to escrow agent	(65,859,968)	-	(18,264,202)	-
Capital leases issued	395,777	-	32,515	-
Notes payable issued	-	3,384,000	-	555,500
Sale of capital assets	3,212	189,409	743,832	201,358
Transfers in	15,312,172	10,493,845	12,270,458	9,423,063
Transfers (out)	(15,312,172)	(10,493,845)	(12,270,458)	(9,423,063)
Total other financing sources (uses)	5,837,311	3,573,409	(12,305,690)	14,172,856
SPECIAL ITEM	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ 14,934,648	\$ 2,503,666	\$ (9,837,333)	\$ 14,913,835
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	13.53%	14.84%	14.90%	14.10%

*Sales and use tax presented as intergovernmental revenue beginning in fiscal year 2016.

2015	2014	2013	2012	2011	2010
\$ 14,899,310	\$ 15,186,189	\$ 15,081,826	\$ 15,135,292	\$ 14,815,103	\$ 14,820,536
21,553,488	19,608,305	17,970,958	18,526,587	17,846,841	14,824,767
525,809	652,242	623,118	853,511	842,300	752,175
2,239,902	2,246,099	1,540,449	761,008	901,880	797,229
6,570,453	6,239,227	5,973,911	5,448,356	5,383,469	4,877,269
6,876,406	7,151,987	6,572,704	6,763,999	6,593,745	3,889,790
64,959	35,369	40,976	45,020	246,285	367,726
2,843,481	2,170,564	2,842,872	1,718,868	1,032,134	1,089,957
55,573,808	53,289,982	50,646,814	49,252,641	47,661,757	41,419,449
11,679,424	13,277,239	15,200,174	10,276,541	10,279,604	9,337,741
17,878,688	17,657,940	16,884,123	16,459,782	16,104,041	15,574,310
9,336,352	9,149,870	8,829,149	8,743,358	8,478,126	8,264,865
3,964,195	3,600,130	3,408,063	3,215,119	3,112,875	3,650,743
(3,060,000)	(3,000,000)	(2,845,000)	(2,790,000)	(2,710,000)	(2,600,000)
8,543,839	20,163,557	10,037,710	8,229,834	12,437,256	36,172,185
5,874,571	3,550,370	2,984,621	2,630,149	2,553,378	1,882,280
2,093,303	1,948,524	1,954,015	1,960,867	2,107,777	2,310,980
125,748	339,669	-	-	-	82,506
56,436,120	66,687,299	56,452,855	48,725,650	52,363,057	74,675,610
(862,312)	(13,397,317)	(5,806,041)	526,991	(4,701,300)	(33,256,161)
7,308,233	15,045,000	-	-	-	6,700,000
677,639	299,329	-	-	-	-
-	-	2,750,000	-	2,460,000	-
-	-	89,846	-	38,946	-
(7,860,124)	-	(2,803,963)	-	(2,391,196)	-
-	114,828	818,206	-	-	185,000
2,747,915	-	-	-	-	-
14,975	41,876	14,482	4,826	37,691	-
11,673,868	6,630,665	8,222,204	7,090,363	5,501,664	4,725,139
(11,673,868)	(6,630,665)	(8,222,204)	(7,090,363)	(5,501,664)	(4,725,139)
2,888,638	15,501,033	868,571	4,826	145,441	6,885,000
4,288,965	-	-	-	-	-
\$ 6,315,291	\$ 2,103,716	\$ (4,937,470)	\$ 531,817	\$ (4,555,859)	\$ (26,371,161)
14.70%	11.30%	10.60%	11.30%	11.70%	10.90%

VILLAGE OF ROMEOVILLE, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Farm Property	Commercial Property	Industrial Property	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2018	\$ 626,893,251	\$ 474,964	\$ 135,007,044	\$ 510,984,243	\$ 395,157	\$ 1,273,754,659	\$ 1.2390	\$ 3,821,263,977	33.33%
2017	587,219,594	274,023	128,739,793	491,570,675	355,907	1,208,159,992	1.2500	3,624,479,976	33.33%
2016	549,333,877	246,217	113,450,541	477,275,927	351,971	1,140,658,533	1.2594	3,421,975,599	33.33%
2015	506,065,090	1,415,006	116,055,318	441,647,788	332,303	1,065,515,505	1.2981	3,196,546,515	33.33%
2014	479,245,446	426,230	113,584,962	444,332,779	306,468	1,037,895,885	1.3278	3,113,687,655	33.33%
2013	489,085,405	335,365	103,124,075	440,699,411	306,855	1,033,551,111	1.3086	3,100,653,333	33.33%
2012	536,896,483	362,892	107,944,426	449,467,441	286,429	1,094,957,671	1.2293	3,284,873,013	33.33%
2011	593,012,119	311,695	114,159,834	456,400,661	271,276	1,164,155,585	1.1593	3,492,466,755	33.33%
2010	684,151,001	257,950	120,416,770	471,631,539	227,501	1,276,684,761	1.0591	3,830,054,283	33.33%
2009	733,878,032	283,268	115,555,659	370,719,405	201,870	1,220,638,234	1.0170	3,661,914,702	33.33%

Note: Property is assessed at 33% of actual value.

Data Source

Will County Clerk

VILLAGE OF ROMEOVILLE, ILLINOIS

**SCHEDULE OF PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
WILL COUNTY**

Last Ten Levy Years

Tax Levy Year	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Direct										
Corporate	0.3193	0.3314	0.2677	0.2497	0.3027	0.3016	0.2723	0.2610	0.2382	0.1871
Street and bridge	0.0248	0.0261	0.0277	0.0296	0.0304	0.0305	0.0288	0.0271	0.0247	0.0208
Special recreation	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0300
Police protection	0.0448	0.0472	0.0500	0.0535	0.0550	0.0552	0.0521	0.0490	0.0447	0.0431
Fire protection	0.0443	0.0389	0.0411	0.0429	0.0442	0.0442	0.0375	0.0417	0.0391	0.0378
Ambulance	0.0983	0.0863	0.0911	0.0952	0.0980	0.0982	0.0794	0.0883	0.0828	0.0800
Recreation	0.2043	0.1949	0.1840	0.1770	0.1654	0.1601	0.1501	0.1401	0.1168	0.1065
Audit	0.0032	0.0041	0.0044	0.0047	0.0049	0.0049	0.0074	0.0069	0.0063	0.0061
Garbage disposal	0.0479	0.0505	0.0535	0.0573	0.0588	0.0591	0.0558	0.0524	0.0478	0.0460
Social security	0.1021	0.1076	0.1140	0.1221	0.1253	0.1258	0.1188	0.1117	0.1019	0.0982
Police pension	0.1652	0.1742	0.1628	0.1869	0.1635	0.1477	0.1328	0.1173	0.1218	0.1230
Insurance	0.1100	0.1159	0.1228	0.1314	0.1349	0.1355	0.1279	0.1203	0.1097	0.1057
Bonds and interest	0.0000	0.0000	0.0729	0.0786	0.0754	0.0809	0.0858	0.0835	0.0684	0.0917
Firefighters pension	0.0548	0.0505	0.0474	0.0492	0.0493	0.0449	0.0606	0.0400	0.0369	0.0410
Total direct	1.2390	1.2476	1.2594	1.2981	1.3278	1.3086	1.2293	1.1593	1.0591	1.0170
Will County	0.5927	0.5986	0.6121	0.6140	0.6210	0.5994	0.5696	0.5551	0.5274	0.5024
Will County Forest Preserve District	0.1504	0.1895	0.1944	0.1937	0.1977	0.1970	0.1859	0.1693	0.1567	0.1519
Will County Building Commission	0.0000	0.0000	0.0026	0.0218	0.0223	0.0222	0.0212	0.0200	0.0197	0.0191
Romeoville Mosquito Abatement District	0.0108	0.0111	0.0112	0.0114	0.0112	0.0109	0.0102	0.0096	0.0088	0.0107
DuPage Township	0.0705	0.0755	0.0790	0.0823	0.0824	0.0805	0.0769	0.0708	0.0662	0.0655
White Oak Library District	0.2894	0.2953	0.3028	0.3168	0.3236	0.2638	0.2422	0.2214	0.1966	0.1315
Unit School District 365-U	7.3030	7.2411	7.3246	7.5388	7.6318	7.3668	6.7687	5.9062	5.2276	4.9435
Community College District 525	0.2924	0.2994	0.3099	0.3065	0.3085	0.2955	0.2768	0.2463	0.2270	0.2144
Total Overlapping*	8.7092	8.7105	8.8366	9.0853	9.1985	8.8361	8.1515	7.1987	6.4300	6.0390
Total Direct and Overlapping	9.9482	9.9581	10.0960	10.3834	10.5263	10.1447	9.3808	8.3580	7.4891	7.0560

Note: Property tax rates are per \$100 of assessed valuation.

Data Source

Will County Clerk

*Overlapping tax rates are from DuPage Township tax code 1208.

VILLAGE OF ROMEOVILLE, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	Type of Business	2019		Percentage of Total Village Taxable Assessed Valuation	2010		Percentage of Total Village Taxable Assessed Valuation
		Taxable Assessed Value	Rank		Taxable Assessed Value	Rank	
PDV Midwest Refinery Citgo	Refinery-Petroleum Products	\$ 127,018,403	1	9.97%	\$ 50,138,500	1	4.45%
Duke Secured Fin 2009-1ALZ LLC	Real Property	17,029,086	2	1.34%			
Hart I55 Industrial LLC	Real Property	15,639,972	3	1.23%			
PLDAB LLC	Real Property	15,666,067	4	1.23%			
GPT N Schmidt Road LLC	Real Property	15,240,654	5	1.20%			
Prologis-Illinois LLC	Owner, Operator and Developer of Industrial Real Estate	14,612,297	6	1.15%	17,394,910	2	1.54%
Airport Road Holdings	Real Property	10,498,936	7	0.82%			
Pactiv Corp	Food Services: Direct Sales	9,591,571	8	0.75%			
BAEV LaSalle	Real Property	9,584,640	9	0.75%	10,055,705	5	0.89%
JRC Remington/Et Al LLC's	Real Property	9,333,712	10	0.73%			
J&J Romeoville Property	Real Property				11,006,200	4	0.98%
Prudential Ins. Co. of America	Insurance				14,607,935	3	1.30%
James Campbell Co. LLC	Real Property				9,300,000	6	0.83%
DCT/SPF Pinnacle IX LLC	Real Property				9,203,800	7	0.82%
CRP-IILP KCDC LLC	Real Property				9,089,700	8	0.81%
Hart I55 Industrial LLC	Real Property				8,908,000	9	0.79%
RREEF Amer REIT II Corp	Industrial Properties				8,796,000	10	0.78%
		<u>\$ 244,215,338</u>		<u>19.17%</u>	<u>\$ 148,500,750</u>		<u>13.19%</u>

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked. The 2017 EAV is the most current available.

Data Source

Will County Clerk

VILLAGE OF ROMEOVILLE, ILLINOIS**SCHEDULE OF PROPERTY TAX LEVIES AND COLLECTIONS**

Last Ten Levy Years

Tax Levy Year		Tax Extensions	Tax Collections	Percentage of Extensions Collected	Collections for Previous Years	Total Tax Collections	Percentage of Extensions Collected
2018	\$	14,892,041	\$ -	0.00%	\$ -	\$ -	0.00%
2017		14,343,453	14,343,452	100.00%	-	14,343,452	100.00%
2016		13,675,019	13,648,895	99.81%	-	13,648,895	99.81%
2015		13,193,894	13,171,863	99.83%	-	13,171,863	99.83%
2014		13,160,007	13,147,707	99.91%	-	13,147,707	99.91%
2013		12,924,565	12,891,285	99.74%	-	12,891,285	99.74%
2012		12,852,253	12,767,370	99.34%	-	12,767,370	99.34%
2011		12,852,637	12,791,222	99.52%	-	12,791,222	99.52%
2010		12,852,966	12,803,539	99.62%	-	12,803,539	99.62%
2009		11,777,090	11,715,947	99.48%	-	11,715,947	99.48%

Note: Includes separate agency of Romeoville Fire but excludes Road and Bridge Levy.

N/A - Information not available

Data Source

Will County Treasurer

VILLAGE OF ROMEOVILLE, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental					
	General Obligation Bonds	General Obligation Capital Appreciation Bonds*	Alternate Revenue Bonds	Subordinate Lien Taxable Tax Increment Revenue Note	Capital Lease	Note Payable
2019	\$ 98,444,482	\$ -	\$ -	\$ 3,542,443	\$ 1,015,689	\$ 1,469,790
2018	33,585,901	60,952,562	-	3,384,000	789,381	1,544,790
2017	40,204,756	57,721,305	-	-	985,965	1,619,790
2016	58,829,691	54,661,576	-	-	1,148,998	1,619,790
2015	50,584,554	51,764,258	-	-	759,355	1,769,790
2014	54,870,548	49,020,718	-	-	966,495	-
2013	43,125,004	46,422,784	-	-	1,102,576	-
2012	46,016,648	43,962,717	-	-	440,279	-
2011	46,664,626	41,633,192	1,785,000	-	650,906	-
2010	48,693,945	39,427,268	1,955,000	-	848,212	-

*The General Obligation Capital Appreciation Bonds value represents the principal outstanding which includes accreted interest.

**See the schedule of Demographic and Economic Indicators on page 144 for personal income and population data.

Note: Details of the Village's outstanding debt can be found in the notes to financial statements.

Business-Type								
General Obligation Bonds	Alternate Revenue Bonds	Note Payable	Total Primary Government	EAV	Percentage of EAV	Percentage of Personal Income**	Per Capita**	
\$ 15,167,688	\$ -	\$ 13,634,332	\$ 133,274,424	\$ 1,273,754,659	10.46%	9.96%	\$ 3,358.73	
1,252,360	-	14,969,537	116,478,531	1,208,159,992	9.64%	9.72%	2,935.45	
3,552,522	-	16,271,977	120,356,315	1,140,658,533	10.55%	10.04%	3,033.17	
5,758,114	-	17,542,457	139,560,626	1,065,515,505	13.10%	10.54%	3,182.00	
7,854,576	-	18,781,760	131,514,293	1,037,895,885	12.67%	10.74%	3,314.37	
9,754,452	-	19,990,652	134,602,865	1,033,551,111	13.02%	11.23%	3,392.00	
11,704,996	-	21,169,879	123,525,239	1,094,957,671	11.28%	19.34%	5,839.61	
13,563,352	-	22,320,169	126,303,165	1,164,155,585	10.85%	19.77%	5,970.93	
15,345,374	-	23,442,232	129,521,330	1,276,684,761	10.15%	20.28%	6,123.07	
17,016,055	-	24,496,953	132,437,433	1,220,638,234	10.85%	20.73%	6,260.93	

VILLAGE OF ROMEOVILLE, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds*	Less Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property**	Per Capita***
2019	\$ 113,612,170	\$ 4,672,071	\$ 108,940,099	2.85%	\$ 2,745.47
2018	95,790,823	177,749	95,613,074	2.64%	2,414.27
2017	101,478,583	-	101,478,583	2.97%	2,557.42
2016	119,249,381	13,415,998	105,833,383	3.31%	2,667.17
2015	110,203,388	8,129	110,195,259	3.54%	2,777.10
2014	113,645,718	8,129	113,637,589	3.66%	2,863.85
2013	101,252,784	8,129	101,244,655	3.08%	2,551.53
2012	103,542,717	2,248	103,540,469	2.96%	4,894.84
2011	103,643,192	19,476	103,623,716	2.71%	4,898.77
2010	105,137,268	-	105,137,268	2.87%	4,970.32

*This is the general bonded debt of both governmental (including capital appreciation bonds) and business-type activities.

**See the schedule of Assessed Value and Actual Value of Taxable Property on page 135 for property value data.

***See the schedule of Demographic and Economic Indicators on page 144 for population data.

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT

April 30, 2019

	Gross Bonded Debt*	Percentage of Debt Applicable to Government**	Government's Share of Debt
DIRECT DEBT			
Village of Romeoville	\$ 104,472,404	100.00%	\$ 104,472,404
OVERLAPPING DEBT			
<u>Schools:</u>			
School District Number 88-A	18,110,000	19.64%	3,556,804
School District Number 92	5,475,000	17.78%	973,455
School District Number 202	198,730,000	9.04%	17,965,192
School District Number 365-U	184,266,066	28.50%	52,515,829
High School District Number 205	12,210,000	7.75%	946,275
Community College District Number 525	161,150,000	6.09%	9,814,035
Total Schools	579,941,066		85,771,590
<u>Others:</u>			
Will County***	269,680,000	5.96%	16,072,928
Will County Forest Preserve District	97,975,000	5.96%	5,839,310
Fountaindale Library District	29,340,000	0.15%	44,010
Bolingbrook Park District	25,975,000	0.04%	10,390
Lemont Park District	8,499,000	0.05%	4,250
Lockport Park District	5,102,000	27.15%	1,385,193
Plainfield Park District	11,649,000	7.52%	876,005
Total Others	448,220,000		24,232,086
Total Overlapping Debt	1,028,161,066		110,003,676
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 1,132,633,470		\$ 214,476,080

Notes

* Outstanding principal of general obligation bonds as of May 9, 2018. 100% of the principal of outstanding general obligation bonds of overlapping taxing districts have been displayed in this schedule.

** Overlapping debt percentages based on 2017 EAV, the most current available.

Data Source

Office of the County Clerk - Will County, Illinois

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2019

Under the 1970 Illinois Constitution, there is no legal limit for home rule municipalities except as set by the General Assembly. To date, the General Assembly has set no limits for home rule municipalities.

VILLAGE OF ROMEOVILLE, ILLINOIS**DEMOGRAPHIC AND ECONOMIC INDICATORS**

Last Ten Fiscal Years

Fiscal Year	Population	Per Capita Personal Income*	Estimated Total Personal Income of Population	Median Age*	Level in Years of Schooling	Unemployment Rate*
2019	39,680	\$ 33,731	\$ 1,338,446,080	35.4	14	3.70%
2018	39,680	30,199	1,198,296,320	35.4	14	3.70%
2017	39,680	30,199	1,198,296,320	35.4	14	4.70%
2016	39,680	30,199	1,198,296,320	35.4	14	6.70%
2015	39,680	30,199	1,198,296,320	35.4	14	6.50%
2014	39,680	30,199	1,198,296,320	35.4	14	8.50%
2013	39,680	30,199	1,198,296,320	35.4	14	9.30%
2012	39,680	30,199	1,198,296,320	35.4	14	9.00%
2011	39,680	30,199	1,198,296,320	35.4	14	9.80%
2010	39,680	30,199	1,198,296,320	35.4	14	10.50%

*Will County

Data Source

Bureau of Census

VILLAGE OF ROMEVILLE, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	Product/Service	2019			2010		
		Rank	Number of Employees	% Employed in the Village	Rank	Number of Employees	% Employed in the Village
Amazon Fulfillment Center	Warehouse/Distribution	1	1,622	8.13%			
Valley View Community School District Number 365U	Education	2	1,300	6.51%	1	2,300	20.23%
Greencore Group	Food Manufacturer	3	1,200	6.01%			
PDV Midwest Refining CITGO	Fuels Refinery	4	803	4.02%			
Aryzta	Food Manufacturer	5	600	3.01%			
Ulta	Offices/Distribution	6	543	2.72%	8	250	2.20%
Walmart	Retail Store	7	537	2.69%			
RTC	Distribution/Manufacturing	8	530	2.66%			
Magid Glove and Safety	Safety Equipment	9	529	2.65%			
Lewis University	Education	10	525	2.63%	2	600	5.28%
Lockport Township High School District Number 205	Secondary Education				3	500	4.40%
Village of Romeoville*	Government				4	331	2.91%
Kennedy Transportation Co	National Trucking Transportation and Logistics Services				5	308	2.71%
Marquette Property Investment	Real Estate Development and Management				6	300	2.64%
Kehe Food Distributors, Inc.	Headquarters/Food Distributor				7	300	2.64%
Levy Home Entertainment LLC	Books, Periodicals, Newspapers				9	225	1.98%
Florstar Sales, Inc.	Wholesale Floor Covering Distributor				10	220	1.94%
			8,189	41.03%		5,334	46.93%

*Includes full-time and part-time employees

Data Sources

2019 Illinois Manufacturers Directory, 2019 Illinois Services Directory, Will County Center for Economic Development and a selected telephone survey

2010 Illinois Manufacturers Directory, 2010 Illinois Services Directory, Will County Center for Economic Development and a selected telephone survey

VILLAGE OF ROMEOVILLE, ILLINOIS

FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
GENERAL GOVERNMENT				
Mayor	1.00	1.00	1.00	1.00
Village clerk (support)	1.00	1.00	1.00	1.00
Village administration				
Administration	3.00	3.00	3.00	3.00
Personnel	2.00	2.00	2.00	2.00
RPTV	1.00	1.00	1.00	1.00
Marketing	1.35	1.35	0.73	0.63
Information services	3.00	3.00	3.00	3.00
Finance	9.89	9.94	9.94	9.94
Community services and development				
Administration	5.45	5.34	5.45	6.40
Inspectional services	4.84	4.84	4.84	4.26
PUBLIC SAFETY				
Police				
Administration	9.50	9.50	9.50	9.50
Operations	60.50	74.40	73.40	72.40
Support services	16.75	14.07	13.59	10.28
Fire and ambulance	62.76	62.28	60.30	58.80
Fire academy	10.60	10.60	10.60	11.00
Romeoville Emergency Management Agency	0.72	0.72	0.72	0.72
PUBLIC WORKS				
Administration	4.00	4.00	4.00	4.00
Buildings	7.50	9.25	9.25	9.25
Motor pool	2.00	1.73	1.00	2.42
Streets and sanitation	13.00	11.00	10.73	9.00
Landscape and grounds	5.00	5.00	5.00	6.00
RECREATION				
Operations	6.60	6.19	5.26	5.17
Recreation programs	38.05	34.94	34.84	31.09
Park maintenance	11.70	9.63	9.27	9.43
Recreation center	9.97	9.95	9.27	5.00
WATER AND SEWER				
Finance administration	4.00	4.00	4.00	4.00
Public works water distribution	12.00	13.00	13.00	11.00
Public works sewage treatment	8.00	9.00	9.00	7.00
Public works sewage collection	5.00	5.00	5.00	8.00
TOTAL VILLAGE EMPLOYEES	320.18	326.73	319.69	306.28

Data Source

Operating Budget

2015	2014	2013	2012	2011	2010
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
3.00	3.00	3.00	3.00	3.00	3.00
2.45	2.45	2.45	1.38	1.08	1.75
1.00	1.00	1.00	1.00	1.00	1.50
0.63	0.63	1.00	1.00	1.00	1.00
3.00	3.00	3.00	3.00	3.00	4.00
9.94	9.94	9.88	9.25	8.73	8.00
6.00	6.00	6.00	6.50	6.70	8.65
4.26	4.26	4.08	4.07	4.00	7.50
9.50	9.50	10.00	10.52	10.92	7.50
74.40	73.38	72.02	71.52	73.25	80.00
12.79	12.52	15.29	15.29	15.04	20.02
57.00	55.80	49.07	53.80	57.21	63.92
7.00	5.25	5.25	4.25	3.43	3.50
0.72	0.72	0.72	0.87	0.87	0.87
5.00	5.00	5.00	5.00	5.00	5.00
11.86	11.86	11.50	10.00	17.00	14.00
1.00	1.00	1.00	2.00	2.00	3.00
9.00	9.00	9.00	9.00	6.00	10.50
7.00	7.00	7.00	7.00	-	-
5.17	5.17	5.17	5.17	5.17	5.61
31.09	28.92	28.33	33.41	30.63	30.49
9.43	9.75	9.60	8.20	8.19	9.46
5.00	5.00	5.80	5.80	5.80	8.86
4.00	4.00	4.00	4.00	4.00	6.00
12.00	12.00	12.00	12.00	11.00	12.00
10.00	10.00	10.00	10.00	10.00	10.00
8.00	8.00	8.00	8.00	8.00	8.00
312.23	306.14	301.16	307.03	304.02	336.13

VILLAGE OF ROMEOVILLE, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Fiscal Year	2019	2018	2017	2016
GENERAL GOVERNMENT				
Community Development				
Permits issued*	2,119	3,131	2,077	2,101
Inspections conducted*	5,887	7,317	6,296	4,666
Business licenses issued*	657	748	690	731
PUBLIC SAFETY				
Police				
Personnel - civilian**	25	27	34	32
Personnel - sworn**	65	64	64	61
Traffic accidents	1,557	1,535	1,573	1,439
Calls for service	39,426	40,696	43,516	41,097
Traffic citations	5,538	6,486	6,263	5,815
Parking citations	1,710	1,703	2,057	1,737
Written warnings	1,477	1,705	2,267	2,025
Administrative warning tickets	78	116	211	137
Arrests	967	1,213	1,198	875
DUI arrests	133	156	133	65
Written reports	3,064	3,262	3,575	3,500
Domestics	547	569	647	513
False alarms	1,287	1,266	1,213	1,256
Fire				
Calls				
EMS	2,046	2,056	2,045	2,060
Fire	1,521	1,392	1,348	1,239
Total	3,567	3,448	3,393	3,299
PUBLIC WORKS				
Streets (miles)	170	170	170	170
RECREATION				
Program offerings				
Youth	857	815	770	733
Adult	188	191	240	238
Senior citizen	32	31	19	15
WATER AND SEWER				
Number of active meters	17,080	17,000	16,924	16,831
Gallons of water pumped	1,599,428,300	1,601,598,500	1,539,240,400	1,532,814,900
Gallons of water sold (billed)	1,281,662,600	1,352,453,000	1,268,506,000	1,260,283,300
Utilization	80.13%	84.44%	82.41%	82.22%

N/A - Information not available

*Figures based on prior calendar year approximating current fiscal year.

**Does not include Co-Op Students, Crossing Guards, or Kennel Helper.

Data Source

Various village departments

2015	2014	2013	2012	2011	2010
2,195	2,031	1,376	1,250	2,021	1,168
2,785	2,923	7,076	6,220	6,889	6,521
848	711	685	692	684	628
32	34	34	33	33	29
61	63	61	63	63	67
1,400	1,330	1,245	1,304	1,397	1,332
38,886	41,069	41,754	45,184	46,591	55,297
6,486	8,446	8,330	9,202	7,797	9,593
1,161	1,096	629	1,188	1,572	2,295
918	611	494	791	989	1,430
163	330	181	299	441	810
870	1,292	1,526	1,616	1,495	1,972
66	90	115	117	98	113
3,459	3,687	4,094	4,409	4,323	5,212
494	486	519	637	585	649
1,311	1,147	1,039	1,121	1,153	1,095
1,917	1,690	1,837	1,890	1,733	1,615
1,312	1,267	1,266	1,246	1,112	1,192
3,229	2,957	3,103	3,136	2,845	2,807
170	170	170	170	170	170
580	544	530	475	527	436
232	23	42	42	30	52
15	35	38	29	38	41
16,698	16,604	16,535	16,570	16,557	16,597
1,478,703,000	1,525,850,300	1,708,115,500	1,635,515,000	1,480,389,191	1,509,647,875
1,216,020,300	1,330,730,900	1,382,636,900	1,322,254,690	1,334,422,900	1,317,100,300
82.24%	87.21%	80.95%	80.85%	90.14%	87.25%

VILLAGE OF ROMEOVILLE, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
GENERAL GOVERNMENT										
Buildings - Village Hall	1	1	1	1	1	1	1	1	1	1
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Number of zones	8	8	8	4-6	4-6	4-6	4-6	4-6	4-6	4-6
Patrol units	40	40	40	37	37	39	39	39	39	43
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
PUBLIC WORKS										
Streets (miles)	170	170	170	170	170	170	170	170	170	170
RECREATION										
Recreation Center	1	1	1	1	1	1	1	1	1	1
Athletic and Event Center	1	1	1	1	1	-	-	-	-	-
Parks	31	32	31	31	31	29	28	27	27	25
Acres of parks	356	358	301	301	301	242	242	241	241	222
WATER AND SEWER										
Water mains (miles)	159	159	159	159	159	159	159	159	159	159
Sanitary sewers (miles)	8	8	8	8	8	8	8	8	8	8
Storm sewers (miles)	140	140	140	140	140	140	140	140	140	140

Note: Most recent data available

Data Source

Various Village departments