

CITY OF GENEVA, ILLINOIS
ANNUAL FINANCIAL REPORT
Year Ended April 30, 1999

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ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor
Members of the City Council
City of Geneva, Illinois

We have audited the accompanying general purpose financial statements of the City of Geneva, Illinois, as of and for the year ended April 30, 1999, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraphs, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The City does not maintain detailed records of fixed assets for the General Fixed Assets Account Group. Because we were unable to satisfy ourselves as to the carrying amount of such fixed assets by appropriate audit tests or by other means as a result of the incomplete records, we are unable to express an opinion on the General Fixed Assets Account Group.

The City does not record the retirement of fixed assets, as required by generally accepted accounting principles, for the Enterprise Funds. Therefore, the cost of fixed assets, accumulated depreciation, fund equity and the provision for depreciation in the Enterprise Funds may be misstated by undeterminable amounts.

In our opinion, except for the effects on the general purpose financial statements of the lack of adequate fixed asset records as described in the previous two paragraphs, the general purpose financial statements referred to above, present fairly, in all material respects, the financial position of the City of Geneva, Illinois as of April 30, 1999, the results of its operations and cash flows of its Proprietary Fund Type for the year then ended in conformity with generally accepted accounting principles.

(Continued)

The Honorable Mayor
Members of the City Council
City of Geneva, Illinois
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Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, with the qualifications set forth above, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The Year 2000 supplementary information on page 41 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and do not express an opinion on it. In addition, we do not provide assurance that the City of Geneva, Illinois is or will become Year 2000 compliant, that the City of Geneva, Illinois' Year 2000 remediation efforts will be successful in whole or in part, or that parties with which the City of Geneva, Illinois does business are or will become Year 2000 compliant.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., Ltd.

Certified Public Accountants

Northbrook, Illinois
August 10, 1999

FINANCIAL STATEMENTS

City of Geneva, Illinois
ALL FUND TYPES AND ACCOUNT GROUPS
COMBINED BALANCE SHEET
April 30, 1999

ASSETS AND OTHER DEBITS

	Totals (Memorandum Only)	Governmental Fund Types				Proprietary Fund Types Enterprise	Fiduciary Fund Types Trust and Agency	Account Groups	
		General	Special Revenue	Debt Service	Capital Projects			General Fixed Assets (Unaudited)	General Long-Term Debt
ASSETS									
Cash and investments	\$ 29,001,713	\$ 2,786,787	\$ 1,835,764	\$ 172,460	\$ 1,582,567	\$ 9,353,284	\$ 13,270,851	\$ -	\$ -
Receivables (net of allowances)									
Property taxes	3,864,910	2,001,635	500,825	950,626	25,097	-	386,727	-	-
Accounts	2,170,867	638,768	-	-	-	1,532,099	-	-	-
Accrued interest	75,885	4,900	-	-	-	45,456	25,529	-	-
Deposits	33,950	33,950	-	-	-	-	-	-	-
Other	491,859	370,081	37,592	-	-	84,186	-	-	-
Due from other funds	425,208	133,641	-	-	-	-	291,567	-	-
Due from other governments	1,013,236	1,013,236	-	-	-	-	-	-	-
Inventory	480,159	6,817	-	-	-	473,342	-	-	-
Restricted - cash and equivalents	1,913,477	-	-	-	-	1,913,477	-	-	-
Fixed assets (net of accumulated depreciation)	92,888,429	-	-	-	-	47,045,913	-	45,842,516	-
Other assets - unamortized bond costs	69,291	-	-	-	-	69,291	-	-	-
OTHER DEBITS									
Amount available for debt service	172,460	-	-	-	-	-	-	-	172,460
Amount to be provided for retirement of general long-term debt	18,022,538	-	-	-	-	-	-	-	18,022,538
Total assets and other debits	\$ 150,623,982	\$ 6,989,815	\$ 2,374,181	\$ 1,123,086	\$ 1,607,664	\$ 60,517,048	\$ 13,974,674	\$ 45,842,516	\$ 18,194,998

(Continued)

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
ALL FUND TYPES AND ACCOUNT GROUPS
COMBINED BALANCE SHEET - (Continued)
April 30, 1999

LIABILITIES AND EQUITY AND OTHER CREDITS

	Totals (Memorandum Only)	Governmental Fund Types			Proprietary Fund Types	Fiduciary Fund Types	Account Groups		
		General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency	General Fixed Assets (Unaudited)	General Long-Term Debt
LIABILITIES									
Accounts payable	\$ 3,761,197	\$ 974,618	\$ 33,634	\$ -	\$ 13,944	\$ 2,739,001	\$ -	\$ -	\$ -
Accrued payroll	333,978	192,302	53,944	-	-	87,732	-	-	-
Due to other funds	425,208	-	140,490	-	74,230	18,921	191,567	-	-
Deferred property taxes	3,673,343	2,001,635	500,825	950,626	25,097	-	195,160	-	-
Other deferred revenue	174,654	156,587	18,067	-	-	-	-	-	-
Deposit payable	332,222	319,417	3,500	-	-	9,305	-	-	-
Compensated absences payable	1,268,058	89,920	32,511	-	-	344,652	-	-	800,975
Notes payable	1,039,828	-	-	-	-	981,811	-	-	58,017
Capital leases payable	1,071,496	-	-	-	-	441,490	-	-	630,006
Special service area bonds payable	445,000	-	-	-	-	-	-	-	445,000
Tax increment financing bonds	3,750,000	-	-	-	-	-	-	-	3,750,000
General obligation bonds payable	16,820,000	-	-	-	-	4,309,000	-	-	12,511,000
Revenue bonds payable	1,800,000	-	-	-	-	1,800,000	-	-	-
Total liabilities	34,894,984	3,734,479	782,971	950,626	113,271	10,731,912	386,727	-	18,194,998
EQUITY AND OTHER CREDITS									
Investment in general fixed assets	45,842,516	-	-	-	-	-	-	45,842,516	-
Contributed capital	14,500,603	-	-	-	-	14,500,603	-	-	-
Retained earnings									
Reserved - restricted accounts	1,304,019	-	-	-	-	1,304,019	-	-	-
Unreserved	33,980,514	-	-	-	-	33,980,514	-	-	-
Fund balances									
Reserved for debt service	172,460	-	-	172,460	-	-	-	-	-
Reserved for working cash	710,272	-	-	-	-	-	710,272	-	-
Reserved for tax increment development	1,658,790	-	-	-	532,902	-	1,125,888	-	-
Reserved for pensions	11,667,458	-	-	-	-	-	11,667,458	-	-
Reserved for tree nursery	84,329	-	-	-	-	-	84,329	-	-
Unreserved - designated	1,268,108	1,268,108	-	-	-	-	-	-	-
Unreserved - undesignated	4,539,929	1,987,228	1,591,210	-	961,491	-	-	-	-
Total equity and other credits	115,728,998	3,255,336	1,591,210	172,460	1,494,393	49,785,136	13,587,947	45,842,516	-
Total liabilities and equity and other credits	\$ 150,623,982	\$ 6,989,815	\$ 2,374,181	\$ 1,123,086	\$ 1,607,664	\$ 60,517,048	\$ 13,974,674	\$ 45,842,516	\$ 18,194,998

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
ALL GOVERNMENTAL AND EXPENDABLE TRUST FUND TYPES
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year ended April 30, 1999

	Totals (Memorandum Only)	Governmental Fund Types			Fiduciary	
		General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
REVENUES						
Property taxes	4,091,911	\$ 2,058,493	\$ 470,606	\$ 664,226	\$ 25,603	\$ 872,983
Replacement taxes	68,125	34,075	15,500	-	-	18,550
Sales tax	2,921,054	2,720,446	-	-	-	200,608
State income tax	1,335,952	1,335,952	-	-	-	-
Municipal tax	1,426,099	1,426,099	-	-	-	-
Motor fuel tax	455,152	-	455,152	-	-	-
Intergovernmental	731,284	-	731,284	-	-	-
Fines and forfeits	199,947	199,947	-	-	-	-
Licenses and permits	406,420	406,420	-	-	-	-
Interest	454,209	175,424	84,881	4,580	100,481	88,843
Miscellaneous	2,444,906	2,170,276	142,499	22,500	109,631	-
Total revenues	14,535,059	10,527,132	1,899,922	691,306	235,715	1,180,984
EXPENDITURES						
Legislative	208,645	208,645	-	-	-	-
Administrative and financial	295,862	295,862	-	-	-	-
Public works	226,898	226,898	-	-	-	-
Maintenance	180,914	180,914	-	-	-	-
Storm drainage	44,030	44,030	-	-	-	-
Buildings, planning and zoning	434,303	434,303	-	-	-	-
Police	2,554,043	2,554,043	-	-	-	-
Fire	1,500,258	1,500,258	-	-	-	-
Police and Fire Commission	2,452	2,452	-	-	-	-
Streets and walks	4,031,371	3,424,346	607,025	-	-	-
IMRF contributions	355,388	-	355,388	-	-	-
Other	1,711,176	-	1,256,367	-	43,625	411,184
Capital outlay	6,735,042	816,777	-	-	5,918,265	-
Debt service						
Principal retirement	530,003	-	-	395,003	135,000	-
Interest and fees	774,137	-	-	533,520	237,217	3,400
Total expenditures	19,584,522	9,688,528	2,218,780	928,523	6,334,107	414,584
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,049,463)	\$ 838,604	(318,858)	(237,217)	(6,098,392)	\$ 766,400

(Continued)

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
ALL GOVERNMENTAL AND EXPENDABLE TRUST FUND TYPES
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - (Continued)
Year ended April 30, 1999

	Totals (Memorandum Only)	Governmental Fund Types			Fiduciary Fund Types	
		General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
OTHER FINANCING SOURCES (USES)						
Operating transfers in	1,157,801	\$ 191,439	\$ 321,466	\$ 271,938	\$ 372,958	\$ -
Operating transfers (out)	(996,362)	(526,466)	-	-	-	(469,896)
Bond proceeds	5,051,416	-	-	-	5,051,416	-
Total other financing sources (uses)	5,212,855	(335,027)	321,466	271,938	5,424,374	(469,896)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	163,392	503,577	2,608	34,721	(674,018)	296,504
FUND BALANCES						
Beginning of year	8,270,496	2,751,759	1,588,602	137,739	2,168,411	1,623,985
End of year	8,433,888	\$ 3,255,336	\$ 1,591,210	\$ 172,460	\$ 1,494,393	\$ 1,920,489

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
ALL GOVERNMENTAL FUND TYPES
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year ended April 30, 1999

	Totals (Memorandum Only)			General		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES						
Property taxes	\$ 3,186,015	\$ 3,218,928	\$ 32,913	\$ 2,030,600	\$ 2,058,493	\$ 27,893
Replacement taxes	68,000	49,575	(18,425)	52,500	34,075	(18,425)
Sales tax	2,506,900	2,720,446	213,546	2,506,900	2,720,446	213,546
State income tax	1,258,250	1,335,952	77,702	1,258,250	1,335,952	77,702
Municipal tax	1,369,600	1,426,099	56,499	1,369,600	1,426,099	56,499
Motor fuel tax	425,000	455,152	30,152	-	-	-
Intergovernmental	976,160	731,284	(244,876)	-	-	-
Fines and forfeits	235,000	199,947	(35,053)	235,000	199,947	(35,053)
Licenses and permits	294,000	406,420	112,420	294,000	406,420	112,420
Interest	165,025	365,366	200,341	50,000	175,424	125,424
Miscellaneous	868,529	2,444,906	1,576,377	669,634	2,170,276	1,500,642
Total revenues	11,352,479	13,354,075	2,001,596	8,466,484	10,527,132	2,060,648
EXPENDITURES						
Legislative	192,885	208,645	(15,760)	192,885	208,645	(15,760)
Administrative and financial	312,850	295,862	16,988	312,850	295,862	16,988
Public works	227,420	226,898	522	227,420	226,898	522
Maintenance	181,450	180,914	536	181,450	180,914	536
Storm drainage	32,570	44,030	(11,460)	32,570	44,030	(11,460)
Buildings, planning and zoning	441,990	434,303	7,687	441,990	434,303	7,687
Police	2,544,290	2,554,043	(9,753)	2,544,290	2,554,043	(9,753)
Fire	1,550,255	1,500,258	49,997	1,550,255	1,500,258	49,997
Police and Fire Commission	4,000	2,452	1,548	4,000	2,452	1,548
Streets and walks	1,390,407	1,311,683	78,724	1,226,800	1,129,658	97,142
Street Improvement Program	5,483,900	2,719,688	2,764,212	4,983,900	2,294,688	2,689,212
IMRF contributions	314,680	355,388	(40,708)	-	-	-
Other	1,291,905	1,299,992	(8,087)	-	-	-
Capital outlay	6,215,029	6,735,042	(520,013)	876,419	816,777	59,642
Debt Service						
Principal retirement	430,003	530,003	(100,000)	-	-	-
Interest and fees	704,572	770,737	(66,165)	-	-	-
Total expenditures	21,318,206	19,169,938	2,148,268	12,574,829	9,688,528	2,886,301
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (9,965,727)	\$ (5,815,863)	\$ 4,149,864	\$ (4,108,345)	\$ 838,604	\$ 4,946,949
OTHER FINANCING SOURCES (USES)						
Operating transfers in	\$ 447,200	\$ 1,157,801	\$ 710,601	\$ 148,700	\$ 191,439	\$ 42,739
Operating transfers (out)	(443,000)	(526,466)	(83,466)	(443,000)	(526,466)	(83,466)
Bond proceeds	-	5,051,416	(5,051,416)	-	-	-
Total other financing sources (uses)	4,200	5,682,751	(4,424,281)	(294,300)	(335,027)	(40,727)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ (9,961,527)	(133,112)	\$ (274,417)	\$ (4,402,645)	503,577	\$ 4,906,222
FUND BALANCES						
Beginning of year		6,646,511			2,751,759	
End of year		\$ 6,513,399			\$ 3,255,336	

The accompanying notes are an integral part of this statement.

Special Revenue			Debt Service			Capital Projects		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 471,615	\$ 470,606	\$ (1,009)	658,500	\$ 664,226	\$ 5,726	\$ 25,300	\$ 25,603	\$ 303
15,500	15,500	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
425,000	455,152	30,152	-	-	-	-	-	-
976,160	731,284	(244,876)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
58,425	84,881	26,456	4,000	4,580	580	52,600	100,481	47,881
108,820	142,499	33,679	2,000	22,500	20,500	88,075	109,631	21,556
<u>2,055,520</u>	<u>1,899,922</u>	<u>(155,598)</u>	<u>664,500</u>	<u>691,306</u>	<u>26,806</u>	<u>165,975</u>	<u>235,715</u>	<u>69,740</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
163,607	182,025	(18,418)	-	-	-	-	-	-
500,000	425,000	75,000	-	-	-	-	-	-
314,680	355,388	(40,708)	-	-	-	-	-	-
1,289,985	1,256,367	33,618	-	-	-	1,920	43,625	(41,705)
-	-	-	-	-	-	5,338,610	5,918,265	(579,655)
-	-	-	395,003	395,003	-	35,000	135,000	(100,000)
-	-	-	466,197	533,520	(67,323)	238,375	237,217	1,158
<u>2,268,272</u>	<u>2,218,780</u>	<u>49,492</u>	<u>861,200</u>	<u>928,523</u>	<u>(67,323)</u>	<u>5,613,905</u>	<u>6,334,107</u>	<u>(720,202)</u>
\$ <u>(212,752)</u>	\$ <u>(318,858)</u>	\$ <u>(106,106)</u>	\$ <u>(196,700)</u>	\$ <u>(237,217)</u>	\$ <u>(40,517)</u>	\$ <u>(5,447,930)</u>	\$ <u>(6,098,392)</u>	\$ <u>(650,462)</u>
								(Continued)
\$ 98,500	\$ 321,466	\$ 222,966	\$ 200,000	\$ 271,938	\$ 71,938	\$ -	\$ 372,958	\$ 372,958
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	5,051,416	(5,051,416)
<u>98,500</u>	<u>321,466</u>	<u>222,966</u>	<u>200,000</u>	<u>271,938</u>	<u>71,938</u>	<u>-</u>	<u>5,424,374</u>	<u>(4,678,458)</u>
\$ <u>(114,252)</u>	2,608	\$ <u>116,860</u>	\$ <u>3,300</u>	34,721	\$ <u>31,421</u>	\$ <u>(5,447,930)</u>	(674,018)	\$ <u>(5,328,920)</u>
	<u>1,588,602</u>			<u>137,739</u>			<u>2,168,411</u>	
	\$ <u>1,591,210</u>			\$ <u>172,460</u>			\$ <u>1,494,393</u>	

City of Geneva, Illinois
PROPRIETARY FUND TYPE
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
Year ended April 30, 1999

	<u>Enterprise</u>
OPERATING REVENUES	
Charges for services	\$ 14,423,464
Charges to other funds	333,946
Taxes	532,218
Service fees	25,709
Miscellaneous	<u>50,736</u>
 Total operating revenues	 <u>15,366,073</u>
OPERATING EXPENSES	
Purchased power	8,657,058
Production and storage	244,003
Distribution	822,825
Plant and service	1,183,078
Sewerage treatment	358,099
Sewerage collection	476,583
Sewerage monitoring	41,169
State utility tax	530,099
Administration	588,688
Depreciation	3,074,003
Lease payments	48,269
Public building commission fee	56,814
Refuse collection	<u>49,315</u>
 Total operating expenses	 <u>16,130,003</u>
 OPERATING INCOME (LOSS)	 <u>(763,930)</u>
NONOPERATING REVENUES (EXPENSES)	
Connection fees	1,595,891
Interest income	547,643
Interest expense	(317,656)
Nonexpendable trust income	12,975
New development income	16,351
Amortization of bond costs	(13,184)
Miscellaneous income	<u>465,291</u>
 Total nonoperating revenues (expenses)	 \$ <u>2,307,311</u> (Continued)

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
PROPRIETARY FUND TYPE
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY -
(Continued)
Year ended April 30, 1999

	<u>Enterprise</u>
INCOME BEFORE OPERATING TRANSFERS	\$ 1,543,381
OPERATING TRANSFERS (OUT)	<u>(161,439)</u>
NET INCOME	1,381,942
FUND EQUITY	
Beginning of year	46,237,912
Current contributed capital	<u>2,165,282</u>
End of year	\$ <u>49,785,136</u>

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
PROPRIETARY FUND TYPE - ENTERPRISE
COMBINED STATEMENT OF CASH FLOWS
Year ended April 30, 1999

CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ <u>(763,930)</u>
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation	3,074,003
Connection fees	1,595,891
Miscellaneous income	465,291
Change in assets and liabilities	
Accounts receivable	17,588
Accrued interest receivable	(15,490)
Inventory	140,212
Accounts payable	1,519,140
Deposits payable	1,183
Accrued payroll	11,151
Compensated absences payable	<u>71,635</u>
 Total adjustments	 <u>6,880,604</u>
 Net cash provided by operating activities	 <u>6,116,674</u>
 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating transfers (out)	(161,439)
Change in due to/from other funds	<u>(221,278)</u>
 Net cash provided by noncapital financing activities	 <u>(382,717)</u>
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and construction of capital assets	(4,320,974)
Principal paid on revenue bonds	(100,000)
Interest paid on revenue bonds, general obligation bonds and capital leases	(317,656)
Principal paid on capital lease obligation	(204,325)
Principal paid on note payable	(54,303)
Proceeds from note payable	497,793
Principal paid on general obligation bonds	(191,200)
Nonexpendable trust income	12,975
New development income	<u>16,351</u>
 Net cash used for capital and related financing activities	 <u>(4,661,339)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of investments	(2,548,039)
Interest income	<u>547,643</u>
 Net cash used for investing activities	 <u>(2,000,396)</u>
 NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS	 (927,778)
 CASH AND CASH EQUIVALENTS, including restricted portion	
Beginning of year	<u>9,646,500</u>
 End of year	 <u>\$ 8,718,722</u>

The accompanying notes are an integral part of this statement.

City of Geneva, Illinois
PENSION TRUST FUNDS
COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS
Year ended April 30, 1999

ADDITIONS

Contributions

Employer

\$ 411,183

Employees

206,983

Total contributions

618,166

Investment income

Net change in fair value

(141,150)

Interest

1,180,234

Net investment income

1,039,084

Total additions

1,657,250

DEDUCTIONS

Administration

14,617

Benefits

278,732

Refunds

29,338

Total deductions

322,687

NET INCREASE

1,334,563

**NET ASSETS HELD IN TRUST FOR
PENSION BENEFITS**

Beginning of year - as reported

10,525,542

Change in accounting principles

(192,647)

Beginning of year - as restated

10,332,895

\$ 11,667,458

City of Geneva, Illinois
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City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 1. - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Geneva, Illinois (the City) was founded in 1835. The City has a mayor-council form of government.

The accounting policies of the City of Geneva, Illinois conform to generally accepted accounting principles, except as noted for fixed assets in the Proprietary Fund Type and General Fixed Assets Account Group. The following is a summary of the significant accounting policies:

Reporting Entity

Under Governmental Accounting Standards Board Codification - Section 2100, the basic criterion for including a governmental department, agency, institution, commission, public authority or other governmental organization in the City's general purpose financial statements is the exercise of oversight responsibility over such agencies by the City's elected officials. Oversight responsibility is derived from the City's power and includes but is not limited to:

- a. financial interdependency;
- b. selection of governing authority;
- c. designation of management;
- d. ability to significantly influence operations; and
- e. accountability for fiscal matters.

No entities met the above criteria for inclusion in the City's annual financial report.

Basis of Accounting

The accounts of the City are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, equity, revenues and expenditures or expenses, as appropriate. The various funds are summarized by type in the general purpose financial statements. The financial statements for the Governmental Fund Types and Expendable Trust Funds reflect the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues which are material, measurable and available are recorded on the accrual method and other revenues are recorded when collected. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized when the related liability is incurred.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 1. - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Basis of Accounting - (Continued)

In applying the accrual concept to intergovernmental revenues (i.e., Federal and State grants, State sales tax, etc.), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The financial statements for the Proprietary and Pension Trust Funds reflect the accrual basis of accounting.

The City's proprietary funds apply all applicable GASB pronouncements as well as relevant Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements, in which case, GASB prevails.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, deposits in interest bearing and noninterest bearing checking accounts, Illinois Public Treasurer's Investment Pool, Government Money Market Portfolio and certificates of deposit with original maturities of three months or less from the date of acquisition.

Investments

Investments consist of certificates of deposit, treasury obligations and insurance contracts with original maturities greater than three months. Short-term investments are stated at cost or amortized cost. Long-term investments (those with original maturities over one year) are stated at fair value. Investments are stated at fair value for pension funds.

Property Taxes

Property taxes are levied and attach as an enforceable lien on property on January 1, and are payable in two installments on June 1 and September 1 subsequent to the year of levy.

Property taxes receivable reflect the 1998 levy which, less an allowance for loss on collection, are reflected as revenue in funds on the accrual basis of accounting. For funds on the modified accrual basis of accounting, the 1998 levy is deferred while the 1997 levy is included as revenue.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 1. - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Inventories

Inventories are valued at average cost which approximates the first-in, first-out method.

Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables".

General Fixed Assets (Unaudited)

General property, plant and equipment purchases are recorded as capital outlays in the fund from which the expenditures were made and are accounted for in the General Fixed Assets Account Group. Complete detailed records of such fixed assets have not been maintained. Recorded amounts are stated at cost or estimated historical cost. Certain infrastructure (e.g., streets, sidewalks, bridges, lighting) have not been capitalized. General fixed assets are not depreciated. Recorded amounts for the General Fixed Asset Account Group have not been reduced for the related cost of the retirement of assets as required by generally accepted accounting principles.

Property, Plant and Equipment - Proprietary Funds (Unaudited)

Property, plant and equipment in the Proprietary Funds are stated at cost or estimated historical cost. Assets contributed by developers are recorded at the developers' cost. Depreciation has been provided using the straight-line method over the estimated useful lives of the related assets.

Recorded property, plant and equipment amounts for the Proprietary Funds have not been reduced for the cost, net of accumulated depreciation, of the retired assets as required by generally accepted accounting principles.

Vacation, Sick Pay and Other Employee Benefits

Accumulated unpaid vacation, sick pay and other employee benefit amounts for Governmental Fund Types are accrued in these funds as a current liability to the extent that they would normally be liquidated with expendable available financial resources. The remaining liability is reported in the General Long-Term Debt Account Group.

Accumulated unpaid vacation, sick pay and other employee benefit amounts for Proprietary Funds are recorded on the accrual basis in those funds.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 1. - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgeted Revenues and Expenditures

During the current fiscal year, the City Council adopted a budget ordinance that follows the "Budget Act" in accordance with Illinois Statutes. In accordance with this ordinance, all estimated revenues and expenditures by fund must be approved by the City Council. Any subsequent revisions to the adopted budget must all be approved by the City Council. The budget was last amended on March 15, 1999. Any instances where actual expenditures exceed the budget ordinance for a specific fund are disclosed in Note 3.

Total Columns on Combined Statements

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. - DESCRIPTION OF FUNDS AND ACCOUNT GROUPS

The financial statements include the operations of the City of Geneva. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into six generic fund types with three broad fund categories and two account groups, as follows:

Governmental Funds

General Fund

The General Fund is used to account for most of the current day-to-day operations of the City which are financed from property taxes and other general revenues. Activities financed by the General Fund include those of all departments within the City which are not accounted for in other funds.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 2. - DESCRIPTION OF FUNDS AND ACCOUNT GROUPS (Continued)

Governmental Funds (Continued)

Special Revenue Funds

These funds account for revenues from specific sources, such as taxes and State and Federal grants, which by law are designated to finance particular functions or activities.

Debt Service Fund

The Debt Service Fund is used to account for the payment of interest and principal on general obligation bonds and for the payment of rentals under capital lease obligations allocated to general governmental operations.

Capital Projects Funds

The Capital Projects Funds account for all resources used for the acquisition of capital facilities by the City except those financed by the Enterprise Funds.

Proprietary Funds

Enterprise Funds

These funds are used to account for providing services to the general public where all or most of the costs involved are financed or recovered primarily by charges to users for the services.

Fiduciary Funds

Trust and Agency Funds

These funds consist of resources received and held by the City as trustee or agent to be expended or invested in accordance with the conditions of the trust or in its agency capacity. Pension Trust Funds are accounted for in essentially the same manner as Proprietary Funds. Expendable Trust Funds are accounted for in essentially the same manner as Governmental Funds.

Account Groups

General Fixed Assets Account Group (Unaudited)

This account group is used to account for fixed assets acquired for general governmental purposes and excludes property, plant and equipment of Proprietary Funds.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 2. - DESCRIPTION OF FUNDS AND ACCOUNT GROUPS (Continued)

Account Groups (Continued)

General Long-Term Debt Account Group

This account group is used to account for long-term debt legally payable from general revenues and backed by the full faith and credit of the City.

NOTE 3. - LEGAL COMPLIANCE AND ACCOUNTABILITY

A. - Excess of Expenditures Over Budgets

Expenditures exceeded budgets in the following funds for the year ended April 30, 1999:

	<u>Budget</u>	<u>Expenditures</u>
Special Revenue Funds		
Illinois Municipal Retirement	\$ 314,680	\$ 355,388
Liability insurance	86,125	103,224
Medical and dental insurance	60,500	66,558
Special Service Area #1	129,022	167,101
Special Service Area #18	950	960
Debt Service	861,200	928,523
Proprietary Funds		
Electric Light	11,853,550	12,453,878
Waterworks and Sewerage	3,653,769	3,686,636

The Electric Light Fund expenditures exceeded budget due to revenues exceeding budget by approximately \$115,000; therefore, more power was purchased to meet these needs. Also depreciation expense (a non-cash item) was approximately \$250,000 more than budgeted.

The Waterworks and Sewerage Fund's expenditures exceeded budget due to actual depreciation expense (a non-cash item) exceeding the budgeted amount.

B. - Deficit Fund Balances

The following funds have fund balance deficits at April 30, 1999:

	<u>Deficit</u>
Illinois Municipal Retirement Fund	\$ (168,604)
Special Service Area #4	(455)
Special Service Area #9	(3,534)

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 3. - LEGAL COMPLIANCE AND ACCOUNTABILITY (Continued)

C. - Prior Period Adjustment

Prior period adjustments of \$73,907 and \$118,740 were made for the Firefighters' Pension Fund and the Police Pension Fund, respectively, to eliminate the property tax receivable because pension funds are no longer allowed to receive property taxes to be in compliance with Government Accounting Standards Board Statement #27 "Accounting for Pensions by State and Local Governmental Employers." The property taxes were recognized on the accrual basis of accounting, however, now that the taxes and a related pension expense must be reflected in the governmental funds, they are recognized on the modified accrual basis.

NOTE 4. - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

Types of Accounts and Securities

Illinois Statutes authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities, commercial paper issued by corporations organized in the United States with assets exceeding \$500,000,000, savings accounts and certificates of deposit issued by financial institutions insured by the Federal Deposit Insurance Corporation, repurchase agreements, short-term discount obligations of the Federal National Mortgage Association, dividend or share accounts of a credit union which accounts are insured, money market mutual funds with portfolios limited to securities guaranteed by the United States and the Illinois Funds. In addition, the Pension Funds may invest in various accounts of life insurance companies authorized to do business in Illinois. Such investments may be made in general or separate investment accounts. However, the total investment in separate accounts shall not exceed 10% of the aggregate book value of all investments owned by each of the Pension Funds. Also, Pension Funds may invest in equity securities not to exceed 50% of the aggregate book value of all investments owned by each of the Pension funds.

Pooling of Cash and Investments

Except for cash and investments in certain restricted and special accounts, the City pools the cash of various funds to maximize interest earnings. Interest income is allocated to the various funds based upon their respective participation.

Bank Deposits

At April 30, 1999, the carrying amount of the City's deposits, including cash on hand of \$1,150 was \$14,117,533. The financial institutions balances totaled \$14,303,189 and are categorized by level of risk as follows:

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 4. - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (Continued)

Bank Deposits (Continued)

Category 1

Deposits insured or collateralized with securities held by the City or by its agent in the City's name \$ 4,215,082

Category 2

Deposits collateralized with securities held by the pledging financial institutions trust department or by its agent in the City's name 921,636

Category 3

Deposits uncollateralized and uninsured 9,166,471

Total Bank Deposits \$ 14,303,189

Investments

The City's investments at April 30, 1999 are categorized below to give an indication of the level of risk assumed by the City at year-end.

- Category One includes investments that are insured, collateralized or registered with the securities held by the City or by its agent in the City's name.
- Category Two includes uninsured, uncollateralized or unregistered investments for which the securities are held by the counterparty's trust department or by its agent in the City's name.
- Category Three includes uninsured, uncollateralized or unregistered investments for which the securities are held by the counterparty in its trust department or agent, but not in the City's name.

	Category			Total Carrying Value
	One	Two	Three	
Federal Home Loan Mortgage	\$ 190,688	\$ -	\$ -	\$ 190,688
U.S. Government securities	<u>7,356,580</u>	<u>-</u>	<u>-</u>	7,356,580
	<u>\$ 7,547,268</u>	<u>\$ -</u>	<u>\$ -</u>	

- * Illinois Public Treasurer's Investment Pool 5,987,770
- * Insurance contracts 2,988,934
- * Mutual funds 273,685

\$ 16,797,657

- * Not subject to risk categorization

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 4. - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (Continued)

Pension fund assets, as detailed below, are carried at market value and are included in the deposits and investments of the City:

		<u>Market Value</u>
Police Pension	Deposits	\$ 935,442
	Investments	<u>7,340,557</u>
		<u>\$ 8,275,999</u>
Firefighters' Pension	Deposits	\$ 143,933
	Investments	<u>3,034,330</u>
		<u>\$ 3,178,263</u>

NOTE 5. - CHANGES IN FIXED ASSETS (UNAUDITED)

A summary of changes in general fixed assets follows:

	<u>Balance May 1, 1998</u>	<u>Increase</u>	<u>Balance, April 30, 1999</u>
Land	\$ 2,631,819	\$ 6,082,778	\$ 8,714,597
Buildings and plant	7,761,245	22,710	7,783,955
Improvements other than buildings and plant	1,746,545	73,938	1,820,483
Equipment	6,639,072	705,562	7,344,634
Street improvement program since 1987	<u>17,174,631</u>	<u>3,004,216</u>	<u>20,178,847</u>
	<u>\$ 35,953,312</u>	<u>\$ 9,889,204</u>	<u>\$ 45,842,516</u>

A summary of changes in enterprise fund fixed assets follows:

	<u>Balance, May 1, 1998</u>	<u>Increase (Decrease)</u>	<u>Balance, April 30, 1999</u>
Land	\$ 525,583	\$ -	\$ 525,583
Plant and improvements	5,041,952	239,714	5,281,666
Equipment	29,466,597	2,368,960	31,835,557
Water system	16,101,993	778,639	16,880,632
Sewer system	17,999,399	2,302,432	20,301,831
Electric system	<u>2,804,478</u>	<u>796,510</u>	<u>3,600,988</u>
	71,940,002	6,486,255	78,426,257
Accumulated depreciation	<u>(28,306,341)</u>	<u>(3,074,003)</u>	<u>(31,380,344)</u>
Net Asset Value	<u>\$ 43,633,661</u>	<u>\$ 3,412,252</u>	<u>\$ 47,045,913</u>

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 6. - LONG-TERM DEBT

A summary of changes in long-term debt follows:

	<u>Special Service Area Bonds</u>	<u>Tax Increment Financing Bonds</u>	<u>General Obligation Bonds</u>	<u>Revenue Bonds</u>	<u>Compensated Absences</u>	<u>Capital Lease Obligations</u>	<u>Notes Payable</u>
Balances - Beginning of year	\$ 515,000	\$ 3,850,000	\$ 11,780,000	\$ 1,900,000	\$ 872,107	\$ 1,570,824	\$ 613,562
Additions	-	-	9,460,000	-	273,520	-	497,793
Retirements	<u>(70,000)</u>	<u>100,000</u>	<u>(4,420,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>(499,328)</u>	<u>(71,527)</u>
Balances - End of year	<u>\$ 445,000</u>	<u>\$ 3,750,000</u>	<u>\$ 16,820,000</u>	<u>\$ 1,800,000</u>	<u>\$ 1,145,627</u>	<u>\$ 1,071,496</u>	<u>\$ 1,039,828</u>
Reflected in							
Electric Light	\$ -	\$ -	\$ 594,000	\$ 1,800,000	\$ 142,871	\$ 248,582	\$ -
Water and Sewerage	-	-	3,715,000	-	201,781	192,908	981,811
General Long-Term Debt	<u>445,000</u>	<u>3,750,000</u>	<u>12,511,000</u>	<u>-</u>	<u>800,975</u>	<u>630,006</u>	<u>58,017</u>
Total	<u>\$ 445,000</u>	<u>\$ 3,750,000</u>	<u>\$ 16,820,000</u>	<u>\$ 1,800,000</u>	<u>\$ 1,145,627</u>	<u>\$ 1,071,496</u>	<u>\$ 1,039,828</u>

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 6. - LONG-TERM DEBT - (Continued)

The outstanding debt consists of the following:

General Obligation Bonds

The government 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 general obligation bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

1995 Bonds, \$6,000,000 original amount, due in semi-annual installments of \$25,000 to \$800,000 with interest ranging from 5.5% to 6.15% beginning September 1, 1995 through March 1, 2010.	\$ 1,650,000
1993 Bonds, \$2,885,000 original amount, due in semi-annual installments of \$12,500 to \$172,250 with interest ranging from 5.10% to 6.00% beginning December 30, 1993 through June, 2008. The bonds are recorded in the Waterworks and Sewerage Fund.	2,835,000
1992 Bonds, \$825,000 original amount, due in annual installments of \$139,093 to \$192,736 beginning December 30, 2000 through December 30, 2004 with interest at 6.15% to 6.70%.	825,000
1989 Bonds, \$3,070,000 original amount (partially refunded 1993) due in semi-annual installments of \$45,000 to \$130,000 beginning December 30, 1991 through December 2000 with interest at 6% to 6.4%. The bonds are recorded in the Waterworks and Sewerage Fund.	250,000
1997 Bonds, \$1,890,000 original amount due in annual installments of \$90,000 to \$180,000, with interest ranging from 4.40% to 5.60% beginning August 1, 1998 through February 1, 2013. These bonds are recorded in the Waterworks and Sewerage Fund, Electric Fund and General Long-Term Debt Account Group.	1,800,000
1998 Bonds, \$9,460,000 original amount due in annual installments of \$40,000 to \$975,000, with interest ranging from 4.15% to 4.35% beginning March 1, 1999 through March 1, 2018.	<u>9,460,000</u>
Total General Obligation Bonds	<u>\$ 16,820,000</u> ✓

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 6. - LONG-TERM DEBT (Continued)

Special Service Area Bonds

The government also issues bonds where the government pledges property taxes from a separately created special service area. These bonds are not an obligation of the government and are secured by the levy of an annual tax on the real property within the special service area. Special service area bonds currently outstanding are as follows:

1992 Ad Valorem Special Service Area #12 Bonds for \$578,000 original amount, due in semi-annual installments of \$13,000 to \$31,000, with interest at 6.5% beginning January 1, 1994 through July 1, 2007.	\$ 410,000
1989 Bonds, Ad Valorem Special Service Area #1 Bonds, \$260,000 original amount, due in semi-annual installments of \$5,000 to \$20,000 through May 1, 2000 with interest at 7%.	<u>35,000</u>
Total Special Service Area Bonds	<u>\$ 445,000*</u>

Revenue Bonds

The government also issues bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds currently outstanding are as follows:

Electric Light Fund (see Note 7) \$2,000,000 Series of 1995 Revenue Bonds due in annual installments of \$100,000 to \$210,000 through May 1, 2010 with interest at 5.5% to 6.0%.	<u>\$ 1,800,000*</u>
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Tax Increment Financing

The government issues bonds where a tax increment financing district is established and sales tax revenue generated in that district is used to pay the debt. Tax increment financing bonds currently outstanding are as follows:

1997 Series A & B Ad Valorem Tax Bonds of Special Service Area Number 22 for \$3,850,000 original amount, due in semi-annual installments of \$25,000 to \$775,000 through June 30, 2012 with interest varying from 5.25% to 9.0%.	<u>\$ 3,750,000*</u>
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City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 6. - LONG-TERM DEBT (Continued)

The annual requirements to retire principal and interest for all general obligation and revenue bonds for the years ending April 30 are as follows:

<u>Year Ending April 30,</u>	<u>Long-Term Debt Account Group</u>	<u>Electric Light Fund</u>	<u>Waterworks and Sewerage Fund</u>	<u>Total</u>
2000	\$ 748,705	\$ 266,361	\$ 371,275	\$ 1,386,341
2001	1,240,211	265,732	372,176	1,878,119
2002	1,269,952	269,584	562,208	2,101,744
2003	1,292,926	267,912	538,995	2,099,833
2004	1,322,989	270,680	515,919	2,109,588
2005 and beyond	<u>13,073,026</u>	<u>2,029,622</u>	<u>2,590,327</u>	<u>17,692,975</u>
Totals	<u>\$ 18,947,809</u>	<u>\$ 3,369,891</u>	<u>\$ 4,950,900</u>	<u>\$ 27,268,600</u>

Capital Lease Obligations

Public Works Facility and City Hall Renovation

In February, 1987, the Commission sold \$3,900,000 of Public Building Refunding Revenue Bonds. The proceeds of the issue were used primarily to purchase U.S. Treasury Securities to be held in an irrevocable trust to satisfy the remaining debt requirements of the \$3,385,000 Public Building Revenue Bonds, Series B of 1985. Capital lease agreements entered into with Kane County Public Building Commission (the Commission) have been canceled and the City has entered into new lease agreements with the Commission. The lease obligation related to the refunded indebtedness has been considered retired and has been removed from the Waterworks and Sewerage Fund, the Electric Light Fund and the General Long-Term Debt Account Group.

Public Safety Building Renovation

In November, 1986, the City entered into a capital lease agreement with the Commission to finance the cost of renovating a public safety building.

Schedule of Future Minimum Lease Payments

The following is a schedule by years of future minimum lease payments under the capital leases with the Commission, together with the present value of the net minimum lease payments as of April 30, 1999:

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 6. - LONG-TERM DEBT (Continued)

Capital Lease Obligations (Continued)

<u>Year Ending April 30,</u>	<u>Public Works Facility and City Hall Renovation</u>	<u>Public Safety Building Renovation</u>	<u>Total</u>
2000	\$ 470,000	\$ 215,000	\$ 685,000
2001	<u>449,000</u>	<u>215,000</u>	<u>664,000</u>
Total lease payments	919,000	430,000	1,349,000
Less: Reserves for bond payment and maintenance expense	<u>67,000</u>	<u>1,000</u>	<u>68,000</u>
Net minimum lease payments	852,000	429,000	1,281,000
Less: Deferred interest	<u>111,888</u>	<u>97,616</u>	<u>209,504</u>
Present value of net minimum lease payments	<u>\$ 740,112</u>	<u>\$ 331,384</u>	<u>\$ 1,071,496</u>

Under the agreements, the City transferred the deeds for the facilities of City Hall, the Public Works Facility and the Public Safety Building to the Commission. Ownership will revert to the City upon termination of the leases. The City is entitled to reimbursement from the Commission at the expiration of the leases for any amounts not required to pay outstanding bonds and expenses related to the projects.

Notes Payable

In June, 1987, the City was awarded a loan of up to \$1,086,000 from the State of Illinois Department of Commerce and Community Affairs (DCCA) to use for the extension of the City's waterworks and sewer facilities system. This loan is interest free and quarterly payments of \$13,576 are due until February 1, 2009 or until the amount received is repaid. During the year, no additional proceeds were made available to the City; at April 30, 1999, \$484,018 was outstanding. The outstanding loan balance is reflected in the Waterworks and Sewerage Fund.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 6. - LONG-TERM DEBT (Continued)

Notes Payable (Continued)

In October, 1998, the City was awarded a loan of up to \$5,400,000 from the Illinois Environmental Protection Agency to use for the extension of the City's waterworks and sewer facilities system. The interest rate is 2.625% and payments will begin July 1, 2000 and are due January 1, 2020 or until the amount received is repaid. At April 30, 1999 the loan balance was \$497,793. The outstanding loan balance is reflected in the Waterworks and Sewerage Fund.

On July 15, 1991, the City borrowed \$160,000 from the First National Bank of Geneva to finance the acquisition of a new pumper truck. The loan bears interest at 6% and is payable in ten annual installments ranging from \$12,118 to \$20,514. The balance at April 30, 1999 was \$58,017. The final payment is due July 26, 2001.

NOTE 7. - ELECTRIC LIGHT FUND

In December, 1986, the Electric Light Fund sold \$1,500,000 of Electric Revenue Refunding Bonds, Series of 1986. The proceeds of the issue were used primarily to purchase U.S. Treasury Securities to be held in an irrevocable trust to satisfy the remaining debt requirements of the Electric Light Fund's Series 1981 revenue bond issue. The refunded indebtedness has been considered retired and has been removed from the Electric Light Fund's Balance Sheet. The refunded revenue bonds have a prior claim on the Electric Light Fund's (the System) revenues. Therefore, the System remains contingently liable for the principal and interest in the event that trust fund assets are insufficient. In February 1995, the Electric Light Fund sold \$2,000,000 of Electric Revenue Bonds, Series of 1995. The proceeds of the issue were used primarily to improve and extend the existing electric system.

In order to provide for the payment of the Series of 1986 and 1995 revenue bonds, there is established by ordinance the "Electric Light Fund" of the City. This ordinance requires that the following separate accounts be maintained in the Fund designated as follows:

Operation and maintenance account	Bond reserve account
Interest and redemption account	Surplus account
Depreciation account	Capital improvement account

All monies held in the Fund are to be paid to the various accounts as listed below. If in any month the money in the Fund is insufficient to deposit, transfer or credit the required amount to the credit of any of the accounts, the deficiency is to be made up in the following month or months after payment into all accounts enjoying a claim to revenue have been met in full. The manner specified is as follows:

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 7. - ELECTRIC LIGHT FUND (Continued)

To the construction account, all bond proceeds remaining and any interest earnings thereon.

To the operation and maintenance account, each month an amount sufficient to cover the estimated expenses of the operation and maintenance of the system under economical management for the next succeeding month, plus an amount equal to five percent (5%) of one-twelfth (1/12) of total operations and maintenance costs for the most recently audited fiscal year.

To the interest and redemption account, each month a minimum amount equal to 1/6 of the interest coming due on the next succeeding interest date on the then outstanding bonds plus 1/12 of the installment of principal coming due on the bonds on the next succeeding principal maturity date.

To the depreciation account, each year the sum of \$40,000 until said account aggregates the sum of \$200,000 and thereafter each year the sum of \$12,500 until said account aggregates the sum of \$275,000. This account shall be used for necessary replacements or emergency repairs, and also may be used to pay interest or principal of outstanding bonds when no other funds are available. Whenever any money is paid out from this account, payments shall be resumed at the yearly rate of \$40,000 until the aggregate amount of \$275,000 is restored.

To the bond reserve account, in the first year an amount equal to \$160,000 and each year thereafter the sum of \$10,000 until said account aggregates an amount equal to the maximum annual debt service payable in any future year. This account is to be used solely for the purpose of paying principal and interest on the bonds when insufficient money is available in the interest and redemption account. Whenever any money is paid out from this account, payments shall be resumed at the yearly rate of \$10,000 until an amount equal to the maximum annual debt service payable in any future year is restored. Sums in this fund shall not be used to pay bonds called for payment prior to their maturity unless all bonds then outstanding are then retired.

To the surplus account, all money remaining in the Fund at the end of the fiscal year to be held and used for any purpose permitted by law, therefore surplus money is not restricted.

The reserved fund equity for purposes other than the expenses of operating, maintaining and repairing the system is as follows:

Restricted bond ordinance accounts	
Depreciation account	\$ 275,000
Bond reserve account	307,500
Surplus account	<u>384,423</u>
 Total	 <u>\$ 966,923</u>

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 8. - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains five enterprise funds which provide electricity, water and sewerage collection, parking services, refuse collection and cemetery. Segment information for the year ended April 30, 1999 is as follows:

	<u>Combined Totals</u>	<u>Electric Light Fund</u>	<u>Waterworks and Sewerage Fund</u>	<u>Parking Facilities Revenue Fund</u>	<u>Refuse Fund</u>	<u>Cemetery</u>
Operating revenues	\$ 15,366,073	\$ 11,759,534	\$ 3,156,456	\$ 299,348	\$ 105,191	\$ 45,544
Depreciation expense	3,074,003	1,450,426	1,551,474	64,253	7,850	-
Operating income (loss)	(763,930)	(555,987)	(337,697)	125,620	21,824	(17,690)
Operating transfers (out)	(161,439)	(80,919)	-	(80,520)	-	-
Net income	1,381,942	322,722	956,134	69,527	21,824	11,735
Plant, property and equipment net additions	6,486,255	2,964,528	3,178,228	239,714	93,166	10,619
Net working capital	8,052,908	1,497,948	5,811,120	91,445	107,838	544,557
Fixed assets (net of accumulated depreciation)	47,045,913	21,224,089	24,338,060	1,139,191	96,514	248,059
Total assets	60,517,048	26,976,148	31,291,680	1,241,228	205,772	802,220
Bonds, notes and capital leases payable - long-term	6,951,801	2,385,872	4,565,929	-	-	-
Total equity	49,785,136	22,144,163	25,413,369	1,230,636	204,352	792,616

NOTE 9. - CONTRIBUTED CAPITAL

Electric Light:

Contributed capital represents portions of the system contributed by developers for specific subdivision.

Balance, May 1, 1998	\$ 3,378,468
Current year contributions	<u>796,510</u>
Balance, April 30, 1999	<u>\$ 4,174,978</u>

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 9. - CONTRIBUTED CAPITAL (Continued)

Waterworks & Sewerage:

Contributed capital represents portions of the system contributed by developers for specific subdivision.

Balance, May 1, 1998	\$ 8,721,038
Current year contributions	<u>1,368,772</u>
Balance, April 30, 1999	<u>\$ 10,089,810</u>

Parking Facilities Revenue:

Contributed capital represents cash paid by business in lieu of providing the required amount of parking spaces. The Village used the contributed capital to help defray the cost of downtown Village parking lots.

Balance, May 1, 1998	\$ 235,815
Current years contributions	<u>-</u>
Balance, April 30, 1999	<u>\$ 235,815</u>

NOTE 10. - COMMITMENTS

The Parking Facilities Revenue Fund leases parking areas from the Chicago Northwestern Railway Company. Pursuant to the terms of this lease agreement, monthly rental of \$1,000 is required until the Revenue Bonds, Series 1980, are retired or adequate provision for their payment has been established. Subsequent to that, rental payments are equal to 1/3 of the gross meter receipts. The current lease expires on April 15, 2000.

The City had various contracts for the repair of roads and bridges, the construction of waterworks and sewerage systems and the repair of the electrical systems which were in process at April 30, 1999. Remaining commitments under these contracts are approximately \$1,350,000.

NOTE 11. - CONDUIT DEBT

The City has three industrial revenue bond issues outstanding, at April 30, 1999, with an aggregate par value of \$9,000,000. The City has no obligation for this debt. There were no new bond issues during the fiscal year ended April 30, 1999.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 12. - INTERFUND ACCOUNTS

Interfund accounts consist of the following:

	<u>Due From</u>	<u>Due To</u>
<u>Governmental Funds</u>		
General Fund		
Cemetery	\$ 9,604	\$ -
Prairie Green	73,214	-
Special Service Area #12	1,016	-
Illinois Municipal Retirement	40,490	-
Parking	<u>9,317</u>	<u>-</u>
Total general fund	<u>133,641</u>	<u>-</u>
Special Revenue Funds		
Illinois Municipal Retirement		
General	-	40,490
Working cash	<u>-</u>	<u>100,000</u>
Total special revenue funds	<u>-</u>	<u>140,490</u>
Capital Projects Funds		
Prairie Green		
General	-	73,214
Special Service Area #12		
General	<u>-</u>	<u>1,016</u>
Total capital projects fund	<u>-</u>	<u>74,230</u>
<u>Enterprise Funds</u>		
Parking		
General	-	9,317
Cemetery		
General	<u>-</u>	<u>9,604</u>
Total enterprise funds	<u>-</u>	<u>18,921</u>

(Continued)

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 12. - INTERFUND ACCOUNTS (Continued)

	<u>Due From</u>	<u>Due To</u>
<u>Trust and Agency Funds</u>		
Working cash		
IMRF	\$ 100,000	\$ -
Firefighters' Pension		
Employer Pension contribution	73,350	-
Police Pension		
Employer Pension contribution	118,217	-
Employee Pension contribution		
Police Pension	-	118,217
Firefighters' Pension	-	<u>73,350</u>
Total trust and agency funds	<u>291,567</u>	<u>191,567</u>
Total	<u>\$ 425,208</u>	<u>\$ 425,208</u>

NOTE 13. - FUND BALANCE DESIGNATION

General Fund designated fund balance of \$1,268,108 represents amounts designated for street improvement projects, development fees and cable capital contributions which have been designated for specific capital improvements.

NOTE 14. - PENSION AND RETIREMENT FUND COMMITMENTS

The City's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

IMRF has implemented the Government Accounting Standards Board Statement #27, Accounting for Pensions by State and Local Governmental Employers. This standard requires changes in not only the actuarial calculations, but also the presentation for trend information and the Schedule of Funding Progress. These schedules have been changed to comply with the new standard.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The City is required to contribute at an actuarially determined rate. The employer rate for calendar year 1998 was 8.17 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 14. - PENSION AND RETIREMENT FUND COMMITMENTS (Continued)

For December 31, 1998, the City's annual pension cost of \$357,860 was equal to the City's required and actual contributions. The required contribution was determined as part of the December 31, 1996 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 0.4% to 11.6% per year, and (c) 3% per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 4.25%. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 1998 was 34 years.

Police and Firefighters' Pension Funds

Plan Descriptions

Police Pension Fund

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The City's payroll for employees covered by the Police Pension Plan for the year ended April 30, 1999 was \$1,559,898 out of a total payroll of \$7,927,643. At April 30, 1999 the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	<u>12</u>
Current employees	
Vested	17
Nonvested	<u>16</u>
Total current employees	<u>33</u>
Total	<u><u>45</u></u>

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 14. - PENSION AND RETIREMENT FUND COMMITMENTS (Continued)

Police and Firefighters' Pension Funds (Continued)

Plan Descriptions

Police Pension Fund (Continued)

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

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for 1 year prior to the last day, whichever is greater. The pension shall be increased by 2% of such salary for each additional year of service over 20 years up to 30 years, and 1% of such salary for each additional year of service over 30 years, to a maximum of 75% of such salary.

Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit of 2.5% of final salary for each year of service. Surviving spouses receive the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary.

The monthly pension 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% simple interest annually thereafter.

Covered employees are required to contribute 9% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2020 the City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Firefighter's Pension Fund

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The City's payroll for employees covered by the Firefighters' Pension Plan for the year ended April 30, 1999 was \$773,030 out of a total payroll of \$7,927,643. At April 30, 1999 the Firefighters' Pension Plan membership consisted of:

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 14. - PENSION AND RETIREMENT FUND COMMITMENTS - (Continued)

Police and Firefighters' Pension Funds (Continued)

Plan Descriptions

Firefighters' Pension Fund (Continued)

Retirees, beneficiaries, and disabled employees currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	<u>2</u>
Current employees	
Vested	4
Nonvested	<u>12</u>
Total current employees	<u>16</u>
Total	<u><u>18</u></u>

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

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by one-twelfth of 2% of such monthly salary for each additional month over 20 years of service through 30 years of service and one-twelfth of 1% of such monthly service for each additional month over 30 years of service, to a maximum of 75% of such monthly salary.

Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit ranging from 15% of final salary for 10 years of service to 45.6% for 19 years of service. Surviving spouses receive 54% of final salary. Surviving children receive 12% of final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary. The monthly pension of a firefighter 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 paid upon reaching at least the age of 55, by 3% of the original pension and 3% annually thereafter.

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 14. - PENSION AND RETIREMENT FUND COMMITMENTS - (Continued)

Police and Firefighters' Pension Funds (Continued)

Plan Descriptions

Firefighters' Pension Fund (Continued)

Covered employees are required to contribute 8.25% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts (not less than 9.25%) necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2020 the City's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded.

Contributions and Reserves

The City's annual pension cost and net pension obligation to the Police and Firefighters' pension funds were obtained from the funds most recent actuarial valuations (April 30, 1999) and are as follows:

	<u>Police</u>	<u>Firefighters'</u>
Annual required contribution	\$ 270,238	\$ 155,276
Interest on net pension obligation	-	-
Adjustment to annual required contribution	<u>-</u>	<u>-</u>
Annual pension cost	270,238	155,276
Contributions made	<u>(255,367)</u>	<u>(155,816)</u>
Increase in net pension obligation	14,871	(540)
Net pension obligation at May 1, 1998	<u>-</u>	<u>-</u>
Net pension obligation (benefit) at April 30, 1999	<u>\$ 14,871</u>	<u>\$ (540)</u>

City of Geneva, Illinois
NOTES TO FINANCIAL STATEMENTS
April 30, 1999

NOTE 14. - PENSION AND RETIREMENT FUND COMMITMENTS (Continued)

Police and Firefighters' Pension Funds (Continued)
Three-Year Historical Trend Information

	<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
Police	4/30/99	\$ 270,238	94.50%	\$ 14,871
	4/30/98	Not Available	Not Available	Not Available
	4/30/97	Not Available	Not Available	Not Available
Firefighters'	4/30/99	\$ 155,276	100.35%	\$ (540)
	4/30/98	Not Available	Not Available	Not Available
	4/30/97	Not Available	Not Available	Not Available

The required supplementary information immediately follows the Notes to the Financial Statements.

City of Geneva, Illinois
DISCLOSURE ABOUT YEAR 2000 COMPLIANCE (UNAUDITED)
Year ended April 30, 1999

The City of Geneva continues to make significant progress in addressing computer related millennium date change or Y2K issues. Currently there exists no federal or state mandates that require a specific method of dealing with this issue that apply to the City. However, the federal government has done a great deal of research on this issue, and the City is prudently taking advantage of that research. The City's plan refers to the Federal Acquisition Regulation (FAR) Council's recommendations. The FAR sets guidelines for the Department of Defense, NASA and the General Services Administration. The FAR recommendations include five phases for accomplishing Year 2000 preparedness: Awareness, Assessment, Renovation, Validation and Implementation.

The Awareness phase is complete. Some departments began work as far back as three years ago in reviewing the City's utility distribution systems. Upgrades have been necessary; many of the clerical distribution issues were resolved over 21 months ago. The water distribution control systems were upgraded in September of 1998.

Four of the five systems for the City's financial management and utility billing are currently certified for Y2K compliance. The remaining module has been installed on the accounting systems and final testing by City teams will take place throughout June, 1999. Communication between the software vendor and City team is ongoing to ensure that any potential issues are resolved quickly.

The City continues regular meetings with computer-related representatives from every City department to discuss the status and progress of the millennium date change issue. This team recommended and implemented new administrative procedures which have been accepted into policy regarding purchases of new equipment and suppliers of "information technology." New solicitations and contracts:

1. Require all information technology by Y2K compliant; or
2. Require that non-compliant information technology be upgradeable to Y2K compliance by July 31, 1999.

The Assessment phase is complete. The City prepared internal training to assist all departments the testing of current software and hardware, including embedded chip issues, in a consistent manner. The City has surveyed all hardware and software for compliance. While all possible steps to remedy any issues have been or are currently being taken. New information continually comes in pointing out potential flaws in hardware and software which have been reviewed on a case by case basis.

The Renovation phase is being funded through the 1999-00 Budget beginning May 1, 1999. Several decisions regarding upgrade and purchase strategies have been made after reviewing the cost and benefits of those options. New purchases or required upgrades have been requested through the City's normal budget process and must have already been implemented.

The Validation and Implementation phases continue with a targeted completion date of July 31, 1999 for new purchases. If any additional problems are identified in the validation phase they will be remedied as they are encountered but certainly implemented well in advance of December 31, 1999.

City of Geneva, Illinois
ILLINOIS MUNICIPAL RETIREMENT FUND
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 1999
Unaudited

TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/98	\$ 357,860	100%	\$ 0
12/31/97	356,700	100%	0
12/31/96	329,392	100%	0
12/31/95	305,447	100%	0
12/31/94	307,383	100%	0
12/31/93	293,303	100%	0
12/31/92	329,623	100%	0

SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) --Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/98	\$ 9,828,955	\$ 8,803,482	\$(1,025,473)	111.65%	\$ 4,380,167	0.00%
12/31/97	8,205,849	7,933,601	(272,248)	103.43%	4,264,997	0.00%
12/31/96	6,787,878	6,729,595	(58,283)	100.87%	3,813,568	0.00%
12/31/95	6,030,480	6,269,740	239,260	96.18%	3,614,006	6.62%
12/31/94	4,818,690	5,080,039	261,349	94.86%	3,404,024	7.68%
12/31/93	4,525,458	4,737,817	212,359	95.52%	3,153,799	6.73%
12/31/92	3,925,550	4,431,249	505,699	88.59%	3,092,150	16.35%

City of Geneva, Illinois
POLICE AND FIREFIGHTERS' PENSION FUNDS
SCHEDULES OF FUNDING PROGRESS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 1999
(Unaudited)

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) --Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>Percentage of Covered Payroll ((b-a)/c)</u>
Police Pension						
4/30/99	\$ 8,532,432	\$ 8,791,619	\$ 259,187	97.05%	\$ 1,661,944	15.60%
4/30/98	N/A	N/A	N/A	N/A	N/A	N/A
4/30/97	N/A	N/A	N/A	N/A	N/A	N/A
Firefighters' Pension						
4/30/99	\$ 3,327,673	\$ 3,434,838	\$ 107,165	96.88%	\$ 773,790	13.85%
4/30/98	N/A	N/A	N/A	N/A	N/A	N/A
4/30/97	N/A	N/A	N/A	N/A	N/A	N/A

Information in this table has been presented for as many years as available.

City of Geneva, Illinois
POLICE AND FIREFIGHTERS' PENSION FUNDS
SCHEDULES OF EMPLOYER CONTRIBUTIONS
REQUIRED SUPPLEMENTARY INFORMATION
April 30, 1999
(Unaudited)

<u>Fiscal</u> <u>Year</u>	<u>Police Pension Fund</u>		<u>Firefighters' Pension Fund</u>	
	Annual Required <u>Contribution</u>	Percentage Contributed	Annual Required <u>Contribution</u>	Percentage Contributed
1999	\$ 270,238	94.50%	\$ 155,276	100.35%

Information in this table has been presented for as many years as available.

City of Geneva, Illinois
POLICE AND FIREFIGHTERS' PENSION FUNDS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
April 30, 1999
(Unaudited)

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

	<u>Police Pension Fund</u>	<u>Firefighters' Pension Fund</u>
Valuation date	April 30, 1999	April 30, 1999
Actuarial cost method	Projected Unit Credit	Entry Age
Amortization method	Level percentage of payroll, closed period	Level percentage of payroll, closed period
Remaining amortization period	35 years	34 years
Asset valuation method	Fair market value	Fair market value
Actuarial assumptions:		
Investment rate of return	7.00%	7.00%
Projected salary increases	5.50%	5.50%
Attributable to inflation	3.00%	3.00%

City of Geneva, Illinois
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
April 30, 1999

ASSETS

	Totals	Motor Fuel Tax	Combining Special Service Areas	Illinois Municipal Retirement	Public Benefit	Tri-Com	Mental Health	Liability Insurance	Medical and Dental Insurance
ASSETS									
Cash and equivalents	\$ 1,835,764	\$ 416,670	\$ 195,510	\$ -	\$ 75,968	\$ 480,807	\$ 94,953	\$ 517,866	\$ 53,990
Receivables									
Property taxes (net)	500,825	-	78,478	304,386	-	-	117,961	-	-
Other	37,592	33,292	-	-	-	-	-	4,300	-
Total assets	\$ 2,374,181	\$ 449,962	\$ 273,988	\$ 304,386	\$ 75,968	\$ 480,807	\$ 212,914	\$ 522,166	\$ 53,990

LIABILITIES AND FUND BALANCES

LIABILITIES									
Accounts payable	\$ 33,634	\$ -	\$ 10,242	\$ 633	\$ -	\$ 12,060	\$ 380	\$ -	\$ 10,319
Accrued payroll	53,944	-	846	27,481	-	25,617	-	-	-
Due to other funds	140,490	-	-	140,490	-	-	-	-	-
Deferred property taxes	500,825	-	78,478	304,386	-	-	117,961	-	-
Other deferred revenue	18,067	-	567	-	-	17,500	-	-	-
Deposit payable	3,500	-	3,500	-	-	-	-	-	-
Compensated absences payable	32,511	-	-	-	-	32,511	-	-	-
Total liabilities	782,971	-	93,633	472,990	-	87,688	118,341	-	10,319
FUND BALANCES									
Unreserved - undesignated	1,591,210	449,962	180,355	(168,604)	75,968	393,119	94,573	522,166	43,671
Total liabilities and fund balances	\$ 2,374,181	\$ 449,962	\$ 273,988	\$ 304,386	\$ 75,968	\$ 480,807	\$ 212,914	\$ 522,166	\$ 53,990

MILLER COOPER & CO., LTD.

City of Geneva, Illinois
SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
Year ended April 30, 1999

	Totals		Motor Fuel Tax		Combining Special Service Areas		Illinois Municipal Retirement	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES								
Property taxes	\$ 471,615	\$ 470,606	\$ -	\$ -	\$ 57,115	\$ 60,235	\$ 293,900	\$ 296,574
Replacement taxes	15,500	15,500	-	-	-	-	15,500	15,500
Motor fuel tax	425,000	455,152	425,000	455,152	-	-	-	-
Intergovernmental	976,160	731,284	-	-	-	-	-	-
Interest	58,425	84,881	10,000	13,251	10,100	8,700	2,500	2,500
Miscellaneous	108,820	142,499	-	-	7,000	11,000	-	-
Total revenues	2,055,520	1,899,922	435,000	468,403	74,215	79,935	311,900	314,574
EXPENDITURES								
Streets and walks	163,607	182,025	-	-	163,607	182,025	-	-
Street Improvement Program	500,000	425,000	425,000	425,000	-	-	-	-
IMRF contributions	314,680	355,388	-	-	-	-	314,680	355,388
Other	1,289,985	1,256,367	-	-	-	-	-	-
Total expenditures	2,268,272	2,218,780	425,000	425,000	163,607	182,025	314,680	355,388
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(212,752)	(318,858)	10,000	43,403	(89,392)	(102,090)	(2,780)	(40,814)
OTHER FINANCING SOURCES (USES)								
Operating transfers in	98,500	321,466	-	-	78,500	78,500	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ (114,252)	2,608	\$ 10,000	43,403	\$ (10,892)	(23,590)	\$ (2,780)	(40,814) \$
FUND BALANCES								
Beginning of year		1,588,602		406,559		203,945		(127,790)
End of year		\$ 1,591,210		\$ 449,962		\$ 180,355		\$ (168,604)

(Continued)

City of Geneva, Illinois
SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - (Continued)
Year ended April 30, 1999

	Public Benefit		Tri-Com		Mental Health		Liability Insurance		Medical and Dental Insurance	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 120,600	\$ 113,797	\$ -	\$ -	\$ -	\$ -
Replacement taxes	-	-	-	-	-	-	-	-	-	-
Motor fuel tax	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	976,160	731,284	-	-	-	-	-	-
Interest	3,000	2,130	-	16,288	3,825	2,860	25,000	32,129	4,000	7,023
Miscellaneous	-	-	-	29,801	-	-	50,000	50,000	51,820	51,698
Total revenues	3,000	2,130	976,160	777,373	124,425	116,657	75,000	82,129	55,820	58,721
EXPENDITURES										
Streets and walks	-	-	-	-	-	-	-	-	-	-
Street Improvement Program	75,000	-	-	-	-	-	-	-	-	-
MRF contributions	-	-	-	-	-	-	-	-	-	-
Other	-	-	1,045,660	979,157	97,700	97,428	86,125	103,224	60,500	76,558
Total expenditures	75,000	-	1,045,660	979,157	97,700	97,428	86,125	103,224	60,500	76,558
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(72,000)	2,130	(69,500)	(201,784)	26,725	19,229	(11,125)	(21,095)	(4,680)	(17,837)
OTHER FINANCING SOURCES (USES)										
Operating transfers in	-	-	20,000	242,966	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ (72,000)	2,130	\$ (49,500)	41,182	\$ 26,725	19,229	\$ (11,125)	(21,095)	\$ (4,680)	(17,837)
FUND BALANCES										
Beginning of year		73,838		351,937		75,344		543,261		61,508
End of year		\$ 75,968		\$ 393,119		\$ 94,573		\$ 522,166		\$ 43,671

City of Geneva, Illinois
SPECIAL SERVICE AREAS
COMBINING BALANCE SHEET
April 30, 1999

ASSETS

	Total	Special Service Area #1	Special Service Area #3	Special Service Area #4	Special Service Area #5	Special Service Area #7	Special Service Area #9	Special Service Area #13	Special Service Area #18	Special Service Area #22	Special Service Area #23
ASSETS											
Cash and investments	\$ 195,510	\$ 173,862	\$ 7,090	\$ (455)	\$ 2,557	\$ 1,487	\$ (3,534)	\$ 11,278	\$ 39	\$ 3,186	\$ -
Receivables											
Property taxes	78,478	41,374	-	16,870	8,663	2,930	3,647	-	986	2,530	1,478
Total assets	\$ 273,988	\$ 215,236	\$ 7,090	\$ 16,415	\$ 11,220	\$ 4,417	\$ 113	\$ 11,278	\$ 1,025	\$ 5,716	\$ 1,478

LIABILITIES AND FUND BALANCES

LIABILITIES											
Accounts payable	\$ 10,242	\$ 10,242	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	846	846	-	-	-	-	-	-	-	-	-
Deferred property taxes	78,478	41,374	-	16,870	8,663	2,930	3,647	-	986	2,530	1,478
Other deferred revenue	567	-	567	-	-	-	-	-	-	-	-
Deposits payable	3,500	-	3,500	-	-	-	-	-	-	-	-
Total liabilities	93,633	52,462	4,067	16,870	8,663	2,930	3,647	-	986	2,530	1,478
FUND BALANCES											
Unreserved - undesignated	180,355	162,774	3,023	(455)	2,557	1,487	(3,534)	11,278	39	3,186	-
Total liabilities and fund balances	\$ 273,988	\$ 215,236	\$ 7,090	\$ 16,415	\$ 11,220	\$ 4,417	\$ 113	\$ 11,278	\$ 1,025	\$ 5,716	\$ 1,478

City of Geneva, Illinois
SPECIAL SERVICE AREAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
Year ended April 30, 1999

	Totals		Special Service Area #1		Special Service Area #3		Special Service Area #4	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES								
Property taxes	\$ 57,115	\$ 60,235	\$ 41,000	\$ 40,919	\$ -	\$ -	\$ 4,700	\$ 4,703
Interest	10,100	8,700	10,000	8,200	100	500	-	-
Miscellaneous	7,000	11,000	7,000	11,000	-	-	-	-
Total revenues	<u>74,215</u>	<u>79,935</u>	<u>58,000</u>	<u>60,119</u>	<u>100</u>	<u>500</u>	<u>4,700</u>	<u>4,703</u>
EXPENDITURES								
Streets and walks	163,607	182,025	129,022	167,101	-	-	17,000	4,495
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(89,392)	(102,090)	(71,022)	(106,982)	100	500	(12,300)	208
OTHER FINANCING SOURCES (USES)								
Operating transfers in	78,500	78,500	78,500	78,500	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>\$ (10,892)</u>	<u>(23,590)</u>	<u>\$ 7,478</u>	<u>(28,482)</u>	<u>\$ 100</u>	<u>500</u>	<u>\$ (12,300)</u>	<u>208</u>
FUND BALANCES								
Beginning of year		203,945		191,256		2,523		(663)
End of year		<u>\$ 180,355</u>		<u>\$ 162,774</u>		<u>\$ 3,023</u>		<u>\$ (455)</u>

(Continued)

City of Geneva, Illinois
SPECIAL SERVICE AREAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - (Continued)
Year ended April 30, 1999

	Special Service Area #5		Special Service Area #7		Special Service Area #9		Special Service Area #13	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES								
Property taxes	\$ 4,700	\$ 4,717	\$ 2,015	\$ 2,015	\$ 3,700	\$ 3,696	\$ -	\$ -
Interest	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Total revenues	<u>4,700</u>	<u>4,717</u>	<u>2,015</u>	<u>2,015</u>	<u>3,700</u>	<u>3,696</u>	<u>-</u>	<u>-</u>
EXPENDITURES								
Streets and walks	<u>8,560</u>	<u>4,480</u>	<u>2,875</u>	<u>1,920</u>	<u>3,600</u>	<u>3,069</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,860)	237	(860)	95	100	627	-	-
OTHER FINANCING SOURCES (USES)								
Operating transfers in	-	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ <u>(3,860)</u>	237	\$ <u>(860)</u>	95	\$ <u>100</u>	627	\$ <u>-</u>	-
FUND BALANCES								
Beginning of year		<u>2,320</u>		<u>1,392</u>		<u>(4,161)</u>		<u>11,278</u>
End of year		\$ <u>2,557</u>		\$ <u>1,487</u>		\$ <u>(3,534)</u>		\$ <u>11,278</u>

(Continued)

MULLER COOPER & CO., LTD.

City of Geneva, Illinois
SPECIAL SERVICE AREAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - (Continued)
Year ended April 30, 1999

	Special Service Area #18		Special Service Area #22		Special Service Area #23	
	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES						
Property taxes	\$ 1,000	\$ 999	\$ -	\$ 3,186	\$ -	\$ -
Interest	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>1,000</u>	<u>999</u>	<u>-</u>	<u>3,186</u>	<u>-</u>	<u>-</u>
EXPENDITURES						
Streets and walks	<u>950</u>	<u>960</u>	<u>-</u>	<u>-</u>	<u>1,600</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	50	39	-	3,186	(1,600)	-
OTHER FINANCING SOURCES (USES)						
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>\$ 50</u>	<u>39</u>	<u>\$ -</u>	<u>3,186</u>	<u>\$ (1,600)</u>	<u>-</u>
FUND BALANCES						
Beginning of year		<u>-</u>		<u>-</u>		<u>-</u>
End of year		<u>\$ 39</u>		<u>\$ 3,186</u>		<u>\$ -</u>

MILLER COOPER & CO., LTD.

City of Geneva, Illinois
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
April 30, 1999

ASSETS

	<u>Totals</u>	<u>TIF Riverfront Development Construction</u>	<u>Firestation Number Two</u>	<u>Special Service Area #12 Construction</u>	<u>Prarie Green</u>	<u>Street Construction</u>
ASSETS						
Cash and investments	\$ 1,582,567	\$ 546,271	\$ 166,251	\$ 6,697	\$ 647,860	\$ 215,488
Property taxes receivable	<u>25,097</u>	<u>-</u>	<u>-</u>	<u>25,097</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1,607,664</u>	<u>\$ 546,271</u>	<u>\$ 166,251</u>	<u>\$ 31,794</u>	<u>\$ 647,860</u>	<u>\$ 215,488</u>

LIABILITIES AND FUND BALANCES

LIABILITIES						
Accounts payable	\$ 13,944	\$ 13,369	\$ 575	\$ -	\$ -	\$ -
Due to other funds	74,230	-	-	1,016	73,214	-
Deferred property taxes	<u>25,097</u>	<u>-</u>	<u>-</u>	<u>25,097</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>113,271</u>	<u>13,369</u>	<u>575</u>	<u>26,113</u>	<u>73,214</u>	<u>-</u>
FUND BALANCES						
Reserved - TIF development	532,902	532,902	-	-	-	-
Unreserved - undesignated	<u>961,491</u>	<u>-</u>	<u>165,676</u>	<u>5,681</u>	<u>574,646</u>	<u>215,488</u>
Total fund balances	<u>1,494,393</u>	<u>532,902</u>	<u>165,676</u>	<u>5,681</u>	<u>574,646</u>	<u>215,488</u>
Total liabilities and fund balances	<u>\$ 1,607,664</u>	<u>\$ 546,271</u>	<u>\$ 166,251</u>	<u>\$ 31,794</u>	<u>\$ 647,860</u>	<u>\$ 215,488</u>

City of Geneva, Illinois
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
Year ended April 30, 1999

	Totals	TIF Riverfront Development Construction	Firestation Number Two	Special Service Area #12 Construction	Prairie Green	Street Construction
REVENUES						
Property taxes	\$ 25,603	\$ -	\$ -	\$ 25,603	\$ -	\$ -
Interest	100,481	69,995	2,196	128	17,912	10,250
Miscellaneous	109,631	-	76,678	32,953	-	-
Total revenues	235,715	69,995	78,874	58,684	17,912	10,250
EXPENDITURES						
Other	43,625	42,425	-	1,200	-	-
Capital outlay	5,918,265	1,495,521	-	-	4,422,744	-
Debt Service						
Principal retirement	135,000	100,000	-	35,000	-	-
Interest and fees	237,217	208,844	-	28,373	-	-
Total expenditures	6,334,107	1,846,790	-	64,573	4,422,744	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,098,392)	(1,776,795)	78,874	(5,889)	(4,404,832)	10,250
OTHER FINANCING SOURCES						
Operating transfers in (out)	372,958	439,896	-	5,000	(71,938)	-
Bond Proceeds	5,051,416	-	-	-	5,051,416	-
Total other financing sources	5,424,374	439,896	-	5,000	4,979,478	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(674,018)	(1,336,899)	78,874	(889)	574,646	10,250
FUND BALANCES						
Beginning of year	2,168,411	1,869,801	86,802	6,570	-	205,238
End of year	\$ 1,494,393	\$ 532,902	\$ 165,676	\$ 5,681	\$ 574,646	\$ 215,488

City of Geneva, Illinois
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
April 30, 1999

ASSETS

	Totals	Electric Light	Waterworks and Sewerage	Parking Facilities Revenue	Refuse	Cemetery
CURRENT ASSETS						
Cash and investments	\$ 9,353,284	\$ 2,140,352	\$ 6,461,394	\$ 97,152	\$ 100,225	\$ 554,161
Receivables						
Accounts	1,532,099	1,141,692	381,374	-	9,033	-
Accrued interest	45,456	33,030	12,426	-	-	-
Other	84,186	78,728	573	4,885	-	-
Inventory	473,342	407,388	65,954	-	-	-
	<u>11,488,367</u>	<u>3,801,190</u>	<u>6,921,721</u>	<u>102,037</u>	<u>109,258</u>	<u>554,161</u>
RESTRICTED ASSETS						
Cash and investments	1,913,477	1,913,477	-	-	-	-
FIXED ASSETS						
Land	525,583	109,151	311,063	-	-	105,369
Plant and improvements	5,281,666	1,970,903	1,610,698	1,668,461	-	31,604
Equipment	31,835,557	30,440,175	1,135,262	23,908	125,126	111,086
Water system	16,880,632	-	16,880,632	-	-	-
Sewer system	20,301,831	-	20,301,831	-	-	-
Electric system	3,600,988	3,600,988	-	-	-	-
	<u>78,426,257</u>	<u>36,121,217</u>	<u>40,239,486</u>	<u>1,692,369</u>	<u>125,126</u>	<u>248,059</u>
Accumulated depreciation	(31,380,344)	(14,897,128)	(15,901,426)	(553,178)	(28,612)	-
	<u>47,045,913</u>	<u>21,224,089</u>	<u>24,338,060</u>	<u>1,139,191</u>	<u>96,514</u>	<u>248,059</u>
OTHER ASSETS						
Unamortized bond costs	69,291	37,392	31,899	-	-	-
Total assets	\$ 60,517,048	\$ 26,976,148	\$ 31,291,680	\$ 1,241,228	\$ 205,772	\$ 802,220

(Continued)

City of Geneva, Illinois
ENTERPRISE FUNDS
COMBINING BALANCE SHEET - (Continued)
April 30, 1999

LIABILITIES AND FUND EQUITY

	Totals	Electric Light	Waterworks and Sewerage	Parking Facilities Revenue	Refuse	Cemetery
CURRENT LIABILITIES						
Accounts payable	\$ 2,739,001	\$ 2,000,290	\$ 738,135	\$ 136	\$ 440	\$ -
Accrued payroll	87,732	46,242	39,371	1,139	980	-
Due to other funds	18,921	-	-	9,317	-	9,604
Deposits payable	9,305	-	9,305	-	-	-
Notes payable	54,303	-	54,303	-	-	-
Capital leases payable	214,997	122,010	92,987	-	-	-
General obligation bonds payable	206,200	29,700	176,500	-	-	-
Revenue bonds payable	105,000	105,000	-	-	-	-
	<u>3,435,459</u>	<u>2,303,242</u>	<u>1,110,601</u>	<u>10,592</u>	<u>1,420</u>	<u>9,604</u>
NONCURRENT LIABILITIES						
Compensated absences payable	344,652	142,871	201,781	-	-	-
Notes payable	927,508	-	927,508	-	-	-
Capital leases payable	226,493	126,572	99,921	-	-	-
General obligation bonds payable	4,102,800	564,300	3,538,500	-	-	-
Revenue bond payable	1,695,000	1,695,000	-	-	-	-
	<u>7,296,453</u>	<u>2,528,743</u>	<u>4,767,710</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>10,731,912</u>	<u>4,831,985</u>	<u>5,878,311</u>	<u>10,592</u>	<u>1,420</u>	<u>9,604</u>
FUND EQUITY						
Contributed capital	14,500,603	4,174,978	10,089,810	235,815	-	-
Retained earnings						
Reserved - restricted accounts	1,304,019	966,923	-	-	-	337,096
Unreserved	33,980,514	17,002,262	15,323,559	994,821	204,352	455,520
	<u>35,284,533</u>	<u>17,969,185</u>	<u>15,323,559</u>	<u>994,821</u>	<u>204,352</u>	<u>792,616</u>
Total fund equity	<u>49,785,136</u>	<u>22,144,163</u>	<u>25,413,369</u>	<u>1,230,636</u>	<u>204,352</u>	<u>792,616</u>
Total liabilities and fund equity	<u>\$ 60,517,048</u>	<u>\$ 26,976,148</u>	<u>\$ 31,291,680</u>	<u>\$ 1,241,228</u>	<u>\$ 205,772</u>	<u>\$ 802,220</u>

City of Geneva, Illinois
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY -
BUDGET AND ACTUAL
Year ended April 30, 1999

	Combined		Electric Light		Waterworks and Sewerage		Parking Facilities Revenue		Refuse		Cemetery	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
OPERATING REVENUES												
Charges for services	\$ 14,038,260	\$ 14,423,464	\$ 10,703,000	\$ 10,825,661	\$ 2,884,600	\$ 3,149,128	\$ 280,000	\$ 299,348	\$ 102,660	\$ 103,858	\$ 68,000	\$ 45,469
Charges to other funds	312,000	333,946	312,000	333,946	-	-	-	-	-	-	-	-
Taxes	510,900	532,218	510,900	532,218	-	-	-	-	-	-	-	-
Service fees	25,670	25,709	25,670	25,709	-	-	-	-	-	-	-	-
Miscellaneous	101,030	50,736	92,330	42,000	6,500	7,328	-	-	2,000	1,333	200	75
Total operating revenues	14,987,860	15,366,073	11,643,900	11,759,534	2,891,100	3,156,456	280,000	299,348	104,660	105,191	68,200	45,544
OPERATING EXPENSES												
Purchased power	8,333,600	8,657,058	8,333,600	8,657,058	-	-	-	-	-	-	-	-
Production and storage	228,720	244,003	-	-	228,720	244,003	-	-	-	-	-	-
Distribution	873,805	822,825	-	-	873,805	822,825	-	-	-	-	-	-
Plant and service	1,141,070	1,183,078	1,122,550	1,155,319	-	-	18,520	27,759	-	-	-	-
Sewerage treatment	346,285	358,099	-	-	346,285	358,099	-	-	-	-	-	-
Sewerage collection	507,349	476,583	-	-	507,349	476,583	-	-	-	-	-	-
Sewerage monitoring	49,010	41,169	-	-	49,010	41,169	-	-	-	-	-	-
State utility tax	510,900	530,099	510,900	530,099	-	-	-	-	-	-	-	-
Administration	608,534	588,688	451,975	465,805	-	-	59,569	33,447	25,635	26,202	71,355	63,234
Depreciation	2,709,345	3,074,003	1,199,725	1,450,426	1,452,000	1,551,474	48,195	64,253	9,425	7,850	-	-
Lease payments	39,600	48,269	-	-	-	-	39,600	48,269	-	-	-	-
Public Building Commission fee	85,370	56,814	85,370	56,814	-	-	-	-	-	-	-	-
Parking system	113,000	-	-	-	-	-	113,000	-	-	-	-	-
Refuse collection	132,960	49,315	-	-	-	-	-	-	132,960	49,315	-	-
Total operating expenses	15,679,548	16,130,003	11,704,120	12,315,521	3,457,169	3,494,153	278,884	173,728	168,020	83,367	71,355	63,234
OPERATING INCOME (LOSS)	\$ (691,688)	\$ (763,930)	\$ (60,220)	\$ (555,987)	\$ (566,069)	\$ (337,697)	\$ 1,116	\$ 125,620	\$ (63,360)	\$ 21,824	\$ (3,155)	\$ (17,690)

(Continued)

City of Geneva, Illinois
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN RETAINED EARNINGS -
RESERVED - RESTRICTED ACCOUNTS
Year ended April 30, 1999

	Interest and Redemption	Depreciation	Bond Reserve	Surplus	Construction	Total
<u>ELECTRIC LIGHT FUND</u>						
Balance - beginning of year	\$ -	\$ 275,000	\$ 307,500	\$ 384,423	\$ -	\$ 966,923
Transfers from O & M in accordance with bond ordinances	206,343	-	-	-	-	206,343
Principal and interest payments	(206,343)	-	-	-	-	(206,343)
Transfer to Bond Reserve in accordance with bond ordinances	-	-	-	-	-	-
Transfer to Surplus in accordance with bond ordinances	-	-	-	-	-	-
Balance - end of year	<u>\$ -</u>	<u>\$ 275,000</u>	<u>\$ 307,500</u>	<u>\$ 384,423</u>	<u>\$ -</u>	<u>\$ 966,923</u>

	New Development	Endowed Care	Total
<u>CEMETERY FUND</u>			
Balance - beginning of year	\$ 82,663	\$ 245,392	\$ 328,055
Interest	-	12,976	12,976
Sales of lots	4,350	4,350	8,700
Transfer to Operating	-	(12,635)	(12,635)
Balance - end of year	<u>\$ 87,013</u>	<u>\$ 250,083</u>	<u>\$ 337,096</u>

City of Geneva, Illinois
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
April 30, 1999

ASSETS

	Totals	Expendable Trust			Pension Trust		
		Working Cash	Tax Increment Allocation	Tree Nursery	Employer Pension Contribution	Police Pension	Fire-fighters' Pension
ASSETS							
Cash and investments	\$ 13,270,851	\$ 610,272	\$ 1,121,988	\$ 84,329	\$ -	\$ 8,275,999	\$ 3,178,263
Receivables							
Property taxes	386,727	-	-	-	386,727	-	-
Accrued interest	25,529	-	3,900	-	-	19,476	2,153
Due from other funds	291,567	100,000	-	-	-	118,217	73,350
Total assets	\$ 13,974,674	\$ 710,272	\$ 1,125,888	\$ 84,329	\$ 386,727	\$ 8,413,692	\$ 3,253,766

LIABILITIES AND FUND BALANCES

LIABILITIES							
Due to other funds	\$ 191,567	\$ -	\$ -	\$ -	\$ 191,567	\$ -	\$ -
Deferred revenue	195,160	-	-	-	195,160	-	-
Total liabilities	386,727	-	-	-	386,727	-	-
FUND BALANCES							
Reserved for working cash	710,272	710,272	-	-	-	-	-
Reserved for TIF development	1,125,888	-	1,125,888	-	-	-	-
Reserve for pensions	11,667,458	-	-	-	-	8,413,692	3,253,766
Reserved for tree nursery	84,329	-	-	84,329	-	-	-
Total fund balances	13,587,947	710,272	1,125,888	84,329	-	8,413,692	3,253,766
Total liabilities and fund balances	\$ 13,974,674	\$ 710,272	\$ 1,125,888	\$ 84,329	\$ 386,727	\$ 8,413,692	\$ 3,253,766

City of Geneva, Illinois
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
Year ended April 30, 1999

	<u>Totals</u>	<u>Working Cash</u>	<u>Tax Increment Allocation</u>	<u>Tree Nursery</u>	<u>Employer Pension Contribution</u>
REVENUES					
Property taxes	\$ 872,983	\$ -	\$ 480,349	\$ -	392,634
Replacement taxes	18,550	-	-	-	18,550
Sales tax	200,608	-	200,608	-	-
Interest	88,843	36,738	48,062	4,043	-
Total revenues	<u>1,180,984</u>	<u>36,738</u>	<u>729,019</u>	<u>4,043</u>	<u>411,184</u>
EXPENDITURES					
City's contributions to pension fund	411,184	-	-	-	411,184
Interest and fees	3,400	-	-	3,400	-
Total expenditures	<u>414,584</u>	<u>-</u>	<u>-</u>	<u>3,400</u>	<u>411,184</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>766,400</u>	<u>36,738</u>	<u>729,019</u>	<u>643</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Operating transfer in (out)	(469,896)	(30,000)	(439,896)	-	-
Total other financing sources (uses)	<u>(469,896)</u>	<u>(30,000)</u>	<u>(439,896)</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	296,504	6,738	289,123	643	-
FUND BALANCES					
Beginning of year	1,623,985	703,534	836,765	83,686	-
End of year	<u>\$ 1,920,489</u>	<u>\$ 710,272</u>	<u>\$ 1,125,888</u>	<u>\$ 84,329</u>	<u>-</u>

City of Geneva, Illinois
PENSION TRUST FUNDS
COMBINING STATEMENT OF PLAN NET ASSETS
April 30, 1999

	<u>Totals</u>	<u>Police Pension</u>	<u>Firefighters' Pension</u>
ASSETS			
Cash and investments	\$ 11,454,262	\$ 8,275,999	\$ 3,178,263
Receivables			
Accrued interest	21,629	19,476	2,153
Due from other funds	<u>191,567</u>	<u>118,217</u>	<u>73,350</u>
 Total assets	 <u>11,667,458</u>	 <u>8,413,692</u>	 <u>3,253,766</u>
 Net plan assets held in trust for pension benefits (A schedule of funding progress for each plan is presented on pages 45 and 47)	 \$ <u>11,667,458</u>	 \$ <u>8,413,692</u>	 \$ <u>3,253,766</u>

City of Geneva, Illinois
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS
Year ended April 30, 1999

	<u>Totals</u>	<u>Police Pension</u>	<u>Firefighters' Pension</u>
ADDITIONS			
Contributions			
Employer	\$ 411,183	\$ 255,367	\$ 155,816
Employees	206,983	142,858	64,125
Total contributions	<u>618,166</u>	<u>398,225</u>	<u>219,941</u>
Investment income			
Net change in fair value	(141,150)	(40,217)	(100,933)
Interest	1,180,234	836,186	344,048
Net investment income	<u>1,039,084</u>	<u>795,969</u>	<u>243,115</u>
Total additions	<u>1,657,250</u>	<u>1,194,194</u>	<u>463,056</u>
DEDUCTIONS			
Administration	14,617	9,199	5,418
Benefits	278,732	221,515	57,217
Refunds	29,338	-	29,338
Total deductions	<u>322,687</u>	<u>230,714</u>	<u>91,973</u>
NET INCREASE	<u>1,334,563</u>	<u>963,480</u>	<u>371,083</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
Beginning of year - as reported	10,525,542	7,568,952	2,956,590
Change in accounting principles	<u>(192,647)</u>	<u>(118,740)</u>	<u>(73,907)</u>
Beginning of year - as restated	<u>10,332,895</u>	<u>7,450,212</u>	<u>2,882,683</u>
	<u>\$ 11,667,458</u>	<u>\$ 8,413,692</u>	<u>\$ 3,253,766</u>

City of Geneva, Illinois
GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF INVESTMENT IN GENERAL FIXED ASSETS (UNAUDITED)
Year ended April 30, 1999

	<u>Balance, April 30, 1998</u>	<u>Increase</u>	<u>Balance, April 30, 1999</u>
Investment in general fixed assets			
Various sources prior to 1979	\$ 1,957,230	\$ -	\$ 1,957,230
Annual revenues of General Fund and Special Revenue Funds since 1979	9,262,769	980,724	10,243,493
Street Improvement Program since 1987			
General Fund	8,232,716	2,991,492	11,224,208
Special Revenue Funds:			
Motor Fuel Tax Fund	2,195,605	-	2,195,605
Vehicle Tax Fund	653,070	-	653,070
Capital Projects Fund	13,464,888	5,916,988	19,381,876
Special Assessment Fund	187,034	-	187,034
	<u>\$ 35,953,312</u>	<u>\$ 9,889,204</u>	<u>\$ 45,842,516</u>

City of Geneva, Illinois
SCHEDULE OF PROPERTY TAXES RECEIVABLE BY FUND
Year ended April 30, 1999

	<u>1998 Tax Extension</u>		
	<u>Gross Taxes Receivable</u>	<u>Allowance for Loss on Collection</u>	<u>Net Taxes Receivable</u>
General Fund			
Corporate	\$ 884,795	\$ 13,272	\$ 871,523
Police protection	299,158	4,487	294,671
Fire protection	299,158	4,487	294,671
Street and bridge	212,745	3,191	209,554
Audit	11,741	176	11,565
School crossing	35,693	535	35,158
Workmen's compensation	75,142	1,129	74,013
Ambulance	208,519	3,128	205,391
Emergency services and disaster area	<u>5,166</u>	<u>77</u>	<u>5,089</u>
Total General Fund	<u>2,032,117</u>	<u>30,482</u>	<u>2,001,635</u>
Special Revenue Funds			
Special Service Areas	79,674	1,196	78,478
Illinois Municipal Retirement Fund	309,021	4,635	304,386
Mental Health	<u>119,757</u>	<u>1,796</u>	<u>117,961</u>
Total Special Revenue Funds	<u>508,452</u>	<u>7,627</u>	<u>500,825</u>
Debt Service Fund			
Rental/lease	398,252	5,974	392,278
Bond and interest	<u>566,851</u>	<u>8,503</u>	<u>558,348</u>
Total Debt Service Fund	<u>965,103</u>	<u>14,477</u>	<u>950,626</u>
Capital Projects Fund			
Special Service Area #12	<u>25,479</u>	<u>382</u>	<u>25,097</u>
Trust and Agency Funds			
Employer Pension contribution	<u>392,616</u>	<u>5,889</u>	<u>386,727</u>
	<u>\$ 3,923,767</u>	<u>\$ 58,857</u>	<u>\$ 3,864,910</u>

City of Geneva, Illinois
SCHEDULE OF INSURANCE COVERAGE AND
CUSTOMER INFORMATION
April 30, 1999

<u>Risk Covered</u>	<u>Amount of Policy</u>	<u>Name of Insurer</u>	<u>Policy Expiration</u>
Workmen's Compensation and Employer's Liability	Statutory \$ 1,000,000	Virginia Surety Company, Inc.	4/30/00
General Liability			
Occurrence			
General total	3,000,000	St. Paul Fire & Marine Insurance Co.	4/30/00
Products/Completed work	3,000,000		
Personal injury	2,000,000		
Advertising injury	2,000,000		
Each Occurrence	2,000,000		
Premises Damage	100,000		
Medical Expense	5,000		
Claims Made			
General Aggregate	2,000,000	St. Paul Fire & Marine Insurance Co.	4/30/00
Each Occurrence	2,000,000		
Law Enforcement Liability			
Protection	2,000,000		
Each Occurrence	2,000,000		
Property			
Blanket building	18,684,558	St. Paul Fire & Marine Insurance Co.	4/30/00
Flood	5,000,000		
Earthquake	5,000,000		
Crime			
Public Employee Dishonesty	25,000	St. Paul Fire & Marine Insurance Co.	4/30/00

(Continued)

City of Geneva, Illinois
SCHEDULE OF INSURANCE COVERAGE AND
CUSTOMER INFORMATION (Continued)
April 30, 1999

<u>Risk Covered</u>	<u>Amount of Policy</u>	<u>Name of Insurer</u>	<u>Policy Expiration</u>
Contractor's Equipment Floater	611,800	St. Paul Fire & Marine Insurance Co.	4/30/00
Business/Auto			
Liability	2,000,000	St. Paul Fire & Marine Insurance Co.	4/30/00
Uninsured Motorist	2,000,000		
Underinsured Motorist	2,000,000		
Bond on Officials			
City Administrator	100,000	Ohio Casualty	4/30/00
Fiscal Officer	100,000	Ohio Casualty	4/30/00
City Treasurer	100,000	Ohio Casualty	4/30/00
City Mayor	3,000	Ohio Casualty	4/30/00
Umbrella Excess Liability			
General total	3,000,000	St. Paul Fire & Marine Insurance Co.	4/30/00
Products/completed work	3,000,000		
Personal injury	3,000,000		
Advertising injury	3,000,000		
Each occurrence	3,000,000		
Number of Customers Serviced by the City's Utilities	8,039		

Note: The Bond Ordinance requires that the audit report include a list of all insurance policies held by the City pursuant to the Ordinances, and the number of customers serviced by the utilities.

