

CITY OF EAST MOLINE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Eight Months Ended December 31, 2013

Prepared by:
Finance Department

CITY OF EAST MOLINE, ILLINOIS
December 31, 2013

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CITY OF EAST MOLINE
OFFICE OF THE CITY ADMINISTRATOR

July 21, 2014

To the Honorable Mayor John Thodos,
Members of the City Council and Citizens

I am pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the City of East Moline for the eight month fiscal year ended December 31, 2013. This is the fourteenth Comprehensive Annual Financial Report (CAFR) completed in compliance with the Governmental Accounting Standards Board Statement #34 (GASB 34). This is the fifth year the City has had to follow the guidelines of GASB Statements #43 and #45 which requires the reporting of Other Post Employment Benefits (OPEB).

State law requires that all local governments publish a complete set of financial statements at the end of each fiscal year presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to this requirement, this report is published for the eight month fiscal year ended December 31, 2013.

Responsibility for completeness and reliability of the information contained in this report rests with the City. Since the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The City of East Moline's financial statements have been audited by Carpentier, Mitchell, Goddard & Co., LLC, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of East Moline for the eight month fiscal year ended December 31, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the eight month fiscal year ended December 31, 2013, are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the City of East Moline

The City of East Moline, incorporated in 1903, is one of the original "Quad Cities", located in Rock Island County, along the Mississippi River. The City encompasses approximately 9 square miles. The cities of East Moline, Moline, Rock Island, Illinois and the Iowa municipalities of Davenport and Bettendorf form the major portion of the Davenport-Rock Island Standard Statistical Area, DRIM-SMSA. The economy of the area has traditionally been centered on agriculture and the manufacturing of farm and construction equipment.

The City of East Moline, a non-home rule community, operates as a statutory Mayor-City Council form of government. The legislative authority of the City of East Moline is vested in a seven member elected council, consisting of one alderman from each of seven wards, elected on a staggered basis. The Mayor, Treasurer and City Clerk are elected in a City-wide election every four years. The Mayor appoints a City Administrator, with the consent of the City Council, who is the Chief Administrative Officer of the City. Responsibility for the day-to-day operations of the City rests with the City Administrator.

The City of East Moline provides many municipal services including fire and police protection, streets, refuse collection, parks, general administration, a public library and water and sewer services.

The City of East Moline is required to adopt a final budget within 90 days after the end of the fiscal year. It is the intent of the budget document to provide authorization to the City Administrator and department directors to make expenditures during the fiscal year provided; however, no capital expenditure item shall be made without first obtaining approval by the City Council. No departmental total within the budget shall be exceeded without first obtaining approval from the City Council.

Economic Condition and Outlook

The economic condition and outlook for East Moline has substantially improved since the early 1980's. With layoffs and an overall decline in the farm economy, unemployment reached a high of 12.9% in 1985. Since that time unemployment rates steadily declined to the point that the average unemployment rate for East Moline during fiscal year 2001 was 4.4%. During April, 2008 the unemployment rate in East Moline was 4.3%. Due to the current economic downturn the unemployment rate increased to 9.6% during fiscal 2010 however it has been declining and was 7.9% during fiscal year 2013.

The purchasers of the vacant JI Case property are moving forward in their mixed use development plan. The City designated this area as a tax increment financing district during fiscal year 2012.

Major Initiatives

In preparing the 2013 eight month budget, the City identified several major programs and initiatives which would better meet the needs of our citizens, and ensure a healthy economic outlook for all segments of our business and manufacturing community. These efforts included the following successes:

- ❖ The City has reflected for the fifth year, an Other Post Employment Benefits (OPEB) liability. The City's actuarial accrued liability at December 31, 2013 is \$45,989,523. When GASB 43 and 45 was first announced the City prepared an actuarial study of our potential OPEB liability and in 2006 our projected actuarial accrued liability was \$50,395,600. The reduction of approximately \$4,400,000, from 2006 to 2013 according to our actuary, was largely attributed to our employees cost of insurance, during employment and after, increasing from 10% to 18% of the COBRA rate.

Long-Term Financial Planning

Prior to April 30, 2012, the City did not have a comprehensive capital improvement plan. Major equipment purchases and improvements had been scheduled on an as needed basis. As such, the City had fallen behind on replacement of critical equipment leading to higher maintenance costs and possible interruptions to critical services.

City staff developed a five year capital plan that includes the Eight Month Fiscal Year Ending December 31, 2013 through Fiscal Year Ending December 31, 2017. The plan does include long range projections of revenues, operational expenditures, capital expenditures, and fund balances. Use of the plan will allow equipment and projects to be funded prior to critical need.

Pension and Other Post Employment Benefits The City of East Moline sponsors a single-employer defined benefit pension plan for its police officers and firefighters. Each year, an independent actuary engaged by the City, calculates the amount of the annual contribution that the City must make to each respective pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. The City directs the actuary to calculate the annual required contribution, using the same guidelines as the Illinois Department of Insurance. As a result of the City's conservative funding policy, the City has succeeded in funding 63.4% of the Police Pension Fund and 78.0% of the Firefighter's Pension Fund, as of December 31, 2013. The percent of funding of the Police Pension Fund and the Firefighter's Pension Fund increased compared to April 30, 2013 funding percentages of 63.0% and 76.4%, respectively. The remaining unfunded amount is being systematically funded over 30 years as part of the annual required contribution calculated by the actuary.

The City also provides pension benefits for its non-public safety employees. These benefits are provided through a state-wide plan managed by the Illinois Municipal Retirement Fund (IMRF). The City has no obligation in connection with employee benefits offered through this plan beyond its contractual payments to IMRF.

The City has implemented GASB 43 and GASB 45, relating to the accounting and reporting of post employment benefits. The City of East Moline does offer retirees, and their families, health insurance if the employee had 20 years of service with the City and was eligible to retirement benefits from their respective pension plan.

Additional information of the City's pension arrangements and other post-employment benefits can be found in Notes #9, #10 and #11.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of East Moline for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2013. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. The CAFR must satisfy both U. S. generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

Acknowledgment

I would like to thank Mr. James Taylor, CPA of Carpentier, Mitchell, Goddard and Company, LLC and the Finance Department staff for their assistance in the preparation of our annual report.

Also to the Mayor and City Council I extend thanks and appreciation for their support. It is their strong financial commitment to the citizens of the City of East Moline that has enabled the City to grow and prosper financially.

Respectfully submitted,



Cole O'Donnell
City Administrator



Government Finance Officers Association

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

Presented to

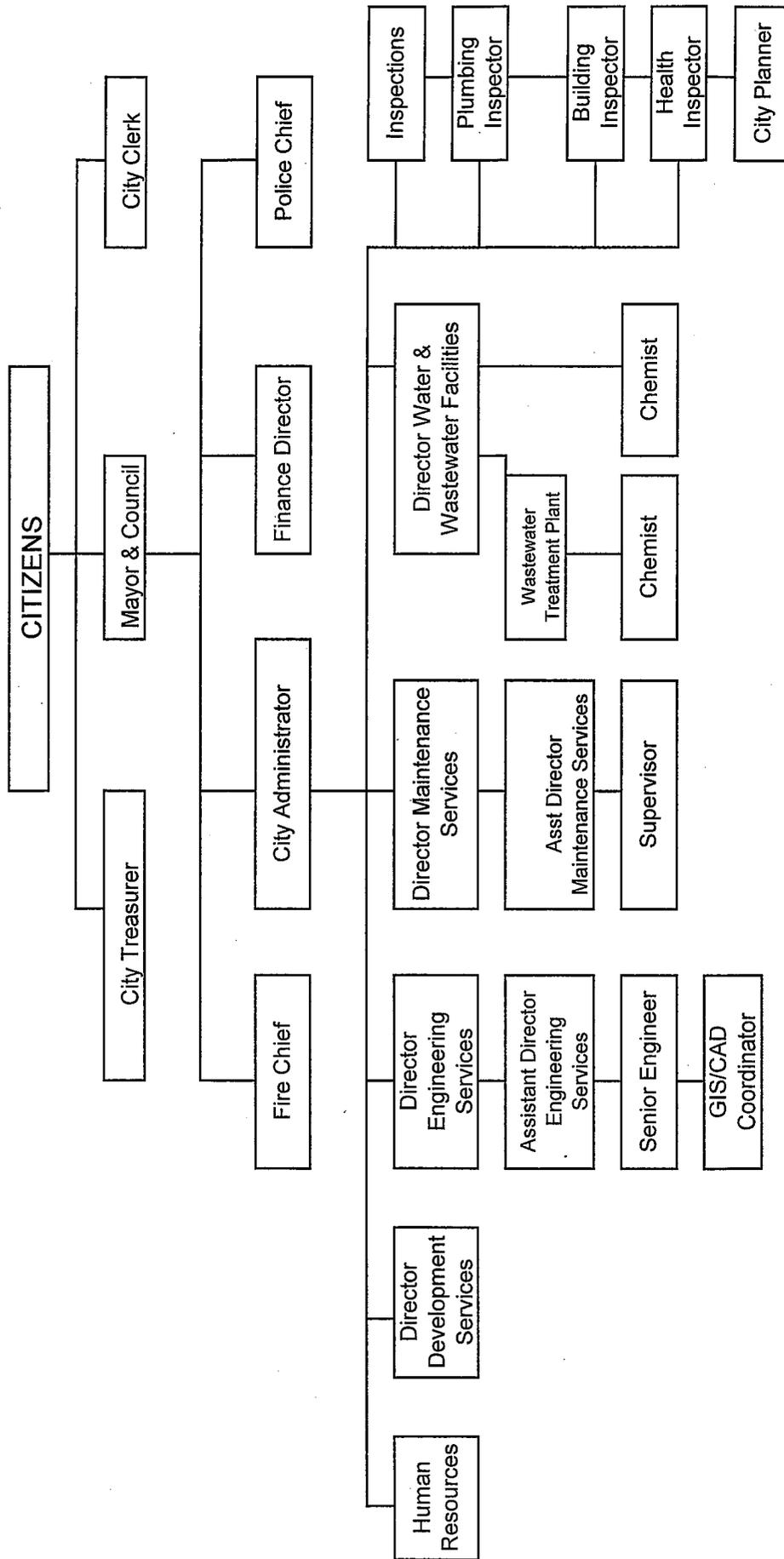
**City of East Moline
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2013

Executive Director/CEO

City of East Moline
Organizational Chart 2013



CITY OF EAST MOLINE

PRINCIPAL CITY OFFICIALS

LEGISLATIVE

John Thodos
Mayor
30-Apr-17

		<u>Term Expiration Date Of Elected Officials</u>
Helen Heiland	1st Ward Alderman	30-Apr-17
Gary Almblade	2nd Ward Alderman	30-Apr-15
Jeff Stulir	3rd Ward Alderman	30-Apr-17
Ed DeJaynes	4th Ward Alderman	30-Apr-15
Humberto Aguilar	5th Ward Alderman	30-Apr-17
Robert Cheffer	6th Ward Alderman	30-Apr-15
Gary Westbrook	7th Ward Alderman	30-Apr-17
Arletta D. Holmes	City Clerk	30-Apr-17

Administration

Cole O'Donnell City Administrator

Departments

Clayton Lee	City Attorney
Megan M. Petersen	Finance
Timothy Kammler	City Engineer
Victor Moreno	Chief Of Police
Robert DeFrance	Fire Chief
Dave Lambrecht	Maintenance Services
Leath Drake	Water Filtration
Leath Drake	Wastewater
Cynthia K. Coe	Library



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Ph. (309) 762-3626 • Fax (309) 762-4465

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of East Moline, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of East Moline, Illinois, as of and for the eight months ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of East Moline, Illinois as of December 31, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the eight months then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 17, budgetary comparison information on pages 89 through 95, and the pension plans and other postemployment benefit plan schedules of funding progress and schedules of employer contributions on pages 96 through 99 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of East Moline, Illinois' basic financial statements. The introductory section, combining statements and individual fund budgetary schedules, capital asset schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statement and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 21, 2014, on our consideration of the City of East Moline, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of East Moline, Illinois' internal control over financial reporting and compliance.

Carpentier, Mitchell, Goddard & Company, L.L.C.

Moline, Illinois
July 21, 2014

MANAGEMENT'S DISCUSSION AND ANALYSIS

Eight Month Fiscal Year Ended December 31, 2013

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

Our discussion and analysis of the City of East Moline's financial performance provides an overview of the City's financial activities for the eight month fiscal year ended December 31, 2013. Please read it in conjunction with the transmittal letter on page i and the City's financial statements, which begin on page 18.

Financial Highlights

- The City's net assets decreased from \$59,081,830 at April 30, 2013 to \$57,905,717 on December 31, 2013, resulting from an increase of \$455,543 (0.77%) from current year operations and a decrease of \$1,631,656 (2.76%) from prior period adjustments.
- The Governmental activities net assets decreased by \$1,364,860 (4.94%) from prior period adjustments and increased by \$599,057 (2.17%) from current year operations to \$26,886,373 on December 31, 2013.
- The City's General Fund balance increased by \$1,220,282 from the fiscal year ended April 30, 2013.
- The City's General Fund actual revenues were over budgeted amounts by \$334,789 and the actual expenditures were under the budgeted amounts by \$218,550.
- The City's capital assets (net of depreciation) increased by \$2,064,571 from \$76,223,737 in fiscal year ended April 30, 2013.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 18 - 20) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements start on page 21. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government. An additional part of the basic financial statements are the notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

REPORTING THE CITY AS A WHOLE

The Statement of Net Position and the Statement of Activities

Our analysis of the City as a whole begins on page 18. One of the most important questions asked about the City's finances is, "Is the City of East Moline in a better financial position at the end of this fiscal year, compared to last year?" The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets, liabilities, and deferred inflows/outflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the City's net position and changes in them. You can think of the City's net position, which is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, as one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position is one indicator of whether its financial health is improving or deteriorating. A person will need to consider other non-financial factors, however, such as changes in the City's property tax base and the condition of the City's infrastructure, to assess the overall health of the City.

In the Statement of Net Position and the Statement of Activities, we have divided the City into two kinds of activities:

- **Governmental activities** – Most of the City's basic services are reported here, including the general administration, garbage, streets, fire, police, and parks. Sales taxes, utility taxes, property taxes, income taxes and fines finance the large part of these activities.
- **Business-type activities** – The City of East Moline charges a fee to customers to help it cover all of the cost of the services provided. The City water, sewer and drainage system is reported in this section.

The Statement of Net Position and Statement of Activities shown on pages 18-20 include not only the City of East Moline itself (known as the primary government), but also a legally separate Library for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

Reporting of the City's Most Significant Funds

Fund Financial Statements

Our analysis of the City's major funds begins on page 14. The Fund financial statements begin on page 21 and provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law or by bond requirements.

- **Governmental Funds** – Most of the City’s basic services are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called the “modified accrual basis” of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City’s general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance City programs. We describe the relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation at the bottom of the fund financial statements.

- **Proprietary Funds** – When the City charges customers for the service it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The City of East Moline’s proprietary fund is the same as the business type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows.

The City as Trustee

Reporting the City’s Fiduciary Responsibilities

The City of East Moline is the fiduciary for the Police Pension Fund and the Firefighter’s Pension Fund. The basic fiduciary fund financial statements can be found on pages 41 – 42 of this report. We have excluded these pension funds from the City’s other financial statements because the City cannot use these assets to finance its operations. It is the responsibility of the City for ensuring that these assets are used for their intended purposes.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 43 – 88 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning budgetary information beginning on page 89.

The combining statements in connection with non-major governmental funds, enterprise funds and internal service funds are presented immediately following the required supplementary information concerning budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 100 – 127 of this report.

Infrastructure Assets

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

GOVERNMENT-WIDE STATEMENT**Statement of Net Position**

Net assets may serve over time as a useful indicator of a government's financial position. The City of East Moline's assets and deferred outflows exceeded liabilities and deferred inflows by \$57,905,717 at the end of the most recent fiscal year.

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The City as a Whole

The condensed Statement of Net Position as of December 31, 2013 and April 30, 2013 is as follows:

	Governmental Activities		Difference	% Change
	12/31/2013	4/30/2013		
Current and other assets	\$ 21,787,710	\$ 22,383,752	\$ (596,042)	(2.66)%
Capital assets	<u>\$ 26,472,504</u>	<u>\$ 26,381,830</u>	<u>\$ 90,674</u>	<u>0.34%</u>
Total Assets	\$ 48,260,214	\$ 48,765,582	\$ (505,368)	(1.04)%
Long Term Liabilities	\$ 11,949,907	\$ 11,192,343	\$ 757,564	6.77%
Other Liabilities	<u>\$ 3,419,473</u>	<u>\$ 9,921,063</u>	<u>\$ (6,501,590)</u>	<u>(65.53)%</u>
Total Liabilities	\$ 15,369,380	\$ 21,113,406	\$ (5,744,026)	(27.21)%
Total Deferred inflows of resources	\$ 6,004,461	\$ ---	\$ 6,004,461	100.00%
Net Position				
Net investment in capital assets	\$ 19,431,883	\$ 19,055,456	\$ 376,427	1.98%
Restricted	\$ 2,607,925	\$ 2,909,625	\$ (301,700)	(10.37)%
Unrestricted	<u>\$ 4,846,565</u>	<u>\$ 5,687,095</u>	<u>\$ (840,530)</u>	<u>(14.78)%</u>
Total Net Position	\$ 26,886,373	\$ 27,652,176	\$ (765,803)	(2.77)%

This summary reflects a decrease of 2.77% for Governmental Activities.

	Business-type Activities		Difference	% Change
	12/31/2013	4/30/2013		
Current and other assets	\$ 9,353,442	\$ 11,009,077	\$ (1,655,635)	(15.04)%
Capital assets	<u>\$ 51,815,804</u>	<u>\$ 49,841,907</u>	<u>\$ 1,973,897</u>	<u>3.96%</u>
Total Assets	\$ 61,169,246	\$ 60,850,984	\$ 318,262	0.52%
Long Term Liabilities	\$ 26,966,193	\$ 27,086,859	\$ (120,666)	(0.45)%
Other Liabilities	<u>\$ 3,183,709</u>	<u>\$ 2,334,471</u>	<u>\$ 849,238</u>	<u>36.38%</u>
Total Liabilities	\$ 30,149,902	\$ 29,421,330	\$ 728,572	2.48%
Net Position				
Net investment in capital assets	\$ 24,818,039	\$ 22,455,852	\$ 2,362,187	10.52%
Restricted	\$ 1,021,689	\$ 1,146,806	\$ (125,117)	(10.91)%
Unrestricted	<u>\$ 5,179,616</u>	<u>\$ 7,826,996</u>	<u>\$ (2,647,380)</u>	<u>(33.82)%</u>
Total Net Position	\$ 31,019,344	\$ 31,429,654	\$ (410,310)	(1.31)%

This summary reflects a decrease of 1.31% for Business-type Activities.

Total Government

	12/31/2013	4/30/2013	Difference	% Change
Current and other assets	\$ 31,141,152	\$ 33,392,829	\$ (2,251,677)	(6.74)%
Capital assets	<u>\$ 78,288,308</u>	<u>\$ 76,223,737</u>	<u>\$ 2,064,571</u>	<u>2.71%</u>
Total Assets	\$ 109,429,460	\$ 109,616,566	\$ (187,106)	(0.17)%
Long Term Liabilities	\$ 38,916,100	\$ 38,279,202	\$ 636,898	1.66%
Other Liabilities	<u>\$ 6,603,182</u>	<u>\$ 12,255,534</u>	<u>\$ (5,652,352)</u>	<u>(46.12)%</u>
Total Liabilities	\$ 45,519,282	\$ 50,534,736	\$ (5,015,454)	(9.92)%
Total Deferred inflows of resources	\$ 6,004,461	\$ ---	\$ 6,004,461	100.00%
Net Position				
Net investment in capital assets	\$ 44,249,922	\$ 41,511,308	\$ 2,738,614	6.60%
Restricted	\$ 3,629,614	\$ 4,056,431	\$ (426,817)	(10.52)%
Unrestricted	<u>\$ 10,026,181</u>	<u>\$ 13,514,091</u>	<u>\$ (3,487,910)</u>	<u>(25.81)%</u>
Total Net Position	\$ 57,905,717	\$ 59,081,830	\$ (1,176,113)	(1.99)%

This summary reflects a decrease in the total government activities of 1.99%.

A portion of the City of East Moline's net position (6.27%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$10,026,181) may be used to meet the government's ongoing obligations to citizens and creditors.

For more detailed information, see the Statement of Net Position (page 18).

Normal Impacts

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

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

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

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

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

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

Reduction of Capital Assets through Depreciation – which will reduce capital assets and invested in capital assets, net of debt.

CURRENT YEAR IMPACTS

At the end of the eight month fiscal year, the City of East Moline is able to report positive balances in the government as a whole, as well as for its separate governmental activities and business-type activities.

The net position increased by \$455,543 (0.77%) from current year operations while last fiscal year the net assets increased by \$4,450,566 (8.15%). For the current eight month fiscal year, the governmental activities total revenues exceeded total expenses by \$636,298 before transfers and the business-type activities total expenses exceeded total revenues by \$180,755 before transfers.

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CHANGES IN NET ASSETS

The following chart shows the revenue and expenses of the City's activities:

CITY OF EAST MOLINE						
Changes In Net Position						
	Governmental		Business-type		Total	
	Activities		Activities			
	12/31/2013	4/30/2013	12/31/2013	4/30/2013	12/31/2013	4/30/2013
Revenues						
Program Revenues						
Charges for services	\$ 2,046,924	\$ 3,111,495	\$ 0	\$ 0	\$ 2,046,924	\$ 3,111,495
Water Treatment	\$ 0	\$ 0	\$ 3,238,233	\$ 4,875,257	\$ 3,238,233	\$ 4,875,257
Wastewater Treatment	\$ 0	\$ 0	\$ 3,691,785	\$ 5,558,488	\$ 3,691,785	\$ 5,558,488
Drainage	\$ 0	\$ 0	\$ 599,505	\$ 898,294	\$ 599,505	\$ 898,294
Development Loans	\$ 0	\$ 0	\$ 915	\$ 4,369	\$ 915	\$ 4,369
Operating grants and contributions	\$ 131,994	\$ 157,258	\$ 0	\$ 0	\$ 131,994	\$ 157,258
Capital grants and contributions	\$ 133,209	\$ 1,689,279	\$ 48,330	\$ 1,504,657	\$ 181,539	\$ 3,193,936
General Revenues						
Property taxes	\$ 6,120,224	\$ 6,703,171	\$ 0	\$ 0	\$ 6,120,224	\$ 6,703,171
Utility taxes	\$ 979,663	\$ 1,583,274	\$ 0	\$ 0	\$ 979,663	\$ 1,583,274
Sales taxes	\$ 318,881	\$ 464,784	\$ 0	\$ 0	\$ 318,881	\$ 464,784
Other taxes	\$ 2,241	\$ 1,357	\$ 0	\$ 0	\$ 2,241	\$ 1,357
Intergovernmental	\$ 3,474,643	\$ 5,603,973	\$ 0	\$ 0	\$ 3,474,643	\$ 5,603,973
Investment earnings	\$ 14,806	\$ 15,921	\$ 3,462	\$ 5,255	\$ 18,268	\$ 21,176
Gain on Sale of Assets	\$ 10,434	\$ 38,598	\$ 2,126	\$ 1,041	\$ 12,560	\$ 39,639
Total Revenues	\$13,233,019	\$19,369,110	\$ 7,584,356	\$12,847,361	\$20,817,375	\$32,216,471
Expenses						
General government	\$ 330,772	\$ 704,666	\$ 0	\$ 0	\$ 330,772	\$ 704,666
Public safety	\$ 8,079,083	\$ 10,345,647	\$ 0	\$ 0	\$ 8,079,083	\$ 10,345,647
Public works	\$ 2,755,853	\$ 3,752,338	\$ 0	\$ 0	\$ 2,755,853	\$ 3,752,338
Recreation and culture	\$ 743,078	\$ 1,613,717	\$ 0	\$ 0	\$ 743,078	\$ 1,613,717
Economic development	\$ 525,324	\$ 479,794	\$ 0	\$ 0	\$ 525,324	\$ 479,794
Interest on long term debt	\$ 162,611	\$ 263,041	\$ 0	\$ 0	\$ 162,611	\$ 263,041
Water Treatment	\$ 0	\$ 0	\$ 3,321,362	\$ 4,806,188	\$ 3,321,362	\$ 4,806,188
Wastewater Treatment	\$ 0	\$ 0	\$ 3,984,347	\$ 5,073,341	\$ 3,984,347	\$ 5,073,341
Drainage	\$ 0	\$ 0	\$ 459,268	\$ 706,973	\$ 459,268	\$ 706,973
Development loans	\$ 0	\$ 0	\$ 134	\$ 20,200	\$ 134	\$ 20,200
Total Expenses	\$12,596,721	\$17,159,203	\$ 7,765,111	\$10,606,702	\$20,361,832	\$27,765,905
Increase (Decrease) in net position before transfers	\$ 636,298	\$ 2,209,907	\$ (180,755)	\$ 2,240,659	\$ 455,543	\$ 4,450,566
Transfers	\$ (37,241)	\$ (391,857)	\$ 37,241	\$ 391,857	\$ 0	\$ 0
Increase (Decrease) in net position	\$ 599,057	\$ 1,818,050	\$ (143,514)	\$ 2,632,516	\$ 455,543	\$ 4,450,466
Net position on May 1, 2013	\$27,652,176	\$25,834,126	\$31,429,654	\$28,797,138	\$59,081,830	\$54,631,264
Prior Period Adjustment	\$(1,364,860)	\$ 0	\$ (266,796)	\$ 0	\$(1,631,656)	\$ 0
Net Position - Ending	\$26,886,373	\$27,652,176	\$31,019,344	\$31,429,654	\$57,905,717	\$59,081,830

Normal Impacts

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

Revenues

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

Increase/Decrease in City approved rates – while certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fees, building fees, tax levy amounts, etc)

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

Market Impacts on Investment income – the City's investment portfolio is managed using a favorable money market rate we receive by using our local bank for the bulk of our business. Downward forces on interest rates can have a negative affect on the money market rate we receive.

Expenses

Introduction of New Programs – within the functional expense categories (General government, Public safety, Public works, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel – changes in service demand may cause the City Council to consider increasing/decreasing authorized staffing. Staffing costs (salary and related benefits) represent 80% of the City's operating costs.

Salary Increases (annual adjustments, longevity and step increases) – the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.

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

CURRENT YEAR IMPACTS

Governmental Activities

Governmental Activities increased the City's net assets by \$636,298 before transfers out of \$37,241. Key elements contributing to this net change are as follows:

Revenues

For the eight month fiscal year ended December 31, 2013, total revenues from governmental activities decreased by \$6,136,091 (31.68%). The majority of the decrease was due to the current fiscal year being a short year with only eight months of revenue shown rather than a full twelve month fiscal year. Capital grants and contributions decreased \$1,556,070 (92.11%) due to federal grant received during fiscal year ended April 30, 2013 for Kennedy Drive street improvement construction.

Taxes received from various sources continue to play an important role in the City's revenue structure. Property taxes decreased \$582,947 (8.70%). The decrease in property taxes was mostly due to a reclassification of the Library fund as a component unit. The tax levy and assessed valuations remained consistent with the prior year. Intergovernmental revenues decreased \$2,129,330 (38.00%) with the majority of the decrease due to the eight month fiscal year versus a full twelve month fiscal year.

Expenses

For the eight month fiscal year ending December 31, 2013 governmental activity expenses decreased \$4,562,482 (26.59%). The majority of the decrease was due to the current fiscal year being a short year with only eight months of expenses shown rather than a full twelve months of expenses.

Business-type Activities

Business-type activities decreased the City of East Moline's net position by \$180,755, resulting in a 0.58% decrease in the Net Position for Business-type activities. Key elements contributing to this net change are as follows:

Revenues

For the eight month fiscal year ended December 31, 2013, total revenue for the business-type activities decreased \$5,263,005 (40.97%). Under charges for services, revenue from water, sewer, and drainage billings decreased by \$3,802,516 (33.56%). This was due to only eight months of billings included in revenue versus a full twelve months of billings. Revenue from capital grants and contributions decreased \$1,456,327. The decrease in capital grants and contributions is due to a federal grant received during fiscal year ended April 30, 2013 for Kennedy Drive utility improvement construction.

Expenses

Total expenses for the business-type activities at the end of the fiscal year were \$7,765,111 which is a decrease of \$2,841,591 (26.79%) from the fiscal year ended April 30, 2013. The decrease in expenses is due showing eight months of expenses in the current fiscal year rather than a full twelve months.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as the useful measure of a government's net resources available for spending at the end of the fiscal year. As of December 31, 2013 the Governmental Funds (presented on pages 21-22) reported a combined fund balance of \$7,152,452, which is a 23.46% increase from the beginning of the year of \$5,793,422. Of the total fund balance, the unassigned portion is \$(2,641,476). The unassigned balance indicates the amount available for continuing City services. Total assigned fund balance of the governmental funds as of December 31, 2013 was \$3,411,682 while total restricted fund balance was \$4,994,939. Note 18 in the footnotes to the financial statements show detail of the assignments and restrictions on the fund balance of the governmental funds.

The General Fund is the City's primary operating fund and the largest source of day-to-day service delivery. The General Fund's total fund balance increased by \$1,220,282 from the prior year.

The City of East Moline has one other major fund –the Tax Increment Financing Fund – The Quarter (The Quarter TIF). The Quarter TIF fund saw an increase of \$60,950 in its fund balance. Revenue in The Quarter TIF Fund decreased by \$2,583 and expenditures decreased \$248,197. The decrease in expenditures was the result of having one less interest payment and no principal payment on the outstanding debt during the eight months ended December 31, 2013. The decrease in revenues was due to a slight decrease in property tax collections.

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General Fund Budgetary Highlights

Eight Month Fiscal Year Ended December 31, 2013

General Fund	Original and Final Budget	Actual	Percent of Actual to Final Budget
Revenues			
Taxes	\$ 5,492,351	\$ 5,530,950	100.70%
Licenses and Permits	175,850	211,632	120.35%
Intergovernmental Revenue	3,533,778	3,764,750	106.54%
Investment Income	4,635	5,621	121.27%
Fees and Reimbursements:			
Landfill Host Fees	200,000	76,257	38.13%
Other Revenue	480,350	659,386	137.27%
Total Revenues	\$ 9,886,964	\$ 10,248,596	103.66%
Expenditures			
Excess of Revenues over Expenditures	\$ 8,551,411	\$ 8,332,861	97.44%
Transfers	(675,972)	(695,453)	
Net Change in Fund Balance	\$ 659,581	\$ 1,220,282	

The General Fund actual revenues exceeded the original and final budgeted revenue by \$361,632 for the eight month fiscal year ended December 31, 2013. While most of the revenue categories came in more than the budgeted amounts, landfill host fees were under the budgeted amount by \$123,743.

The General Fund total actual expenditures were \$218,550 less than the original and final budgeted amount.

Capital Asset and Debt Administration

Capital Assets

The City of East Moline's investment in capital assets for its governmental and business-type activities as of December 31, 2013, amounted to \$78,288,308 (net of depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, roads and highways. The total increase in the City of East Moline's investment in capital assets (net of depreciation) for the current eight month fiscal year was \$2,064,571, comprised by an increase of \$383,544 in the governmental activities, an increase of \$1,973,897 in the business-type activities and a decrease of \$292,870 due to the reclassification of the Library capital assets to a component unit.

Major capital asset events during the current fiscal year included the following:

- Started construction of the 10th Street water tower
- Continued major street, water and sewer improvements on Kennedy Drive
- Purchased 8 new police squad cars

Capital Assets (Net of Depreciation)						
	Governmental		Business-type		Totals	
	Activities		Activities			
	12/31/2013	4/30/2013	12/31/2013	4/30/2013	12/31/2013	4/30/2013
Land	\$1,900,627	\$1,888,637	\$484,013	\$484,013	\$2,384,640	\$2,372,650
Construction In Progress	2,489,603	2,053,852	3,198,266	518,829	5,687,869	2,572,681
Improvements other than buildings	1,288,231	1,355,458	0	0	1,288,231	1,355,458
Building and System	3,385,868	3,491,047	47,300,571	48,135,660	50,686,439	51,626,707
Vehicles and equipment	2,096,688	1,589,298	832,954	703,405	2,929,642	2,292,703
Books	0	292,870	0	0	0	292,870
Infrastructure	15,311,487	15,710,668	0	0	15,311,487	15,710,668
Totals	\$26,472,504	\$26,381,830	\$51,815,804	\$49,841,907	\$78,288,308	\$76,223,737

Additional information on the City of East Moline's capital assets can be found in Note 6 on pages 60-62 of this report.

Debt

At year-end, the City had \$42,276,730 in outstanding notes, bonds, net pension obligations and other post employment benefit obligations compared to \$41,127,788 in the prior year. That is an increase of \$1,148,942 (2.79%).

	Governmental		Business-type		Totals	
	Activities		Activities			
	12/31/2013	4/30/2013	12/31/2013	4/30/2013	12/31/2013	4/30/2013
Note Payable	\$ 281,525	\$ 131,123	\$ 6,317,275	\$ 6,493,320	\$ 6,598,800	\$ 6,624,443
General Obligation Bonds	6,759,096	7,195,251	20,680,490	20,892,735	27,439,586	28,087,986
Compensated Absences	254,809	41,351	120,157	30,198	374,966	71,549
Net pension obligation	478,087	445,761	0	0	478,087	445,761
OPEB Obligations	5,707,481	4,639,925	1,677,810	1,258,124	7,385,291	5,898,049
Totals	\$13,480,998	\$12,453,411	\$28,795,732	\$28,674,377	\$42,276,730	\$41,127,788

At the end of the fiscal year the City of East Moline has total bonded debt outstanding of \$27,439,586. The City borrowed over \$8,000,000 of Illinois Environmental Protection State Revolving Loan monies. With the American Recovery and Reinvestment Act, 25% of the proceeds (approximately \$2,000,000) were forgiven and the remaining approximately \$6,000,000 is being repaid at a 1.25 percent rate of interest.

The City of East Moline's bond rating is Aa3 rating from Moody's Investor Services and the City has been able to purchase bond insurance at a very reasonable rate upgrading our bonds to an AAA rating.

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625% of its total equalized assessed valuation. The current debt limitation is \$21,870,468 which is significantly in excess of the City of East Moline's existing general obligation debt, debt certificates and installment contracts, totaling \$1,430,160. Additional information on the City of East Moline's debt can be found in note 7 on pages 62 – 72 of this report.

Economic Factors and the Next Years Budgets and Rates.

The City Council has adopted a 5-year rate increase schedule that was effective September 21, 2010, for water and sewer users. The increase the first year was 9% for water and 0% for sewer with varying increases in the following 4 years.

The City anticipates that tax revenues will remain steady during the twelve month fiscal year ending December 31, 2014.

The City continues to experience declines or stagnant growth in major revenue sources coupled with increases in uncontrollable expenditures such as police and fire pensions, health care coverage, liability insurance, and workers compensation. In an effort to confront these challenges, the City is reducing the number of employees by not filling vacant positions.

All of these factors were considered in preparing the City of East Moline's budget for the December 31, 2014 fiscal year.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. As in the past, the City of East Moline plans on placing the entire Comprehensive Annual Financial Report on the City's web page (www.eastmoline.com). If anyone has any questions about this report or needs additional information, please write Megan Petersen, Finance Director, City of East Moline, 915 – 16th Avenue, East Moline, IL 61244.

BASIC FINANCIAL STATEMENTS

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF NET POSITION
December 31, 2013

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Library
ASSETS				
Cash	\$ 12,168,839	\$ 6,089,997	\$ 18,258,836	\$ 859,892
Investments	2,530,197	321,771	2,851,968	223,272
Receivables, net of allowance for uncollectibles	7,976,854	2,053,494	10,030,348	562,732
Internal balances	(888,180)	888,180	-	-
Capital assets:				
Land and construction in progress	4,390,230	3,682,279	8,072,509	-
Other capital assets, net of depreciation	22,082,274	48,133,525	70,215,799	279,696
Total assets	<u>\$ 48,260,214</u>	<u>\$ 61,169,246</u>	<u>\$ 109,429,460</u>	<u>\$ 1,925,592</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 1,804,913	\$ 1,051,392	\$ 2,856,305	\$ 19,964
Accrued interest payable	83,469	302,778	386,247	-
Noncurrent liabilities:				
Due within one year	1,531,091	1,829,539	3,360,630	-
Due in more than one year	11,949,907	26,966,193	38,916,100	-
Total liabilities	<u>\$ 15,369,380</u>	<u>\$ 30,149,902</u>	<u>\$ 45,519,282</u>	<u>\$ 19,964</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	\$ 6,004,461	\$ -	\$ 6,004,461	\$ 532,088
NET POSITION				
Net investment in capital assets	\$ 19,431,883	\$ 24,818,039	\$ 44,249,922	\$ 279,696
Restricted for:				
Maintenance of roadways	2,586,444	-	2,586,444	-
Capital projects	21,481	-	21,481	-
Economic development loans	-	608,112	608,112	-
Housing rehabilitation	-	413,577	413,577	-
Unrestricted	4,846,565	5,179,616	10,026,181	1,093,844
Total net position	<u>\$ 26,886,373</u>	<u>\$ 31,019,344</u>	<u>\$ 57,905,717</u>	<u>\$ 1,373,540</u>

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF ACTIVITIES
For the Eight Months Ended December 31, 2013

Program Revenues

FUNCTION/PROGRAMS	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions
Governmental activities:				
General government	\$ 330,772	\$ 255,755	\$ -	\$ -
Public safety	8,079,083	449,035	96,509	-
Public works	2,755,853	947,154	7,989	119,863
Recreation and culture	743,078	394,042	-	13,346
Economic development	525,324	938	27,496	-
Interest on long-term debt	162,611	-	-	-
Total governmental activities	<u>\$ 12,596,721</u>	<u>\$ 2,046,924</u>	<u>\$ 131,994</u>	<u>\$ 133,209</u>
Business-Type activities:				
Water treatment	\$ 3,321,362	\$ 3,238,233	\$ -	\$ -
Wastewater treatment	3,984,347	3,691,785	-	9,391
Drainage	459,268	599,505	-	38,939
Development loans	134	915	-	-
Total business-type activities	<u>\$ 7,765,111</u>	<u>\$ 7,530,438</u>	<u>\$ -</u>	<u>\$ 48,330</u>
Total primary government	<u>\$ 20,361,832</u>	<u>\$ 9,577,362</u>	<u>\$ 131,994</u>	<u>\$ 181,539</u>
Component unit:				
Library	<u>\$ 476,616</u>	<u>\$ 27,501</u>	<u>\$ 22,796</u>	<u>\$ -</u>

General revenues:

- Property taxes
- Utility taxes
- Admissions taxes
- Non home rule sales tax
- Unrestricted investment earnings
- Unrestricted intergovernmental revenues
- Gain on sale of capital assets

Transfers

Total general revenues and transfers

Change in net position

NET POSITION, Beginning

Prior period adjustment

NET POSITION, Ending

**Net (Expense) Revenue and
Changes in Net Assets**

<u>Primary Government</u>			<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Library</u>
\$ (75,017)	\$ -	\$ (75,017)	\$ -
(7,533,539)	-	(7,533,539)	-
(1,680,847)	-	(1,680,847)	-
(335,690)	-	(335,690)	-
(496,890)	-	(496,890)	-
(162,611)	-	(162,611)	-
<u>\$ (10,284,594)</u>	<u>\$ -</u>	<u>\$ (10,284,594)</u>	<u>\$ -</u>
\$ -	\$ (83,129)	\$ (83,129)	\$ -
-	(283,171)	(283,171)	-
-	179,176	179,176	-
-	781	781	-
<u>\$ -</u>	<u>\$ (186,343)</u>	<u>\$ (186,343)</u>	<u>\$ -</u>
<u>\$ (10,284,594)</u>	<u>\$ (186,343)</u>	<u>\$ (10,470,937)</u>	<u>\$ -</u>
			<u>\$ (426,319)</u>
\$ 6,120,224	\$ -	\$ 6,120,224	\$ 515,220
979,663	-	979,663	-
2,241	-	2,241	-
318,881	-	318,881	-
14,806	3,462	18,268	665
3,474,643	-	3,474,643	93,175
10,434	2,126	12,560	-
(37,241)	37,241	-	-
<u>\$ 10,883,651</u>	<u>\$ 42,829</u>	<u>\$ 10,926,480</u>	<u>\$ 609,060</u>
\$ 599,057	\$ (143,514)	\$ 455,543	\$ 182,741
27,652,176	31,429,654	59,081,830	-
(1,364,860)	(266,796)	(1,631,656)	1,190,799
<u>\$ 26,886,373</u>	<u>\$ 31,019,344</u>	<u>\$ 57,905,717</u>	<u>\$ 1,373,540</u>

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2013

	General Fund
ASSETS	
Cash	\$ 5,758,280
Investments	449,857
Receivables	6,113,800
Advances to other funds	881,412
Total Assets	\$ 13,203,349
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	
LIABILITIES	
Accounts payable	\$ 434,876
Fund cash deficit	-
Accrued liabilities	231,019
Advances from other funds	394,549
Total liabilities	\$ 1,060,444
 DEFERRED INFLOWS OF RESOURCES	
Unavailable revenue - property taxes	\$ 4,477,281
Unavailable revenue - other taxes	447,130
Total deferred inflows of resources	\$ 4,924,411
 FUND BALANCES	
Nonspendable	\$ 881,412
Restricted	1,064,635
Committed	-
Assigned	2,944,091
Unassigned	2,328,356
Total fund balances	\$ 7,218,494
Total liabilities, deferred inflow of resources and fund balances	\$ 13,203,349

<u>Tax Increment Financing Fund - The Quarter</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 2,838,043	\$ 8,596,323
-	2,080,340	2,530,197
185,893	1,665,625	7,965,318
-	505,895	1,387,307
<u>\$ 185,893</u>	<u>\$ 7,089,903</u>	<u>\$ 20,479,145</u>
\$ 84	\$ 713,426	\$ 1,148,386
1,325,801	1,816,471	3,142,272
-	15,809	246,828
996,005	906,796	2,297,350
<u>\$ 2,321,890</u>	<u>\$ 3,452,502</u>	<u>\$ 6,834,836</u>
\$ 184,325	\$ 1,342,855	\$ 6,004,461
-	\$ 40,266	487,396
<u>\$ 184,325</u>	<u>\$ 1,383,121</u>	<u>\$ 6,491,857</u>
\$ -	\$ 505,895	\$ 1,387,307
-	3,930,304	4,994,939
-	-	-
-	467,591	3,411,682
<u>(2,320,322)</u>	<u>(2,649,510)</u>	<u>(2,641,476)</u>
<u>\$ (2,320,322)</u>	<u>\$ 2,254,280</u>	<u>\$ 7,152,452</u>
<u>\$ 185,893</u>	<u>\$ 7,089,903</u>	<u>\$ 20,479,145</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
 December 31, 2013

Amounts reported for governmental activities in the statements of net position are different because:

Total fund balance - governmental funds	\$ 7,152,452
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	26,452,322
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	487,396
Internal service funds are used by management to charge the costs of insurance and motor pool to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	6,355,775
Net pension obligation is not reported in governmental funds.	(478,087)
Net other postemployment benefits obligation is not reported in governmental funds.	(5,707,481)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(7,376,004)</u>
Net position of governmental activities	<u><u>\$ 26,886,373</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Eight Months Ended December 31, 2013

	General Fund
REVENUES	
Taxes	\$ 5,530,950
Licenses, permits and fees	287,889
Intergovernmental	3,764,750
Charges for services and rents	316,984
Special assessments	1,974
Investment income	5,621
Fines	148,453
Grant	96,509
Miscellaneous	68,623
Total revenues	\$ 10,221,753
EXPENDITURES	
Current:	
General government	\$ 297,567
Public safety	6,320,737
Public works	749,671
Recreation and culture	345,712
Economic development	21,983
Capital expenditures	597,191
Debt service:	
Principal	-
Interest	-
Total expenditures	\$ 8,332,861
Excess (deficiency) of revenues over (under) expenditures	\$ 1,888,892
OTHER FINANCING SOURCES (USES)	
Sale of capital assets	\$ 26,843
Loan proceeds	-
Transfers in	216,521
Transfers out	(911,974)
Total other financing sources (uses)	\$ (668,610)
Net change in fund balances	\$ 1,220,282
FUND BALANCES – Beginning	5,998,212
FUND BALANCES – Ending	\$ 7,218,494

<u>Tax Increment Financing Fund - The Quarter</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 185,789	\$ 1,702,870	\$ 7,419,609
-	-	287,889
-	455,447	4,220,197
-	642,242	959,226
-	-	1,974
-	9,185	14,806
-	-	148,453
-	168,694	265,203
-	99	68,722
<u>\$ 185,789</u>	<u>\$ 2,978,537</u>	<u>\$ 13,386,079</u>
\$ -	\$ 296	\$ 297,863
-	-	6,320,737
-	1,485,807	2,235,478
-	240,079	585,791
90,424	403,606	516,013
-	648,593	1,245,784
-	481,329	481,329
34,415	105,171	139,586
<u>\$ 124,839</u>	<u>\$ 3,364,881</u>	<u>\$ 11,822,581</u>
<u>\$ 60,950</u>	<u>\$ (386,344)</u>	<u>\$ 1,563,498</u>
\$ -	\$ -	\$ 26,843
-	186,732	186,732
-	324,410	540,931
-	(47,000)	(958,974)
<u>\$ -</u>	<u>\$ 464,142</u>	<u>\$ (204,468)</u>
\$ 60,950	\$ 77,798	\$ 1,359,030
(2,381,272)	2,176,482	5,793,422
<u>\$ (2,320,322)</u>	<u>\$ 2,254,280</u>	<u>\$ 7,152,452</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Eight Months Ended December 31, 2013

Amounts reported for governmental activities in the statements of activities are different because:

Net change in fund balance - total governmental funds	\$ 1,359,030
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	401,132
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(163,494)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.	(16,409)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	294,598
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(233,588)
The change in net pension obligation is not reported in governmental funds.	(32,326)
Changes in net other postemployment benefits obligations are reported only in the statement of activities.	(1,067,556)
Internal service funds are used by management to charge the costs of insurance and motor pool to individual funds. The net expense of certain activities of internal service funds is reported with governmental activities.	57,670
Change in net position of governmental activities	<u>\$ 599,057</u>

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2013

	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
ASSETS			
Current assets:			
Cash	\$ 1,112,757	\$ 1,080,025	\$ 1,151,028
Investments	-	-	-
Receivables (net of allowance for uncollectibles)	298,130	392,240	335,221
Other assets	-	3,000	-
Total current assets	<u>\$ 1,410,887</u>	<u>\$ 1,475,265</u>	<u>\$ 1,486,249</u>
Noncurrent assets:			
Advances to other funds	<u>\$ 1,573,646</u>	<u>\$ 1,171,235</u>	<u>\$ 1,462,656</u>
Capital assets:			
Land	\$ -	\$ 484,013	\$ -
Buildings and system	9,061,815	27,720,563	12,676,332
Equipment and vehicles	131,474	825,362	281,844
Construction in progress	1,343,684	1,065,375	-
Less accumulated depreciation	<u>(1,846,107)</u>	<u>(15,975,719)</u>	<u>(1,325,368)</u>
Total capital assets (net of accumulated depreciation)	<u>\$ 8,690,866</u>	<u>\$ 14,119,594</u>	<u>\$ 11,632,808</u>
Total noncurrent assets	<u>\$ 10,264,512</u>	<u>\$ 15,290,829</u>	<u>\$ 13,095,464</u>
Total assets	<u>\$ 11,675,399</u>	<u>\$ 16,766,094</u>	<u>\$ 14,581,713</u>

Enterprise Funds				Governmental Activities
Treatment				
Sewer Collection Fund	Drainage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 1,886,912	\$ 522,219	\$ 337,056	\$ 6,089,997	\$ 6,714,788
-	-	321,771	321,771	-
879,381	142,660	2,862	2,050,494	11,536
-	-	-	3,000	-
<u>\$ 2,766,293</u>	<u>\$ 664,879</u>	<u>\$ 661,689</u>	<u>\$ 8,465,262</u>	<u>\$ 6,726,324</u>
\$ 782,162	\$ -	\$ 360,000	\$ 5,349,699	\$ 2,000
\$ -	\$ -	\$ -	\$ 484,013	\$ -
24,786,121	6,051,821	-	80,296,652	-
842,467	244,482	-	2,325,629	1,059,804
700,405	88,802	-	3,198,266	-
(13,330,564)	(2,010,998)	-	(34,488,756)	(1,039,625)
<u>\$ 12,998,429</u>	<u>\$ 4,374,107</u>	<u>\$ -</u>	<u>\$ 51,815,804</u>	<u>\$ 20,179</u>
<u>\$ 13,780,591</u>	<u>\$ 4,374,107</u>	<u>\$ 360,000</u>	<u>\$ 57,165,503</u>	<u>\$ 22,179</u>
<u>\$ 16,546,884</u>	<u>\$ 5,038,986</u>	<u>\$ 1,021,689</u>	<u>\$ 65,630,765</u>	<u>\$ 6,748,503</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2013

	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 146,216	\$ 378,941	\$ 54,207
Accrued salaries	23,030	25,082	30,942
Accrued interest payable	46,011	84,847	47,864
Compensated absences	-	53,064	-
Other accrued liabilities	-	-	-
Loan payable - current	-	-	291,802
General obligation bonds - current	218,400	443,975	89,015
Total current liabilities	<u>\$ 433,657</u>	<u>\$ 985,909</u>	<u>\$ 513,830</u>
Noncurrent liabilities:			
Loan payable	\$ -	\$ -	\$ 5,924,879
General obligation bonds payable (net of unamortized discounts)	4,605,976	5,046,789	2,394,265
Other postemployment benefit obligations	360,729	421,130	437,909
Advances from other funds	1,159,038	1,763,442	579,044
Total noncurrent liabilities	<u>\$ 6,125,743</u>	<u>\$ 7,231,361</u>	<u>\$ 9,336,097</u>
Total liabilities	<u>\$ 6,559,400</u>	<u>\$ 8,217,270</u>	<u>\$ 9,849,927</u>

<u>Enterprise Funds</u>				<u>Governmental</u>
<u>Treatment</u>				<u>Activities</u>
<u>Sewer Collection Fund</u>	<u>Drainage Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
\$ 358,670	\$ 5,304	\$ -	\$ 943,338	\$ 300,825
20,798	8,202	-	108,054	8,871
114,591	9,465	-	302,778	-
57,701	9,392	-	120,157	2,895
-	-	-	-	100,000
-	32,496	-	324,298	-
440,492	193,202	-	1,385,084	-
<u>\$ 992,252</u>	<u>\$ 258,061</u>	<u>\$ -</u>	<u>\$ 3,183,709</u>	<u>\$ 412,591</u>
\$ -	\$ 68,098	\$ -	\$ 5,992,977	\$ -
6,783,537	464,839	-	19,295,406	-
458,042	-	-	1,677,810	-
940,132	-	-	4,441,656	-
<u>\$ 8,181,711</u>	<u>\$ 532,937</u>	<u>\$ -</u>	<u>\$ 31,407,849</u>	<u>\$ -</u>
<u>\$ 9,173,963</u>	<u>\$ 790,998</u>	<u>\$ -</u>	<u>\$ 34,591,558</u>	<u>\$ 412,591</u>

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2013

NET POSITION	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
Net investment in capital assets	\$ 3,866,490	\$ 8,628,830	\$ 2,932,847
Restricted for:			
Economic development loans	-	-	-
Housing rehabilitation	-	-	-
Unrestricted	1,249,509	(80,006)	1,798,939
Total net position	\$ 5,115,999	\$ 8,548,824	\$ 4,731,786

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds

Net position of business-type activities

<u>Enterprise Funds</u>				<u>Governmental Activities</u>
<u>Treatment</u>				
<u>Sewer Collection Fund</u>	<u>Drainage Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
\$ 5,774,400	\$ 3,615,472	\$ -	\$ 24,818,039	\$ 20,179
-	-	608,112	608,112	-
-	-	413,577	413,577	-
<u>1,598,521</u>	<u>632,516</u>	<u>-</u>	<u>5,199,479</u>	<u>6,315,733</u>
<u>\$ 7,372,921</u>	<u>\$ 4,247,988</u>	<u>\$ 1,021,689</u>	<u>\$ 31,039,207</u>	<u>\$ 6,335,912</u>
			<u>(19,863)</u>	
			<u>\$ 31,019,344</u>	

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS

For the Eight Months Ended December 31, 2013

	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
OPERATING REVENUES			
Charges for services	\$ 1,500,109	\$ 1,733,140	\$ 1,523,379
Interest income	-	-	-
Other	378	4,606	6,587
Total operating revenues	<u>\$ 1,500,487</u>	<u>\$ 1,737,746</u>	<u>\$ 1,529,966</u>
OPERATING EXPENSES			
Pumping	\$ 1,351,491	\$ -	\$ 1,447,535
Distribution and collection	-	691,836	-
Engineering	-	117,171	-
Administration and claims	-	430,784	-
Travel and motor vehicles	-	-	-
Depreciation	142,296	395,691	197,857
Total operating expenses	<u>\$ 1,493,787</u>	<u>\$ 1,635,482</u>	<u>\$ 1,645,392</u>
OPERATING INCOME (LOSS)	<u>\$ 6,700</u>	<u>\$ 102,264</u>	<u>\$ (115,426)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	\$ -	\$ 192	\$ 2,564
Gain (Loss) on sale of capital assets	-	2,126	-
Interest expense	(68,679)	(123,414)	(106,435)
Total nonoperating revenues (expenses)	<u>\$ (68,679)</u>	<u>\$ (121,096)</u>	<u>\$ (103,871)</u>

Enterprise Funds				Governmental
Treatment				Activities
Sewer Collection Fund	Drainage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 2,153,965	\$ 599,105	\$ -	\$ 7,509,698	\$ 2,011,341
-	-	415	415	-
7,854	400	500	20,325	16,752
<u>\$ 2,161,819</u>	<u>\$ 599,505</u>	<u>\$ 915</u>	<u>\$ 7,530,438</u>	<u>\$ 2,028,093</u>
\$ -	\$ -	\$ -	\$ 2,799,026	\$ -
710,053	298,848	-	1,700,737	-
460,887	-	-	578,058	-
397,337	-	134	828,255	2,109,057
-	-	-	-	377,007
367,793	138,954	-	1,242,591	1,179
<u>\$ 1,936,070</u>	<u>\$ 437,802</u>	<u>\$ 134</u>	<u>\$ 7,148,667</u>	<u>\$ 2,487,243</u>
\$ 225,749	\$ 161,703	\$ 781	\$ 381,771	\$ (459,150)
\$ 359	\$ -	\$ 347	\$ 3,462	\$ 6,247
-	-	-	2,126	-
(166,678)	(21,466)	-	(486,672)	-
<u>\$ (166,319)</u>	<u>\$ (21,466)</u>	<u>\$ 347</u>	<u>\$ (481,084)</u>	<u>\$ 6,247</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Eight Months Ended December 31, 2013

	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	\$ (61,979)	\$ (18,832)	\$ (219,297)
Capital Grants and Contributions	-	-	-
TRANSFERS IN	870,521	2,329,408	45,151
TRANSFERS OUT	<u>(2,153,898)</u>	<u>(166,206)</u>	<u>(869,000)</u>
CHANGE IN NET POSITION	\$ (1,345,356)	\$ 2,144,370	\$ (1,043,146)
TOTAL NET POSITION, Beginning	6,496,348	6,507,511	5,806,875
Prior period adjustment	<u>(34,993)</u>	<u>(103,057)</u>	<u>(31,943)</u>
TOTAL NET POSITION, Ending	<u>\$ 5,115,999</u>	<u>\$ 8,548,824</u>	<u>\$ 4,731,786</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net position of business-type activities

Enterprise Funds				Governmental Activities	
Treatment					
Sewer Collection Fund	Drainage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds		Internal Service Funds
\$ 59,430	\$ 140,237	\$ 1,128	\$ (99,313)		\$ (452,903)
9,391	38,939	-	48,330		-
97,651	14,490	-	3,357,221		402,323
(130,876)	-	-	(3,319,980)		(21,521)
\$ 35,596	\$ 193,666	\$ 1,128	\$ (13,742)		\$ (72,101)
7,427,552	4,060,898	1,020,561			6,408,013
(90,227)	(6,576)	-			-
<u>\$ 7,372,921</u>	<u>\$ 4,247,988</u>	<u>\$ 1,021,689</u>			<u>\$ 6,335,912</u>
				(129,771)	
				<u>\$ (143,513)</u>	

The accompanying notes are an integral part of these financial statements.

**CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

For the Eight Months Ended December 31, 2013

	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 1,510,644	\$ 2,072,042	\$ 1,580,033
Receipts from interfund services provided	-	-	-
Other receipts	378	4,606	6,587
Payments to suppliers	(644,481)	5,510	(598,244)
Payments to employees	(475,556)	(522,879)	(573,523)
Payments for interfund services use	(147,900)	(181,800)	(187,000)
Net cash provided (used) by operating activities	<u>\$ 243,085</u>	<u>\$ 1,377,479</u>	<u>\$ 227,853</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from other funds	\$ 870,521	\$ 225,510	\$ 45,151
Transfers to other funds	(50,000)	(166,206)	(869,000)
Advances to other funds	-	-	(524,685)
Advances from other funds	524,685	188,641	-
Net cash provided (used) by noncapital financing activities	<u>\$ 1,345,206</u>	<u>\$ 247,945</u>	<u>\$ (1,348,534)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Cash received for sale of vehicles and equipment	\$ -	\$ 2,126	\$ -
Acquisition and construction of capital assets	(1,368,955)	(948,023)	(190,730)
Capital grants and contributions	-	-	-
Proceeds from long-term debt issuance	-	-	-
Principal paid on long-term debt	-	(112,795)	(144,543)
Interest paid on long-term debt	(51,521)	(92,561)	(84,909)
Net cash used by capital and related financing activities	<u>\$ (1,420,476)</u>	<u>\$ (1,151,253)</u>	<u>\$ (420,182)</u>

Enterprise Funds				Governmental Activities
Treatment				Internal Service Funds
Sewer Collection Fund	Drainage Fund	Nonmajor Enterprise Funds	Total Enterprise Funds	
\$ 2,758,742	\$ 568,275	\$ 6,730	\$ 8,496,466	\$ -
-	-	-	-	2,010,900
7,854	400	360	20,185	8,364
(607,359)	(203,572)	(134)	(2,048,280)	(2,491,844)
(404,772)	(145,253)	-	(2,121,983)	(158,616)
(155,200)	(66,850)	-	(738,750)	(16,000)
<u>\$ 1,599,265</u>	<u>\$ 153,000</u>	<u>\$ 6,956</u>	<u>\$ 3,607,638</u>	<u>\$ (647,196)</u>
\$ 97,651	\$ 14,490	\$ -	\$ 1,253,323	\$ 402,323
(130,876)	-	-	(1,216,082)	(21,521)
-	-	-	(524,685)	-
-	-	-	713,326	-
<u>\$ (33,225)</u>	<u>\$ 14,490</u>	<u>\$ -</u>	<u>\$ 225,882</u>	<u>\$ 380,802</u>
\$ -	\$ -	\$ -	\$ 2,126	\$ -
(625,144)	(83,636)	-	(3,216,488)	-
9,391	38,939	-	48,330	-
-	-	-	-	-
-	(125,444)	-	(382,782)	-
(125,009)	(18,381)	-	(372,381)	-
<u>\$ (740,762)</u>	<u>\$ (188,522)</u>	<u>\$ -</u>	<u>\$ (3,921,195)</u>	<u>\$ -</u>

(Continued)

**CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

For the Eight Months Ended December 31, 2013

	Business-type Activities -		
	Water Treatment		Wastewater
	Water Plant Fund	Water Distribution Fund	Sewer Plant Fund
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	\$ -	\$ 192	\$ 2,564
Proceeds from (purchase of) investments	-	-	-
Net cash provided (used) by investing activities	<u>\$ -</u>	<u>\$ 192</u>	<u>\$ 2,564</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>\$ 167,815</u>	<u>\$ 474,363</u>	<u>\$ (1,538,299)</u>
CASH AND CASH EQUIVALENTS - Beginning	<u>944,942</u>	<u>605,662</u>	<u>2,689,327</u>
CASH AND CASH EQUIVALENTS - Ending	<u><u>\$ 1,112,757</u></u>	<u><u>\$ 1,080,025</u></u>	<u><u>\$ 1,151,028</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 6,700	\$ 102,264	\$ (115,426)
Adjustments to reconcile operating operating income (loss) to net cash provided by operating activities:			
Depreciation expense	142,296	395,691	197,857
Amortization expense	(2,512)	1,281	(2,294)
(Increase) decrease in receivables	10,535	338,902	56,654
Increase (decrease) in accounts payable	63,778	328,994	7,645
Increase (decrease) in accrued liabilities, excluding accrued interest	4,567	38,119	7,569
Increase (decrease) in other postemployment benefit obligation	17,721	172,228	75,848
Net cash provided (used) by operating activities	<u><u>\$ 243,085</u></u>	<u><u>\$ 1,377,479</u></u>	<u><u>\$ 227,853</u></u>
Schedule of non-cash capital and related financing activities:			
Transfer of note payable	<u><u>\$ 2,103,898</u></u>	<u><u>\$ (2,103,898)</u></u>	<u><u>\$ -</u></u>

<u>Enterprise Funds</u>				<u>Governmental Activities</u>
<u>Treatment</u>				
<u>Sewer Collection Fund</u>	<u>Drainage Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
\$ 359	\$ -	\$ 347	\$ 3,462	\$ 6,247
-	-	(78,181)	(78,181)	-
\$ 359	\$ -	\$ (77,834)	\$ (74,719)	\$ 6,247
\$ 825,637	\$ (21,032)	\$ (70,878)	\$ (162,394)	\$ (260,147)
<u>1,061,275</u>	<u>543,251</u>	<u>407,934</u>	<u>6,252,391</u>	<u>6,974,935</u>
<u>\$ 1,886,912</u>	<u>\$ 522,219</u>	<u>\$ 337,056</u>	<u>\$ 6,089,997</u>	<u>\$ 6,714,788</u>
\$ 225,749	\$ 161,703	\$ 781	\$ 381,771	\$ (459,150)
367,793	138,954	-	1,242,591	1,179
(1,983)	-	-	(5,508)	-
604,777	(30,830)	6,175	986,213	(8,829)
198,346	(125,075)	-	473,688	(27,772)
50,694	8,248	-	109,197	(152,624)
<u>153,889</u>	<u>-</u>	<u>-</u>	<u>419,686</u>	<u>-</u>
<u>\$ 1,599,265</u>	<u>\$ 153,000</u>	<u>\$ 6,956</u>	<u>\$ 3,607,638</u>	<u>\$ (647,196)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2013

ASSETS	Employee Retirement Funds
Cash	\$ 14,345,893
Receivables:	
Accrued interest	71,404
Other	236,795
Investments:	
U.S. Government securities	6,575,872
Mutual funds	21,426,656
Other assets	378
Total assets	\$ 42,656,998
LIABILITIES	
Other accrued liabilities	\$ 8,484
NET POSITION HELD IN TRUST FOR PENSION BENEFITS (A schedule of funding progress is presented on page 97)	\$ 42,648,514

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

For the Eight Months Ended December 31, 2013

	<u>Employee Retirement Funds</u>
ADDITIONS	
Contributions:	
Employer	\$ 1,197,513
Employee	310,104
Total contributions	<u>\$ 1,507,617</u>
Investment income:	
Net increase in fair value of investments	\$ 1,460,175
Interest	439,058
Dividends and capital gains	1,361,022
Total	<u>\$ 3,260,255</u>
Less investment expense	<u>62,674</u>
Net investment income	<u>\$ 3,197,581</u>
Total additions	<u>\$ 4,705,198</u>
 DEDUCTIONS	
Benefits	\$ 1,941,185
Administrative expense	32,806
Total deductions	<u>\$ 1,973,991</u>
CHANGE IN NET POSITION	<u>\$ 2,731,207</u>
 NET POSITION HELD IN TRUST FOR PENSION BENEFITS	
Beginning	<u>39,917,307</u>
Ending	<u><u>\$ 42,648,514</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF EAST MOLINE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

December 31, 2013

**NOTE 1 – NATURE OF OPERATIONS, REPORTING ENTITY AND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

NATURE OF OPERATIONS -

The City of East Moline provides a broad range of services to citizens, including general government, public safety, economic development, streets, sanitation and health, cultural and park facilities and social services. It also operates the water and sewer utilities.

FINANCIAL REPORTING ENTITY -

In accordance with the Codification of Governmental Accounting and Financial Reporting Standards, the basic financial statements include all funds, organizations, agencies, boards, commissions and authorities for which the City is financially accountable. The City has also considered all other potential organizations for which the nature and significance of their relationships with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a majority of an organization's governing body, and 1) the ability of the City to impose its will on that organization or 2) the potential for that organization to provide specific benefits to or impose specific financial burdens on the City.

In addition, the Codification sets forth additional criteria to determine whether certain organizations for which the City is not financially accountable should be reported as component units based on the nature and significance of their relationship with the City. These criteria include 1) the economic resources being received or held by the separate organization being entirely or almost entirely for the direct benefit of the City, its component units, or its constituents, 2) the City being entitled to, or having the ability to otherwise access, a majority of the economic resources received or held by the separate organization and 3) the economic resources received or held by an individual organization that the City is entitled to, or has the ability to otherwise access, are significant to the City.

Based on the aforementioned criteria, the City of East Moline has determined that the Library Fund is a discretely presented component unit. The mayor appoints the members of the Library Board and the City periodically provides subsidies to support the Library.

The Library does not issue separate financial statements, but more information can be obtained from the Library's offices at 740 Sixteenth Avenue, East Moline, Illinois 61244.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS -

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

The City reports the following major governmental funds:

The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The tax increment financing fund – The Quarter accounts for revenue and expenditures related to the development of the Quarter TIF district.

The City reports the following major proprietary fund:

The water plant fund accounts for the revenue and expenses related to the water plant.

The water distribution fund accounts for the revenue and expenses related to providing water service to the general public.

The sewer plant fund accounts for the revenue and expenses related to the sewer plant.

The sewer collection fund accounts for the revenue and expenses related to providing sewer service to the general public.

The drainage fund accounts for the revenue and expenses related to providing stormwater utility to the general public.

Additionally, the City reports the following fund types:

Internal service funds account for coverage of insurance for City employees and liability claims against the City and purchase/maintenance of City vehicles and equipment provided to other departments of the City on a cost reimbursement basis.

The pension trust funds account for the activities of the police and firefighter's pension trust funds, which accumulate resources for pension benefit payments to qualified employees.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – (Continued)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION -

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, miscellaneous taxes, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the waterworks and sewerage system fund and of the City's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – (Continued)

CASH AND INVESTMENTS -

Cash and Cash Equivalents -

For purposes of cash flows, the City considered all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments -

Investments are accounted for at fair value.

INTERFUND RECEIVABLES AND PAYABLES -

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "advances to/from other funds" (i.e., the non-current interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

RESTRICTED ASSETS -

Certain proceeds of the enterprise fund general obligation alternate bonds are classified as restricted assets on the balance sheet because their use is limited to certain capital projects.

CAPITAL ASSETS -

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, levees, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – (Continued)

Property, plant, and equipment are depreciated using the straight line method over the following estimated useful lives:

Type of Asset	Life in Years
Waterworks and sewerage system	50
Buildings	50
Building improvements	20
Infrastructure	
Streets and drainage	40
Traffic signals	20
Levees	75
Equipment and vehicles	3-20

TAX INCREMENT FINANCING-

Tax increment financing (TIF) is a municipal financing “tool” that is used to renovate declining areas or redevelop blighted areas while improving the tax base of such areas. Through TIF, a municipality works hand-in-hand with private developers to rehabilitate or redevelop a designated area. Then the municipality is allowed to capture the increase in various taxes that result from a redevelopment project to pay for the public costs involved in the project. The City of East Moline has eight officially adopted TIF districts which relate to real estate taxes.

PROPERTY TAXES -

Property taxes are levied in Rock Island County in December, on the assessed valuation as of January 1. The tax levy becomes an enforceable lien against the property on January 1 of the year following the tax levy year. Property taxes levied are collected by the County and distributed to the City in installments due in June, August, September and November.

The 2013 property tax levy is recorded as a receivable. All uncollected taxes relating to prior years' levies have been written off. For governmental funds, only property taxes which are intended to finance the current fiscal year and collected within 60 days subsequent to year-end, if any, are recorded as revenue.

The 2013 taxes are intended to finance the 2014 fiscal year and are not considered available for current operations and are, therefore, shown as deferred inflow of resources.

COMPENSATED ABSENCES -

City employees are entitled to certain compensated absences based on their length of employment. With minor exceptions, compensated absences either vest or accumulate and are accrued when they are earned.

Vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is not reported in governmental funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – (Continued)

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES-

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City does not have items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item that qualifies for reporting in this category. The governmental funds report unavailable revenues from two sources: Property taxes and other taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

LONG-TERM OBLIGATIONS -

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

FUND EQUITY -

In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable: Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – (Continued)

Committed: Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the City Council through a resolution approved prior to year-end. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned: Amounts constrained by the City's intent to use them for a specific purpose. The City Council has by resolution authorized the City Administrator and Finance Director to assign fund balance.

Unassigned: All amounts not included in other spendable classifications. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Residual deficit amounts of other governmental funds would also be reported as unassigned.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the City's procedure is to pay the expenditure from restricted fund balance and then from less-restrictive classifications - committed, assigned and then unassigned fund balances.

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE GOVERNMENT-WIDE STATEMENT OF NET POSITION -

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$7,376,004 difference are as follows:

Bonds payable	\$ 6,827,000
Less: Issuance discount (to be amortized as interest expense)	(27,010)
Less: Deferred charge for refunding (to be amortized as interest expense)	(40,894)
Note Payable	281,525
Accrued interest payable	83,469
Compensated absences	<u>251,914</u>
	<u>\$ 7,376,004</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – (Continued)

EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES -

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$401,132 difference are as follows:

Capital outlay		\$ 1,245,784
Depreciation expense		<u>(844,652)</u>
Net adjustment to increase <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>		<u>\$ 401,132</u>

Another element of that reconciliation states that the “issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$294,598 difference are as follows:

Debt issued or incurred:		
Note payable		\$ (186,732)
Principal repayments:		
General obligation debt		445,000
Note payable		<u>36,330</u>
Net adjustment to increase <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>		<u>\$ 294,598</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – (Continued)

Another element of that reconciliation states that “some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$233,588 difference are as follows:

Compensated absences	\$ (210,563)
Accrued interest	(14,180)
Amortization of bond discounts	(2,230)
Amortization of deferred charge on refunding	<u>(6,615)</u>
Net adjustment to decrease <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ (233,588)</u>

NOTE 3 – LEGAL COMPLIANCE AND ACCOUNTABILITY

BUDGETARY PROCEDURES AND BUDGETARY ACCOUNTING -

Annual appropriated budgets are adopted at the department level on a basis consistent with U.S. generally accepted accounting principles. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level. All annual appropriations lapse at the end of the fiscal year.

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

All departments of the City submit requests for appropriations to the City Administrator to be used in preparing a budget. At least 45 days prior to December 31, the City Administrator submits to the governing body a proposed budget for the general, special revenue, debt service, capital projects and enterprise funds for the fiscal year commencing January 1. The budget includes proposed expenditures and transfers to other funds and the means of financing them. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. A final budget must be prepared and adopted no later than December 31.

The administrator is authorized to transfer budgeted amounts within any department; however, transfers between departments or any revisions that alter the total expenditures of any department or any fund must be approved by the governing body. The amounts reflected in the financial statements represent the original budget and the final amended budget. For some departments, the original and final budgets are the same.

The City does not have a legally adopted annual budget for the following funds:

Economic Development Fund
Capital Projects Fund

NOTES TO FINANCIAL STATEMENTS

NOTE 3 – (Continued)

DEFICIT EQUITY BALANCES -

City funds with deficit fund balances as of December 31, 2013 are as follows:

	Deficit Amount
Special Revenue Funds	
Tax Increment Financing	
Great River Industrial Park	\$ 1,163,706
Gateway Industrial	231,438
Port of Call	31,015
Kennedy Drive	557,687
The Quarter	2,320,322
Debt Service Fund	347,108

The deficit fund balances in the Tax Increment Financing Funds are anticipated to be recovered through future years' tax increment. The other deficits in the above funds reflect expenditures made in advance of the collection and recognition of the deferred property tax revenue and other revenue. These deficits are not in violation of law and are not expected to be a burden on the resources of any other fund. City management intends to fund these deficits through future tax collections and the recognition of future other revenue.

NOTE 4 – CASH AND INVESTMENTS

Cash and investments as of December 31, 2013 are classified in the accompanying financial statements as follows:

Statement of Net Position:

Primary Government	
Cash	\$18,258,836
Investments	2,851,968
Component Unit-Library	
Cash	859,892
Investments	223,272
Fiduciary funds:	
Cash	14,345,893
U.S. government agency securities	6,575,872
Mutual funds	21,426,656
Total cash and investments	<u>\$64,542,389</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – (Continued)

Cash and investments as of December 31, 2013 consist of the following:

Cash on hand	\$	3,575
Deposits with financial institutions		33,461,046
Investments		<u>31,077,768</u>
Total cash and investments		<u>\$64,542,389</u>

The investment and deposit of City monies is governed by the provisions of the Illinois Compiled Statutes and the City's investment policy. In accordance with these provisions, all City monies must be invested in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds, and the Illinois Institutional Investors Trust.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, which is the price for which the investment could be sold.

The Illinois Institutional Investors Trust (IIIT) is a diversified, open-end, actively managed investment trust organized under the laws of the State of Illinois, including the 1970 Constitution of the State of Illinois, the Intergovernmental Cooperation Act and the Public Funds Investment Act. The Fund was established for the purpose of allowing various public agencies including, but not limited to, counties, townships, cities, towns, villages, school districts, housing authorities and public water supply districts, to jointly invest funds in accordance with the Law of the State of Illinois. Investments in IIIT are valued at the share price, the price for which the investment could be sold.

Fiduciary Funds -

As a unit of local government in the state of Illinois, the East Moline police and fire pension funds are restricted by Illinois Pension Code. Article 3 and 4, respectively, Section 1-113.2 of the Illinois Pension Code contains a list of permitted investments for the police and fire pension funds.

In addition to the above, a pension fund established under Article 3 or 4 that has Net Position of at least \$5,000,000 and has appointed an investment adviser under Section 1-113.5 of the Illinois Pension Code, may through that investment adviser, invest a portion of its assets in common and preferred stocks authorized for investments of trust funds under the laws of the state of Illinois.

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – (Continued)

The investment policies of the Police and Fire Pensions promote diversification of investments, and has the following guideline for investing: no more than 45% of the respective Net Position of the pension funds can be invested in common stock, preferred stock, and mutual funds. The investment policies define the strategy which the respective Pension Boards follow for investing. Accordingly, it is the philosophy of the Pension Boards that the asset mix of funds should be as follows:

	Police Pension	Fire Pension
Maximum Equity	45% Market Value	45% Market Value
Minimum Equity	5% Market Value	5% Market Value
Maximum Bonds	84% Market Value	84% Market Value
Minimum Bonds	54% Market Value	54% Market Value
Maximum Annuities	10% Market Value	N/A Market Value
Minimum Annuities	0% Market Value	N/A Market Value
Minimum Cash	3 months cash flow	3 months cash flow

During the eight months ended December 31, 2013, the City complied with the provisions of these statutes pertaining to the types of investments held and institutions in which deposits were made.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. In accordance with its investment policy, the City limits its exposure to interest rate risk by structuring the portfolio to maximize yields while maintaining safety of principal.

NOTES TO FINANCIAL STATEMENTS

NOTE 4 - (Continued)

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Primary Government	Component Unit	Fiduciary Funds		Total
			Police	Fire	
U.S. Treasury bonds	\$ - - -	\$ - - -	\$ 2,356,853	\$ - - -	\$ 2,356,853
U.S. Treasury strips	- - -	- - -	- - -	4,196,988	4,196,988
U.S. government agency securities	- - -	- - -	2,167	19,864	22,031
Illinois Funds-investment pool	1,842,321	223,272	- - -	- - -	2,065,593
Illinois Institutional Investors-investment pool	1,009,647	- - -	- - -	- - -	1,009,647
Mutual funds	- - -	- - -	9,703,625	11,723,031	21,426,656
Total	\$3,075,240	\$223,272	\$12,062,645	\$15,939,883	\$31,077,768

Investment Type	Investment Maturities (in years)				Total
	Less than 1	1-5	6-10	More than 10	
U.S. Treasury bonds	\$ - - -	\$1,157,810	\$1,199,043	\$ - - -	\$ 2,356,853
U.S. Treasury strips	4,196,988	- - -	- - -	- - -	4,196,988
U.S. government agency securities	- - -	10,825	2,018	9,188	22,031
Illinois Funds-investment pool	2,065,593	- - -	- - -	- - -	2,065,593
Illinois Institutional Investors-investment pool	1,009,647	- - -	- - -	- - -	1,009,647
Mutual funds	21,426,656	- - -	- - -	- - -	21,426,656
Total	\$28,698,884	\$1,168,635	\$1,201,061	\$9,188	\$31,077,768

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – (Continued)

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The City limits its exposure to credit risk by investing in securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government and investing in the Illinois Funds and the Illinois Institutional Investors Trust (IIIT) both "AAAm" rated funds. However, the investment policy is silent regarding exposure to credit risk. Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization and the actual rating as of year end for each investment type.

Investment Type	Primary Government	Component Unit	Fiduciary Funds		Total
			Police	Fire	
U.S. Treasury bonds	\$ ---	\$ ---	\$ 2,356,853	\$ ---	\$ 2,356,853
U.S. Treasury strips	---	---	---	4,196,988	4,196,988
U.S. government agency securities	---	---	2,167	19,864	22,031
Illinois Funds-investment pool	1,842,321	223,272	---	---	2,065,593
Illinois Institutional Investors-investment pool	1,009,647	---	---	---	1,009,647
Mutual funds	---	---	9,703,625	11,723,031	21,426,656
Total	\$1,365,342	\$223,272	\$12,062,645	\$15,939,883	\$31,077,768

Investment Type	Exempt from Disclosure	Rating as of Year End		
		AAA	AAAm	Total
U.S. Treasury bonds	\$ 2,356,853	\$ ---	\$ ---	\$ 2,356,853
U.S. Treasury strips	4,196,988	---	---	4,196,988
U.S. government agency securities	---	22,031	---	22,031
Illinois Funds-investment pool	---	---	2,065,593	2,065,593
Illinois Institutional Investors-investment pool	---	---	1,009,647	1,009,647
Mutual funds	21,426,656	---	---	21,426,656
Total	\$27,980,497	\$22,031	\$3,075,240	\$31,077,768

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – (Continued)

Concentration of Credit Risk

The City had no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments or investments by reporting unit (primary government, discretely presented component unit, governmental activities, major fund, nonmajor funds in the aggregate, fiduciary funds, etc.).

Custodial Credit Risk –

Custodial credit risk – deposits. In the case of deposits, this is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The City of East Moline may request collateral for any part of deposits in financial institutions when the City determines it to be in the best interests of safeguarding the funds on deposit.

As of December 31, 2013, the carrying amount of the City's deposits including fiduciary funds and the component unit, with financial institutions totaled \$33,461,046 with the bank balances totaling \$33,589,161. Bank balances of \$33,589,161 are entirely insured or collateralized with securities held by the City or its agent in the City's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2013, there was no investment custodial risk for the City. The Police and Fire Pensions limit their exposure to custodial risk by utilizing an independent, third party institution, selected by the respective boards, to act as custodian for their securities. The Illinois Funds and the Illinois Institutional Investors Trust are not subject to custodial credit risk.

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – RECEIVABLES

Receivables as of year end, including the applicable allowance, are as follows:

Receivables:	General Fund	Tax Increment Financing Fund - The Quarter	Water Plant Fund	Water Distribution Fund
Property taxes	\$4,626,046	\$ 185,893	\$ ---	\$ ---
Other taxes	1,298,585	---	---	---
Accounts	113,756	---	204,085	217,187
Estimated unbilled usage	---	---	114,045	126,488
State allotments	---	---	---	---
Notes and loans	---	---	---	---
Accrued interest	---	---	---	---
Grant	74,689	---	---	---
Other	<u>724</u>	<u>---</u>	<u>---</u>	<u>73,565</u>
Gross receivables	\$6,113,800	\$ 185,893	\$ 318,130	\$ 417,240
Less: allowance for uncollectibles	<u>---</u>	<u>---</u>	<u>20,000</u>	<u>25,000</u>
Net total receivables	<u>\$6,113,800</u>	<u>\$ 185,893</u>	<u>\$ 298,130</u>	<u>\$ 392,240</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 5 - (Continued)

	Sewer Plant Fund	Sewer Collection Fund	Drainage Fund	Non-Major and Other Funds	<u>Total</u>
Receivables:					
Property taxes	\$ - - -	\$ - - -	\$ - - -	\$ 1,367,008	\$ 6,178,947
Other taxes	- - -	- - -	- - -	116,474	1,415,059
Accounts	260,136	374,066	116,085	66,658	1,351,973
Estimated unbilled usage	81,202	114,510	33,976	24,018	494,239
State allotments	- - -	- - -	- - -	53,305	53,305
Notes and loans	- - -	406,132	- - -	16,862	422,994
Accrued interest	- - -	- - -	- - -	71,404	71,404
Grant	- - -	9,673	7,599	21,831	113,792
Other	<u>8,883</u>	<u>- - -</u>	<u>- - -</u>	<u>269,662</u>	<u>352,834</u>
Gross receivables	\$ 350,221	\$ 904,381	\$ 157,660	\$ 2,007,222	\$10,454,547
Less: allowance for uncollectibles	<u>15,000</u>	<u>25,000</u>	<u>15,000</u>	<u>19,000</u>	<u>119,000</u>
Net total receivables	\$ <u>335,221</u>	\$ <u>879,381</u>	\$ <u>142,660</u>	\$ <u>1,988,222</u>	\$ <u>10,335,547</u>

Governmental funds report unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current eight month fiscal year, the various components of unavailable revenue reported in the governmental funds were as follows:

Unavailable property tax	\$ 6,004,461
Unavailable other taxes	<u>487,396</u>
Total unavailable revenue for governmental funds	\$ <u>6,491,857</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended December 31, 2013:

	Beginning Balance	Prior Period Adjustment	Increases	Decreases	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,888,637	\$ - - -	\$ 21,290	\$ 9,300	\$ 1,900,627
Construction in progress	<u>2,053,852</u>	<u>- - -</u>	<u>435,751</u>	<u>- - -</u>	<u>2,489,603</u>
Total capital assets, not being depreciated	<u>\$ 3,942,489</u>	<u>\$ - - -</u>	<u>\$ 457,041</u>	<u>\$ 9,300</u>	<u>\$ 4,390,230</u>
Capital assets, being depreciated:					
Buildings	\$ 5,567,711	\$ - - -	\$ - - -	\$ - - -	\$ 5,567,711
Improvements other than buildings	2,081,503	- - -	- - -	- - -	2,081,503
Vehicles and equipment	7,440,102	- - -	754,530	225,300	7,969,332
Books	593,997	(593,997)	- - -	- - -	- - -
Infrastructure	<u>24,530,934</u>	<u>- - -</u>	<u>34,213</u>	<u>- - -</u>	<u>24,565,147</u>
Total capital assets, being depreciated	<u>\$40,214,247</u>	<u>\$(593,997)</u>	<u>\$788,743</u>	<u>\$225,300</u>	<u>\$40,183,693</u>
Less accumulated depreciation for:					
Buildings	\$ 2,076,664	\$ - - -	\$ 105,179	\$ - - -	\$ 2,181,843
Improvements other than buildings	726,045	- - -	67,227	- - -	793,272
Vehicles and equipment	5,850,804	- - -	240,031	218,191	5,872,644
Books	301,127	(301,127)	- - -	- - -	- - -
Infrastructure	<u>8,820,266</u>	<u>- - -</u>	<u>433,394</u>	<u>- - -</u>	<u>9,253,660</u>
Total accumulated depreciation	<u>\$17,774,906</u>	<u>\$(301,127)</u>	<u>\$845,831</u>	<u>\$218,191</u>	<u>\$18,101,419</u>
Total capital assets, being depreciated, net	<u>\$22,439,341</u>	<u>\$(292,870)</u>	<u>\$(57,088)</u>	<u>\$ 7,109</u>	<u>\$22,082,274</u>
Governmental activities capital assets, net	<u>\$26,381,830</u>	<u>\$(292,870)</u>	<u>\$ 399,953</u>	<u>\$ 16,409</u>	<u>\$26,472,504</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – (Continued)

	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 484,013	\$ - - -	\$ - - -	\$ 484,013
Construction in progress	<u>518,829</u>	<u>2,873,783</u>	<u>194,346</u>	<u>3,198,266</u>
Total capital assets, not being depreciated	<u>\$ 1,002,842</u>	<u>\$ 2,873,783</u>	<u>\$ 194,346</u>	<u>\$ 3,682,279</u>
Capital assets, being depreciated:				
Waterworks, Sewerage & Drainage Systems	\$79,998,021	\$ 298,631	\$ - - -	\$80,296,652
Vehicles and equipment	<u>2,096,609</u>	<u>238,420</u>	<u>9,400</u>	<u>2,325,629</u>
Total capital assets, being depreciated	<u>\$82,094,630</u>	<u>\$ 537,051</u>	<u>\$ 9,400</u>	<u>\$82,622,281</u>
Less accumulated depreciation for:				
Waterworks, Sewerage & Drainage Systems	\$31,862,361	\$ 1,133,720	\$ - - -	\$32,996,081
Vehicles and equipment	<u>1,393,204</u>	<u>108,871</u>	<u>9,400</u>	<u>1,492,675</u>
Total accumulated depreciation	<u>\$33,255,565</u>	<u>\$ 1,242,591</u>	<u>\$ 9,400</u>	<u>\$34,488,756</u>
Total capital assets, being depreciated, net	<u>\$48,839,065</u>	<u>\$ (705,540)</u>	<u>\$ - - -</u>	<u>\$48,133,525</u>
Business-type activities capital assets, net	<u>\$49,841,907</u>	<u>\$ 2,168,243</u>	<u>\$194,346</u>	<u>\$51,815,804</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – (Continued)

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

Governmental activities:

General government	\$ 39,472
Public safety	168,410
Public works	515,075
Recreation and culture	112,384
Economic development	9,311
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>1,179</u>
 Total depreciation expense - governmental activities	 <u>\$ 845,831</u>

Business-type activities:

Waterworks, Sewerage, and Drainage Systems	\$ <u>1,242,591</u>
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NOTE 7 – LONG-TERM DEBT

As of December 31, 2013, the outstanding long-term debt of the City was as follows:

Note Payable

The City obtained a \$183,713 loan from a bank. The loan has an interest rate of 3.75% and is payable semi-annually on January 15 and July 15 through 2016. It is the intent of the City officials to service this debt from the garbage fund. The annual debt service requirements of this loan are as follows:

<u>For the Year Ending December 31</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	3.750%	\$ 36,391	\$ 3,972	\$ 40,363
2015	3.750	37,788	2,575	40,363
2016	3.750	<u>39,211</u>	<u>1,127</u>	<u>40,338</u>
 Total		 <u>\$ 113,390</u>	 <u>\$ 7,674</u>	 <u>\$ 121,064</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

The City obtained a \$162,635 loan from a bank. The loan has an interest rate of 3.154% and is payable annually on August 31 through 2016. It is the intent of the City officials to service this debt from the drainage fund. The annual debt service requirements of this loan are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	3.154%	\$ 32,496	\$ 3,172	\$ 35,668
2015	3.154	33,520	2,148	35,668
2016	3.154	<u>34,578</u>	<u>1,090</u>	<u>35,668</u>
Total		\$ <u>100,594</u>	\$ <u>6,410</u>	\$ <u>107,004</u>

The City obtained a \$89,125 loan from a bank. The loan has an interest rate of 3.50% and is payable annually on July 15 through 2017. It is the intent of the City officials to service this debt from the garbage fund. The annual debt service requirements of this loan are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	3.50%	\$ 16,726	\$ 2,503	\$ 19,229
2015	3.50	17,320	1,909	19,229
2016	3.50	17,931	1,298	19,229
2017	3.50	<u>18,551</u>	<u>658</u>	<u>19,209</u>
Total		\$ <u>70,528</u>	\$ <u>6,368</u>	\$ <u>76,896</u>

The City obtained a \$97,607 loan from a bank. The loan has an interest rate of 2.60% and is payable annually on July 15 through 2018. It is the intent of the City officials to service this debt from the garbage fund. The annual debt service requirements of this loan are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	2.60%	\$ 19,165	\$ 1,755	\$ 20,920
2015	2.60	18,853	2,067	20,920
2016	2.60	19,346	1,574	20,920
2017	2.60	19,860	1,060	20,920
2018	2.60	<u>20,383</u>	<u>537</u>	<u>20,920</u>
Total		\$ <u>97,607</u>	\$ <u>6,993</u>	\$ <u>104,600</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7 - (Continued)

The City obtained a \$6,361,224 Illinois Environmental Protection Agency loan. The loan has an interest rate of 1.25% and is payable semi-annually on June 7 and December 7 through 2032. It is the intent of the City officials to service this debt from the sewer plant fund. The annual debt service requirements of this loan are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	1.250%	\$ 291,802	\$ 76,799	\$ 368,601
2015	1.250	295,461	73,140	368,601
2016	1.250	299,165	69,436	368,601
2017	1.250	302,917	65,684	368,601
2018	1.250	306,715	61,886	368,601
2019	1.250	310,561	58,040	368,601
2020	1.250	314,455	54,146	368,601
2021	1.250	318,398	50,203	368,601
2022	1.250	322,390	46,211	368,601
2023	1.250	326,433	42,168	368,601
2024	1.250	330,526	38,075	368,601
2025	1.250	334,670	33,931	368,601
2026	1.250	338,867	29,734	368,601
2027	1.250	343,116	25,485	368,601
2028	1.250	347,418	21,183	368,601
2029	1.250	351,775	16,826	368,601
2030	1.250	356,186	12,416	368,602
2031	1.250	360,652	7,950	368,602
2032	1.250	<u>365,174</u>	<u>3,428</u>	<u>368,602</u>
Total		<u>\$ 6,216,681</u>	<u>\$ 786,741</u>	<u>\$ 7,003,422</u>

General Obligation Bonds

General obligation alternate refunding bonds totaling \$275,000 remain outstanding from the original issue of \$530,000 dated December 20, 2011. It is the intent of the City officials to service this debt from TIF funds.

Principal is due annually on December 1 and interest is payable semi-annually on June 1 and December 1. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	2.000%	\$ 140,000	\$ 5,500	\$ 145,500
2015	2.000	<u>135,000</u>	<u>2,700</u>	<u>137,700</u>
Total		<u>\$ 275,000</u>	<u>\$ 8,200</u>	<u>\$ 283,200</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

General obligation alternate refunding bonds totaling \$425,000 remain outstanding from the original issue of \$1,315,000 dated December 1, 2004. It is the intent of the City officials to service this debt from TIF funds.

Principal is due annually on December 30 and interest is payable semi-annually on June 30 and December 30. The annual debt service requirements are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2015	3.600%	\$ 135,000	\$ 15,735	\$ 150,735
2016	3.750	145,000	10,875	155,875
2017	3.750	<u>145,000</u>	<u>5,437</u>	<u>150,437</u>
Total		<u>\$ 425,000</u>	<u>\$ 32,047</u>	<u>\$ 457,047</u>

General obligation refunding alternate bonds totaling \$2,255,000 remain outstanding from the original issue of \$2,460,000 dated December 20, 2011. It is the intent of the City officials to service this debt from utility taxes, Water Distribution Fund, and Sewer Collection Fund.

Principal is due annually on January 15. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	1.250%	\$ 210,000	\$ 50,735	\$ 260,735
2015	1.550	210,000	47,795	257,795
2016	1.750	215,000	44,285	259,285
2017	2.000	220,000	40,205	260,205
2018	2.150	220,000	35,640	255,640
2019	2.400	225,000	30,575	255,575
2020	2.650	230,000	24,827	254,827
2021	2.800	235,000	18,490	253,490
2022	3.000	240,000	11,600	251,600
2023	3.200	<u>250,000</u>	<u>4,000</u>	<u>254,000</u>
Total		<u>\$ 2,255,000</u>	<u>\$ 308,152</u>	<u>\$ 2,563,152</u>

General obligation alternate bonds totaling \$875,000 remain outstanding from the original issue of \$955,000 dated December 20, 2011. It is the intent of the City officials to service this debt from TIF funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

Principal is due annually on January 15. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	1.250%	\$ 80,000	\$ 20,800	\$ 100,800
2015	1.750	80,000	19,600	99,600
2016	1.750	85,000	18,156	103,156
2017	2.150	85,000	16,499	101,499
2018	2.150	85,000	14,671	99,671
2019	2.650	85,000	12,631	97,631
2020	2.650	90,000	10,312	100,312
2021	3.200	90,000	7,680	97,680
2022	3.200	95,000	4,720	99,720
2023	3.200	<u>100,000</u>	<u>1,600</u>	<u>101,600</u>
Total		<u>\$ 875,000</u>	<u>\$ 126,669</u>	<u>\$ 1,001,669</u>

General obligation refunding alt bonds totaling \$5,481,628 net of \$146,628 unamortized premium are outstanding from the original issue of \$5,725,000 dated December 20, 2011. It is the intent of the City officials to service this debt from the Water Plant Fund, Water Distribution Fund, Sewer Plant Fund and Sewer Collection Fund.

Principal is due annually on January 15. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	2.000%	\$ 400,000	\$ 155,600	\$ 555,600
2015	2.000	395,000	147,650	542,650
2016	2.500	610,000	136,075	746,075
2017	2.500	620,000	120,700	740,700
2018	3.000	630,000	103,500	733,500
2019	3.000	650,000	84,300	734,300
2020	3.500	655,000	63,087	718,087
2021	3.500	675,000	39,813	714,813
2022	4.000	<u>700,000</u>	<u>14,000</u>	<u>714,000</u>
Total		<u>\$ 5,335,000</u>	<u>\$864,725</u>	<u>\$6,199,725</u>

General obligation debt certificates totaling \$658,042 remain outstanding from the original issue of \$2,500,000 dated June 23, 2009. It is the intent of the City officials to service this debt from the Drainage Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

Principal and interest are due semi-annually on March 15 and September 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	3.75%	\$ 193,202	\$ 23,114	\$ 216,316
2015	3.75	200,548	15,768	216,316
2016	3.75	208,216	8,100	216,316
2017	3.75	<u>56,076</u>	<u>1,057</u>	<u>57,133</u>
Total		<u>\$ 658,042</u>	<u>\$ 48,039</u>	<u>\$706,081</u>

General obligation alternate bonds totaling \$7,772,402 net of \$27,598 unamortized discount are outstanding from the original issue of \$8,000,000 dated December 19, 2007. It is the intent of the City officials to service this debt from the Water Distribution Fund and Sewer Collection Fund.

Principal is due annually on January 15, starting in the year of 2011. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	3.625%	\$ 75,000	\$ 320,911	\$ 395,911
2015	3.625	75,000	318,192	393,192
2016	3.625	110,000	314,839	424,839
2017	3.625	115,000	310,717	425,717
2018	3.700	115,000	306,405	421,405
2019	4.800	120,000	301,820	421,820
2020	4.000	125,000	296,920	421,920
2021	4.000	125,000	291,920	416,920
2022	4.000	130,000	286,820	416,820
2023	4.000	550,000	273,220	823,220
2024	4.050	575,000	250,576	825,576
2025	4.050	605,000	226,681	831,681
2026	4.100	630,000	201,515	831,515
2027	4.150	660,000	174,905	834,905
2028	4.150	690,000	146,893	836,893
2029	4.200	725,000	117,350	842,350
2030	4.300	755,000	85,892	840,892
2031	4.300	790,000	52,675	842,675
2032	4.300	<u>830,000</u>	<u>17,845</u>	<u>847,845</u>
Total		<u>\$ 7,800,000</u>	<u>\$4,296,096</u>	<u>\$12,096,096</u>

General obligation bonds totaling \$390,000 remain outstanding from the original issue of \$1,190,000 dated December 15, 2008. It is the intent of the City officials to service this debt from park and fire funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

Principal is due annually on December 30. Interest is due semi-annually on June 30 and December 30. The annual debt service requirements on this debt are as follows:

For the Year Ending <u>December 31</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	3.70%	\$ 190,000	\$ 14,870	\$ 204,870
2015	3.92	<u>200,000</u>	<u>7,840</u>	<u>207,840</u>
Total		<u>\$ 390,000</u>	<u>\$ 22,710</u>	<u>\$ 412,710</u>

General obligation alternate refunding bonds totaling \$270,000 remain outstanding from the original issue of \$1,025,000 dated July 14, 2010. It is the intent of the City officials to service this debt from the Motor Fuel Tax Fund.

Principal is due annually on January 15. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending <u>December 31</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	2.000%	<u>\$ 270,000</u>	<u>\$ 3,375</u>	<u>\$ 273,375</u>

General obligation alternate refunding bonds totaling \$1,435,000 remain outstanding from the original issue of \$1,780,000 dated July 14, 2010. It is the intent of the City officials to service this debt from TIF Funds.

Principal is due annually on January 15 and interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending <u>December 31</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	2.500%	\$ 135,000	\$ 45,843	\$ 180,843
2015	3.000	150,000	41,905	191,905
2016	3.000	155,000	37,330	192,330
2017	3.050	170,000	32,412	202,412
2018	3.300	185,000	26,768	211,768
2019	3.600	195,000	20,205	215,205
2020	3.700	215,000	12,717	227,717
2021	3.800	<u>230,000</u>	<u>4,370</u>	<u>234,370</u>
Total		<u>\$ 1,435,000</u>	<u>\$ 221,550</u>	<u>\$1,656,550</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7 - (Continued)

General obligation alternate refunding bonds totaling \$2,255,000 remain outstanding from the original issue of \$2,540,000 dated July 14, 2010. It is the intent of the City officials to service this debt from TIF funds.

Principal is due annually on January 15. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	2.500%	\$ 170,000	\$ 74,837	\$ 244,837
2015	3.000	185,000	69,938	254,938
2016	3.000	205,000	64,087	269,087
2017	3.050	225,000	57,581	282,581
2018	3.300	245,000	50,108	295,108
2019	3.600	270,000	41,205	311,205
2020	3.700	290,000	30,980	320,980
2021	3.800	320,000	19,535	339,535
2022	3.900	<u>345,000</u>	<u>6,728</u>	<u>351,728</u>
Total		<u>\$ 2,255,000</u>	<u>\$ 414,999</u>	<u>\$ 2,669,999</u>

General obligation alternate refunding bonds totaling \$3,368,516 net of \$11,484 of unamortized discount are outstanding from the original issue of \$4,435,000 dated July 14, 2010. It is the intent of the City officials to service this debt from the Water Distribution and Sewer Collection Funds.

Principal is due annually on January 15. Interest is due semi-annually on January 15 and July 15. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	2.500%	\$ 470,000	\$ 105,395	\$ 575,395
2015	3.000	490,000	92,170	582,170
2016	3.000	305,000	80,245	385,245
2017	3.050	320,000	70,790	390,790
2018	3.300	330,000	60,465	390,465
2019	3.600	340,000	48,900	388,900
2020	3.700	360,000	36,120	396,120
2021	3.800	375,000	22,335	397,335
2022	3.900	<u>390,000</u>	<u>7,605</u>	<u>397,605</u>
Total		<u>\$ 3,380,000</u>	<u>\$ 524,025</u>	<u>\$ 3,904,025</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

General obligation alternate bonds totaling \$2,103,898 are outstanding from the original issue of \$2,397,499 dated October 31, 2011. It is the intent of the City officials to service this debt from the Water Plant Fund.

Principal is due quarterly on April 27, June 17, October 27, and December 17. Interest is due quarterly on April 27, June 17, October 27, and December 17. The annual debt service requirements on this debt are as follows:

For the Year Ending December 31	Interest Rate	Principal	Interest	Total
2014	1.250%	\$ 120,882	\$ 3,966	\$ 124,848
2015	1.250	121,083	3,765	124,848
2016	1.250	121,286	3,561	124,847
2017	1.250	121,492	3,355	124,847
2018	1.250	121,700	3,147	124,847
2019	1.250	121,912	2,935	124,847
2020	1.250	122,125	2,722	124,847
2021	1.250	122,342	2,506	124,848
2022	1.250	122,561	2,287	124,848
2023	1.250	122,783	2,064	124,847
2024	1.250	123,008	1,840	124,848
2025	1.250	123,235	1,612	124,847
2026	1.250	123,466	1,382	124,848
2027	1.250	123,699	1,149	124,848
2028	1.250	123,935	912	124,847
2029	1.250	124,173	673	124,846
2030	1.250	124,416	431	124,847
2031	1.250	<u>19,800</u>	<u>186</u>	<u>19,986</u>
Total		<u>\$ 2,103,898</u>	<u>\$ 38,493</u>	<u>\$2,142,391</u>

Net Other Postemployment Benefit Obligation

In fiscal year 2009, the City implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. This pronouncement required the City to calculate and record a net other postemployment benefit obligation (NOPEBO) at April 30, 2009. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since May 1, 2008.

NOTES TO FINANCIAL STATEMENTS

NOTE 7 - (Continued)

Long-term liability activity for the year ended December 31, 2013, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 575,000	\$ - - -	\$(185,000)	\$ 390,000	\$ 190,000
Alternate revenue bonds	6,697,000	- - -	(260,000)	6,437,000	1,014,000
Less deferred amounts:					
For issuance discounts	(30,506)	- - -	2,860	(27,646)	- - -
For issuance premiums	1,266	- - -	(630)	636	- - -
On refunding bonds	<u>(47,509)</u>	<u>- - -</u>	<u>6,615</u>	<u>(40,894)</u>	<u>- - -</u>
Total bonds payable	\$ 7,195,251	\$ - - -	\$(436,155)	\$ 6,759,096	\$1,204,000
Note payable	\$ 131,123	\$ 186,732	\$ (36,330)	\$ 281,525	\$ 72,282
Compensated absences	41,351	621,436	(407,978)	254,809	254,809
Net pension obligation	445,761	32,326	- - -	478,087	- - -
Net other postemployment benefit obligation	<u>4,639,925</u>	<u>1,067,556</u>	<u>- - -</u>	<u>5,707,481</u>	<u>- - -</u>
Governmental activity Long-term liabilities	<u>\$12,453,411</u>	<u>\$1,908,050</u>	<u>\$(880,463)</u>	<u>\$13,480,998</u>	<u>\$1,531,091</u>
Business-type activities:					
Bonds payable:					
General obligation bonds	\$20,836,679	\$ - - -	\$(206,739)	\$20,629,940	\$1,385,084
Less deferred amounts:					
For issuance discounts	(52,661)	- - -	3,137	(49,524)	- - -
For issuance premiums	160,160	- - -	(13,531)	146,629	- - -
On Refunding bonds	<u>(51,443)</u>	<u>- - -</u>	<u>4,888</u>	<u>(46,555)</u>	<u>- - -</u>
Total bonds payable	\$20,892,735	\$ - - -	\$(212,245)	\$20,680,490	\$1,385,084
Note payable	\$ 6,493,320	- - -	\$(176,045)	\$ 6,317,275	\$ 324,298
Compensated absences	30,198	249,220	(159,261)	120,157	120,157
Net other postemployment benefit obligation	<u>1,258,124</u>	<u>419,686</u>	<u>- - -</u>	<u>1,677,810</u>	<u>- - -</u>
Business-type activity Long-term liabilities	<u>\$28,674,377</u>	<u>\$ 668,906</u>	<u>\$(547,551)</u>	<u>\$28,795,732</u>	<u>\$1,829,539</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7 – (Continued)

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$2,895 of internal service funds compensated absences are included in the above amounts.

Compensated absences will be paid from the General Fund, Garbage, Library and Pool Special Revenue Funds, and the Water and Sewer Funds.

The General Fund will liquidate the net other postemployment benefit obligation in future years.

Legal Debt Margin

As of December 31, 2013, the general obligation debt issued by the City did not exceed its legal debt margin as shown by the computation that follows:

Assessed valuations, real property	\$253,570,643
Debt limit – 8.625% of total assessed valuation	\$ 21,870,468
General obligation debt, outstanding	1,430,160
Unused legal debt capacity based on 8.625%	\$ 20,440,308

NOTE 8 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of December 31, 2013 is as follows:

Payable Fund:	Receivable Fund			
	General Fund	Nonmajor Governmental	Water Plant	Water Distribution
General Fund	\$ ---	\$ 319,549	\$ ---	\$ 75,000
Tax Increment Financing Fund - The Quarter	225,953	160,052	---	---
Nonmajor Governmental	463,502	26,294	---	215,000
Water Plant	---	---	---	634,353
Water Distribution	191,957	---	1,571,485	---
Sewer Plant	---	---	---	246,882
Sewer Collection	---	---	2,161	---
Total	\$ 881,412	\$ 505,895	\$ 1,573,646	\$ 1,171,235

NOTES TO FINANCIAL STATEMENTS

NOTE 8 – (Continued)

	Receivable Fund				Total
	Sewer Plant	Sewer Collection	Nonmajor Enterprise	Internal Service Fund	
Payable Fund:					
General	\$ ---	\$ ---	\$ ---	\$ ---	\$ 394,549
Tax Increment Financing Fund					
-The Quarter	---	250,000	360,000	---	996,005
Nonmajor Governmental	---	200,000	---	2,000	906,796
Water Plant	524,685	---	---	---	1,159,038
Water Distribution	---	---	---	---	1,763,442
Sewer Plant		332,162	---	---	579,044
Sewer Collection	<u>937,971</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>940,132</u>
Total	<u>\$1,462,656</u>	<u>\$ 782,162</u>	<u>\$ 360,000</u>	<u>\$ 2,000</u>	<u>\$ 6,739,006</u>

Interfund balances are the result of loans between funds to cover cash shortages.

Interfund transfers:

	Transfer Out			
	General	Nonmajor Governmental	Water Plant	Water Distribution
Transfer In:				
General	\$ ---	\$ ---	\$ ---	\$ 95,000
Nonmajor Governmental	277,000	47,000	---	410
Water Plant	---	---	---	51,521
Water Distribution	225,510	---	2,103,898	---
Sewer Plant	---	---	---	19,275
Sewer Collection	97,651	---	---	---
Drainage	14,490	---	---	---
Internal Service	<u>297,323</u>	<u>---</u>	<u>50,000</u>	<u>---</u>
Total	<u>\$911,974</u>	<u>\$ 47,000</u>	<u>\$ 2,153,898</u>	<u>\$ 166,206</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8 – (Continued)

Transfer In:	Transfer Out			
	Sewer Plant	Sewer Collection	Internal Service Fund	Total
General	\$ - - -	\$ 100,000	\$ 21,521	\$ 216,521
Nonmajor Governmental	- - -	- - -	- - -	324,410
Water Plant	819,000	- - -	- - -	870,521
Water Distribution	- - -	- - -	- - -	2,329,408
Sewer Plant	- - -	25,876	- - -	45,151
Sewer Collection	- - -	- - -	- - -	97,651
Drainage	- - -	- - -	- - -	14,490
Internal Service	50,000	5,000	- - -	402,323
Total	\$869,000	\$130,876	\$ 21,521	\$ 4,300,475

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them or (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 9 – RETIREMENT FUND COMMITMENTS

ILLINOIS MUNICIPAL RETIREMENT -

Plan Description

The City's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The City plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy

As set by statute, the City Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2013 was 12.15 percent. The City also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – (Continued)

Annual Pension Cost

The required contribution for calendar year 2013 was \$667,080.

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/13	\$ 667,080	100%	\$ - - -
04/30/13	645,841	100%	- - -
04/30/12	654,206	100%	- - -

The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the City Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The City Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 86.41 percent funded. The actuarial accrued liability for benefits was \$18,247,787 and the actuarial value of assets was \$15,768,149, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,479,638. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$5,490,374 and the ratio of the UAAL to the covered payroll was 45 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – (Continued)

DEFINED BENEFIT SINGLE-EMPLOYER PENSION PLANS

POLICE PENSION PLAN DESCRIPTIONS AND PROVISIONS -

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 Compiled Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The Police Pension Plan does not have a separately issued report. As of December 31, 2013, the Police Pension Plan's membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	40
Current employees	
Vested	26
Nonvested	11
Total	<u>77</u>

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 one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

The monthly 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% compounded annually thereafter.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the City's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033. For the year ended December 31, 2013, the City's contribution was 22.45% of covered payroll.

Funded Status and Funding Progress

As of May 1, 2013, the most recent actuarial valuation date, the plan was 63.40 percent funded. The actuarial accrued liability for benefits was \$29,138,883 and the actuarial value of assets was \$18,470,428, resulting in an underfunded actuarial accrued liability (UAAL) of \$10,668,455. The covered payroll (annual payroll of active employees covered by the plan) was \$2,416,472 and the ratio of the UAAL to the covered payroll was 441.5 percent.

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – (Continued)

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

FIREFIGHTERS' PENSION PLAN DESCRIPTIONS AND PROVISIONS -

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 Compiled Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund. The Firefighters' Pension Plan does not have a separately issued report. As of December 31, 2013, the Firefighters' Pension Plan's membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	37
Current employees	
Vested	22
Nonvested	13
Total	72

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 2.5% of such monthly salary for each additional month of service over 20 years of service through 30 years of service to a maximum of 75% of such monthly salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

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 be paid upon reaching at least the age of 55, by 3% of the original pension and 3% annually thereafter.

Covered employees are required to contribute 9.455% 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 necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the City's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded by the year 2033. For the year ended December 31, 2013, the City's contribution was 21.03% of covered payroll.

Funded Status and Funding Progress

As of May 1, 2013, the most recent actuarial valuation date, the plan was 78.0 percent funded. The actuarial accrued liability for benefits was \$27,486,706 and the actuarial value of assets was \$21,446,879, resulting in an underfunded actuarial accrued liability (UAAL) of \$6,039,827. The covered payroll (annual payroll of active employees covered by the plan) was \$2,329,812 and the ratio of the UAAL to the covered payroll was 259.2 percent.

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – (Continued)

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Basis of Plan Accounting -

The plans are reported using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Amounts recognized as receivables should include those due pursuant to formal commitments as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

ANNUAL PENSION COSTS -

Employer contributions have been determined as follows:

	<u>Police Pension</u> May 1, 2013	<u>Fire- fighter's Pension</u> May 1, 2013
Actuarial Valuation Date	May 1, 2013	May 1, 2013
Actuarial Cost Method	Entry-age normal	Entry-age normal
Asset Valuation Method	Market	Market
Amortization Method	Level Per- centage of payroll, closed	Level Per- centage of payroll, closed
Amortization Period	30 years	30 years

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – (Continued)

Significant Actuarial Assumptions:	<u>Police Pension</u>	<u>Fire-fighter's Pension</u>
a. Rate of return on investment of present and future assets	7.00% compounded annually	7.00% compounded annually
b. Projected salary increases - attributable to inflation	5.50% compounded annually	5.50% compounded annually
c. Additional projected salary increases - attributable to seniority/merit	Not available	Not available

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the ARC and the contributions actually made.

	<u>For Fiscal Year</u>	<u>Police Pension</u>	<u>Fire-fighters' Pension</u>
Annual Pension Cost (APC)	4/30/12	879,102	720,866
	4/30/13	769,604	701,360
	12/31/13	556,008	508,710
Actual Contribution	4/30/12	878,524	535,376
	4/30/13	836,859	960,775
	12/31/13	542,526	489,866
Percentage of APC Contributed	4/30/12	99.90%	74.30%
	4/30/13	108.7%	137.0%
	12/31/13	97.6%	96.3%
NPO	4/30/12	278,435	493,996
	4/30/13	211,180	234,581
	12/31/13	224,662	253,425

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – (Continued)

The net pension obligation (asset) has been calculated as follows:

	Police Pension	Fire- fighters' Pension
Annual required contributions	\$554,998	\$507,588
Interest on net pension obligation	17,483	16,421
Adjustment to annual required contribution	(16,473)	(15,299)
Annual pension cost	\$556,008	\$508,710
Contributions made	542,526	489,866
Increase (decrease) in net pension obligation	\$ 13,482	\$ 18,844
Net pension obligation, beginning of year	211,180	234,581
Net pension obligation, end of year	\$224,662	\$253,425

Costs to administer the plans are financed through contributions to the plans.

The Police Pension and Firefighter's Pension funds will liquidate its respective net pension obligation in future years.

NOTE 10 – COMBINING FIDUCIARY FUNDS

The following is the combining statements of the City's two pension trust funds:

	Police Pension Trust Fund	Firefighters Pension Trust Fund	Total
ASSETS			
Cash	\$ 7,476,962	\$ 6,868,931	\$ 14,345,893
Receivables:			
Accrued interest	56,731	14,673	71,404
Other	133,759	103,036	236,795
Investments:			
U.S. government agency securities	2,359,020	4,216,852	6,575,872
Mutual funds	9,703,625	11,723,031	21,426,656
Other assets	---	378	378
Total assets	\$19,730,097	\$22,926,901	\$42,656,998

NOTES TO FINANCIAL STATEMENTS

NOTE 10 - (Continued)

	Police Pension Trust Fund	Firefighters Pension Trust Fund	Total
LIABILITIES			
Other accrued liabilities	\$ - - -	\$ 8,484	\$ 8,484
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	<u>\$19,730,097</u>	<u>\$ 22,918,417</u>	<u>\$ 42,648,514</u>
ADDITIONS			
Contributions:			
Employer	\$ 629,991	\$ 567,522	\$ 1,197,513
Employee	<u>161,549</u>	<u>148,555</u>	<u>310,104</u>
Total contributions	\$ <u>791,540</u>	\$ <u>716,077</u>	\$ <u>1,507,617</u>
Investment income:			
Net increase in fair value of investments	\$ 791,548	\$ 668,627	\$ 1,460,175
Interest	144,165	294,893	439,058
Dividends and capital gains	<u>513,810</u>	<u>847,212</u>	<u>1,361,022</u>
Total	\$ 1,449,523	\$ 1,810,732	\$ 3,260,255
Less investment expense	<u>13,610</u>	<u>49,064</u>	<u>62,674</u>
Net investment income	\$ <u>1,435,913</u>	\$ <u>1,761,668</u>	\$ <u>3,197,581</u>
Total additions	\$ <u>2,227,453</u>	\$ <u>2,477,745</u>	\$ <u>4,705,198</u>
DEDUCTIONS			
Benefits	\$ 963,038	\$ 978,147	\$ 1,941,185
Administrative expense	<u>4,746</u>	<u>28,060</u>	<u>32,806</u>
Total deductions	\$ <u>967,784</u>	\$ <u>1,006,207</u>	\$ <u>1,973,991</u>
CHANGE IN NET POSITION	\$ 1,259,669	\$ 1,471,538	\$ 2,731,207
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
Beginning	18,470,428	21,446,879	39,917,307
Ending	<u>\$19,730,097</u>	<u>\$22,918,417</u>	<u>\$42,648,514</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the City provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through its personnel manual and union contracts. The plan does not issue a stand-alone financial report.

Benefits Provided

The City provides postemployment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the City's retirement plans. In order to qualify, an employee must meet both age and years of service requirements.

All health care benefits are provided through the City's self-insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; and prescriptions. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the City's plan becomes secondary. The City provides \$4,000 of life insurance coverage at no cost.

Membership

At December 31, 2013, membership consisted of:

Retirees and beneficiaries currently receiving benefits	126
Terminated employees entitled to benefits but not yet receiving them	3
Active employees	<u>144</u>
Total	<u>273</u>
Participating employers	<u>1</u>

Funding Policy

The City negotiates the contribution percentages between the City and employees through the union contracts and personnel policy. Retirees contribute between \$200 per year to 18% of the actuarially determined premium to the plan and the City contributes the remainder to cover the cost of providing the benefits to the retirees via the self-insured plan (pay as you go). Since the City is self-insured, this amount fluctuates on an annual basis.

Annual OPEB Costs and Net OPEB Obligation

The City's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance to the parameters of GASB Statement No 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the components of the City's annual OPEB cost for the year, the amount actuarially contributed to the plan and changes in the City's annual OPEB obligation:

NOTES TO FINANCIAL STATEMENTS

NOTE 11 – (Continued)

Annual required contribution	\$	2,463,853
Interest on net OPEB obligation		176,942
Adjustment to annual required obligation		<u>(230,998)</u>
Annual OPEB cost	\$	2,409,797
Contributions made		<u>922,555</u>
Increase in net OPEB obligation	\$	1,487,242
Net OPEB obligation, beginning of year		<u>5,898,049</u>
Net OPEB obligation, end of year	\$	<u><u>7,385,291</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligations for 2013 are as follows in the table below. 2009 was the transition year of GASB Statement No 45.

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation (Asset)</u>
04/30/12	\$ 2,355,439	47.30%	\$ 4,682,436
04/30/13	\$ 2,329,310	47.80%	\$ 5,898,049
12/31/13	\$ 2,409,797	38.28%	\$ 7,385,291

Funded status and funding progress. The funded status of the plan as of December 31, 2013, was as follows:

Actuarial accrued liability (AAL)	\$	45,989,523
Actuarial value of plan assets		<u>-</u>
Unfunded actuarial accrued liability (UAAL)	\$	45,989,523
Funded ratio (Actuarial value of plan assets/AAL)		0%
Covered payroll (Active plan members)	\$	8,772,211
UAAL as a percentage of covered payroll		524%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the ARCs of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections and benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

NOTES TO FINANCIAL STATEMENTS

NOTE 11 – (Continued)

In the December 31, 2013 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included 4.5% investment rate of return (net of administrative expenses) and an initial annual healthcare cost trend rate of 9.0% reduced to an ultimate healthcare cost trend rate of 5.0% after five years. Both rates include a 2.5% inflation assumption. The actuarial value of assets was \$-0-. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis. The remaining amortization period at December 31, 2013 was 30 years.

NOTE 12 – CONTINGENT LIABILITIES

Grants -

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

TIF Reimbursable Expenditures to REDEEM -

The City has a potential payable to Revitalize and Develop East Moline, Inc. (REDEEM) for a portion of The Quarter development and a portion of the GRIP development totaling \$796,700. REDEEM has incurred these TIF reimbursable expenditures as of December 31, 2013. Future tax increments will be used to pay off TIF reimbursable expenditures. The City is not liable for the REDEEM TIF reimbursable expenditures as of December 31, 2013 due to the contract stipulations between REDEEM and the City.

Claims -

The City records liabilities resulting from claims when they become probable and reasonably estimable. There are several personal injury and workers compensation lawsuits pending against the City. A liability has been recorded in the Insurance Reserve Fund for certain of these claims. The City Attorney estimates that the remaining claims against the City, not covered by insurance, resulting from such litigation would not materially affect the financial statements of the City.

Tax Increment Agreement -

The City entered into a non-interest bearing promissory note agreement of \$1,800,000 dated October 31, 1995 with a developer, to reimburse the developer for interest cost incurred by the developer relating to the construction, renovation or rehabilitation of the redevelopment project (North Hill TIF). The agreement requires the City to pay \$116,488 for the year ending December 31, 2014. This agreement is a limited obligation payable solely from the tax increment generated by the TIF Project Area over and above that necessary to pay all principal and interest due on the City Alternate Bonds. The total amount paid to date, as of December 31, 2013, was \$1,683,512, leaving an outstanding obligation of \$116,488.

Litigation -

Several lawsuits and claims, arising in the normal course of City operations, were pending at December 31, 2013. In the opinion of the City Attorney, there are adequate legal defenses to these actions, and it is not anticipated that there will be any adverse material effect on the financial position of the City.

NOTES TO FINANCIAL STATEMENTS

NOTE 13 – DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all government employees, permit them to defer a portion of their salary into future years. Participation in the plan is optional. Investments are managed by the plan's trustees under various investment options, or combinations thereof, the choice of which is made by the participants. The assets of the deferred compensation plan are held in trust for the benefit of the employees. Accordingly, the assets are not reported in these financial statements. The City has no liability for losses under the plan.

NOTE 14 – INDUSTRIAL REVENUE BONDS

The City has participated in certain industrial revenue bond issues. Under the terms of the issues and the Illinois State Statutes, the bonds are not to be considered direct or contingent liabilities of the City. Property purchased with the bond proceeds are pledged as collateral for the total payment of the bonds and the bondholders can look only to these sources for repayment. The outstanding balance of industrial revenue bonds as of December 31, 2013 is \$1,120,000.

NOTE 15 – RISK MANAGEMENT

The City has established two self-insurance funds (internal service funds) to meet potential losses from general and auto liability, workers' compensation, property and casualty claims, and medical and other risks. The City carries stop-loss medical coverage of approximately \$75,000 per individual. All claim procedures are performed by an independent claims administrator. There have been no reductions in coverages or payments in excess of coverages in the past three years.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Claims payable include all known claims and an amount for claims that have been incurred but not reported (IBNRs). Claim liabilities are estimated by considering the effects of inflation, recent claim settlement trends, including frequency and amount of pay-outs, and other economic and social factors. Changes in the balances of claims payable during the year and eight months ended April 30, 2013 and December 31, 2013, respectively, are as follows:

	<u>Health Insurance</u>		<u>Liability Insurance</u>	
	<u>4/30/2013</u>	<u>12/31/2013</u>	<u>4/30/2013</u>	<u>12/31/2013</u>
Unpaid claims, beginning of year	\$ 226,000	\$ 201,000	\$ 437,996	\$ 294,693
Incurred claims (including IBNRs)	2,089,038	1,400,476	97,735	88,443
Claim payments	<u>(2,114,038)</u>	<u>(1,434,476)</u>	<u>(241,038)</u>	<u>(241,959)</u>
Unpaid claims, end of year	<u>\$ 201,000</u>	<u>\$ 167,000</u>	<u>\$ 294,693</u>	<u>\$ 141,177</u>

Based on experience, \$169,149 of the claims payable as of December 31, 2013 is considered current and due within one year.

NOTES TO FINANCIAL STATEMENTS

NOTE 16 – LANDFILL CLOSURE AND POST-CLOSURE CARE COSTS

State and federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site. The facility was certified closed by the Illinois Environmental Protection Agency March 12, 2002. The minimum three-year post-closure care period began June 1, 2001.

By correspondence from the Illinois Environmental Protection Agency dated May 22, 2003, the City was informed that they were not in compliance with all the conditions of the supplemental permit for closure. The area of noncompliance relates to leaching of contaminants from the landfill onto the adjacent property to the south. To prevent this leaching, the IEPA required that a Leachate Collection System be installed which was completed in 2007. The City continues to collect the leachate and pump the collection tank on a regular basis. Monitoring wells also continue to be monitored by the City and the data provided to the IEPA as required.

Tests from the monitoring wells indicated that despite ongoing mitigation efforts of the leachate collection system, unacceptable levels of contaminants from the old landfill are still getting into the ground water table. In correspondence dated July 9, 2013, IEPA denied East Moline's Supplemental Permit for post-closure care and remedial activities as they were deemed to be non-compliant. With the help of a consultant, the city subsequently prepared and received approval for additional corrective action to consist of verifying the integrity of the leachate collection pipes and evaluating alternate designs to capture additional leachate. The City is continuing to perform regular pumping and testing of the leachate and testing of monitoring well samples, and additional remediation measures will likely be necessary to meet IEPA regulatory requirements in the next few years.

The City's financial statements do not include a contingent liability for possible fines or any remedial costs should the system prove to be noncompliant.

NOTE 17 – PRIOR PERIOD ADJUSTMENT

A prior period adjustment to decrease beginning net position of the governmental activities and business-type activities by \$174,061 and \$266,796, respectively, was recorded to properly record bond issue costs incurred in prior years.

Prior period adjustments to properly record prior year bond issue costs resulted in decreases in beginning net position of the water plant fund, water fund, sewer plant fund, sewer fund, and drainage fund by \$34,993, \$103,057, \$31,943, \$90,227, and \$6,576, respectively.

A prior period adjustment to decrease beginning net position of the governmental activities and increase the component unit net position by \$1,190,799 was recorded to reclass the Library Fund from a governmental fund to a discretely presented component unit.

NOTES TO FINANCIAL STATEMENTS

NOTE 18 – FUND BALANCES

In fiscal year 2012, the City adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The statement establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The classifications of fund balances as of December 31, 2013 by opinion unit are as follows:

Fund Balance	General	Tax Increment Financing-The Quarter	Nonmajor Governmental	Total
Non-spendable:				
Advances	\$ 881,412	\$ - - -	\$ 505,895	\$ 1,387,307
Restricted:				
Tax Increment				
Financing Districts	\$ - - -	\$ - - -	\$ 740,804	\$ 740,804
Special Service Area	- - -	- - -	175,576	175,576
Public Benefit	102,493	- - -	- - -	102,493
Audit	24,524	- - -	- - -	24,524
Culture/Recreation	4,812	- - -	- - -	4,812
Road Repairs	211,344	- - -	3,013,924	3,225,268
Public Safety	397,530	- - -	- - -	397,530
Tort and Judgment	12,573	- - -	- - -	12,573
IMRF Expenses	142,405	- - -	- - -	142,405
FICA Expenses	168,954	- - -	- - -	168,954
Total Restricted	\$ 1,064,635	\$ - - -	\$ 3,930,304	\$ 4,994,939
Committed:	\$ - - -	\$ - - -	\$ - - -	\$ - - -
Assigned:				
Refuse	\$ - - -	\$ - - -	\$ 446,110	\$ 446,110
Culture/Recreation	341,136	- - -	- - -	341,136
Capital Improvements & Equipment	829,590	- - -	21,481	851,071
Public Safety	1,156,991	- - -	- - -	1,156,991
Sick Leave	24,911	- - -	- - -	24,911
OPEB	591,463	- - -	- - -	591,463
Total Assigned	\$ 2,944,091	\$ - - -	\$ 467,591	\$ 3,411,682
Unassigned:	\$ 2,328,356	(\$ 2,320,322)	(\$ 2,649,510)	(\$ 2,641,476)
Total Fund Balances	\$ 7,218,494	(\$ 2,320,322)	\$ 2,254,280	\$ 7,152,452

NOTES TO FINANCIAL STATEMENTS

NOTE 19 – DISCRETELY PRESENTED COMPONENT UNIT

Library Fund

Capital asset activity for the Library for the eight months ended December 31, 2013 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, being depreciated:				
Books	\$ 593,997	\$ 43,462	\$ 84,131	\$ 553,328
Less accumulated depreciation for:				
Books	<u>301,127</u>	<u>54,635</u>	<u>82,130</u>	<u>273,632</u>
Library capital assets, net	<u>\$ 292,870</u>	<u>\$ (11,173)</u>	<u>\$ 2,001</u>	<u>\$ 279,696</u>

Depreciation expense charged to the Library component unit was \$54,635.

Receivables as of December 31, 2013 for the Library are as follows:

Property taxes	\$ 553,727
Accounts	<u>9,005</u>
Total receivables	<u>\$ 562,732</u>

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by GASB but are not considered a part of the basic financial statements. Such information includes:

Budgetary Comparison Schedules for the following:

General Fund

Tax Increment Financing Fund – The Quarter

Notes to the Required Supplementary Information

Schedules of Funding Progress – Pension and Other Post Employment Benefit Plans

Schedules of Employer Contributions – Pension and Other Post Employment Benefit Plans

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND

For the Eight Months Ended December 31, 2013

REVENUES	Original & Final Budget	Actual Amounts	Variance with Final Budget
Taxes:			
Property	\$ 4,565,851	\$ 4,548,922	\$ (16,929)
Utility	925,000	979,787	54,787
Admissions	1,500	2,241	741
Licenses and permits	175,850	211,632	35,782
Charges for services and rents	258,850	316,984	58,134
Investment income	4,635	5,621	986
Intergovernmental	3,533,778	3,764,750	230,972
Landfill host fees	200,000	76,257	(123,743)
Fines	176,200	148,453	(27,747)
Grant	30,000	96,509	66,509
Special assessments	-	1,974	1,974
Miscellaneous	15,300	68,623	53,323
	<u>\$ 9,886,964</u>	<u>\$ 10,221,753</u>	<u>\$ 334,789</u>
Total revenues			
	<u>\$ 9,886,964</u>	<u>\$ 10,221,753</u>	<u>\$ 334,789</u>
EXPENDITURES			
Current			
General Government:			
Administration:			
Salaries	\$ 61,375	\$ 62,395	\$ (1,020)
Office	22,930	17,727	5,203
Audit	36,000	36,000	-
Printing and advertising	7,615	6,055	1,560
Insurance	27,200	10,200	17,000
Equipment rent and repairs	6,535	15,117	(8,582)
Dues and subscriptions	12,935	18,473	(5,538)
Professional services	7,500	11,124	(3,624)
Miscellaneous	6,350	2,029	4,321
FICA	5,353	7,476	(2,123)
IMRF	7,377	8,602	(1,225)
Executive and legislative:			
Salaries	34,710	35,408	(698)
Office	1,575	1,425	150
Printing and advertising	550	336	214
Insurance	3,400	3,400	-
Dues and subscriptions	5,400	892	4,508
Miscellaneous	13,475	13,306	169
Building and grounds:			
Office	6,950	9,193	(2,243)
Insurance	3,400	3,400	-
Repairs and maintenance	24,600	14,266	10,334
Professional services	30,000	844	29,156
Utilities	24,000	19,899	4,101
	<u>\$ 349,230</u>	<u>\$ 297,567</u>	<u>\$ 51,663</u>
Total general government			
	<u>\$ 349,230</u>	<u>\$ 297,567</u>	<u>\$ 51,663</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND

For the Eight Months Ended December 31, 2013

EXPENDITURES (continued)	<u>Original & Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Public Safety:			
Health:			
Salaries	\$ 41,500	\$ 44,591	\$ (3,091)
Office	3,480	2,247	1,233
Insurance	6,800	6,800	-
Vehicle maintenance	2,900	2,900	-
Dues and subscriptions	400	95	305
Professional services	155,000	49,755	105,245
Miscellaneous	6,850	6,180	670
Legal:			
Salaries	-	30,297	(30,297)
Office	-	618	(618)
Insurance	3,400	3,400	-
Professional services	158,400	170,540	(12,140)
Special projects	-	2,882	(2,882)
Miscellaneous	100	130	(30)
FICA	2,294	3,204	(910)
IMRF	3,162	3,687	(525)
Crossing Guard	47,000	45,247	1,753
Emergency Services	5,000	603	4,397
Police Protection:			
Salaries	1,803,600	1,860,121	(56,521)
Office	54,600	51,913	2,687
Radio User Fees	8,800	10,872	(2,072)
Center Station	334,190	343,803	(9,613)
Insurance	251,600	251,600	-
Equipment rent and repairs	27,800	49,744	(21,944)
Dues and subscriptions	2,000	942	1,058
Training	10,000	8,057	1,943
Vehicle maintenance	60,300	60,300	-
Grant expenditures	-	4,043	(4,043)
Municipies & CORA	14,000	15,136	(1,136)
Records Management	20,000	19,638	362
Pension	629,991	629,991	-
Miscellaneous	2,600	3,634	(1,034)
Police and Fire Commission:			
Dues and subscriptions	400	391	9
Miscellaneous	350	264	86
Special projects	2,000	1,943	57

(Continued)

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND

For the Eight Months Ended December 31, 2013

EXPENDITURES (continued)	Original & Final Budget	Actual Amounts	Variance with Final Budget
Fire Protection:			
Salaries	\$1,700,600	\$ 1,720,561	\$ (19,961)
Office	27,715	10,767	16,948
Training	10,000	5,235	4,765
Radio User Fees	5,470	7,565	(2,095)
Insurance	241,400	241,400	-
Equipment rent and repairs	50,385	27,070	23,315
Dues and subscriptions	2,500	3,505	(1,005)
Vehicle maintenance	23,000	23,000	-
Utilities	10,700	8,113	2,587
Pension	567,522	567,522	-
Miscellaneous	31,550	20,431	11,119
	<u>\$6,329,359</u>	<u>\$ 6,320,737</u>	<u>\$ 8,622</u>
Total public safety			
Public Works:			
Administration:			
Salaries	\$ 71,000	\$ 74,557	\$ (3,557)
Insurance	5,100	5,100	-
Vehicle maintenance	2,900	2,900	-
Office	11,245	7,006	4,239
Dues and subscriptions	1,400	2,713	(1,313)
Professional services	1,000	245	755
Inspection:			
Salaries	35,000	36,904	(1,904)
Office	4,650	3,758	892
Vehicle maintenance	5,800	5,800	-
Insurance	10,200	10,200	-
Dues and subscriptions	500	150	350
Light:			
Repairs	20,000	21,886	(1,886)
Traffic Lighting	-	6,070	(6,070)
Street Lighting	160,650	163,935	(3,285)
Street & Bridge:			
Salaries	192,400	115,626	76,774
Office	14,060	9,917	4,143
Insurance	40,800	40,800	-
Vehicle Maintenance	67,400	67,400	-
Professional Services	7,500	2,162	5,338
Repairs	100,200	80,866	19,334
Miscellaneous	225	196	29
Utilities	32,300	19,379	12,921
Salt	75,000	-	75,000

(Continued)

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND

For the Eight Months Ended December 31, 2013

	<u>Original & Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
EXPENDITURES (continued)			
Public benefit and comfort	\$ 125	\$ 25	\$ 100
Engineering:			
Salaries	20,500	20,638	(138)
Office	6,450	3,342	3,108
Insurance	5,950	5,950	-
Dues and Subscriptions	250	527	(277)
Vehicle maintenance	2,900	2,900	-
Professional services	100	-	100
FICA	12,892	18,003	(5,111)
IMRF	17,765	20,716	(2,951)
Total public works	<u>\$ 926,262</u>	<u>\$ 749,671</u>	<u>\$ 176,591</u>
Recreation & Culture			
Fireworks	\$ 11,500	\$ 10,827	\$ 673
Salaries	116,100	156,644	(40,544)
Office	1,640	1,546	94
Insurance	10,200	10,200	-
Utilities	15,950	18,139	(2,189)
Vehicle maintenance	36,800	36,800	-
Repairs and maintenance	61,330	14,877	46,453
Dues and subscriptions	-	905	(905)
Tourism	3,000	3,000	-
Fiberoptics	19,000	46,501	(27,501)
Sponsorship	5,000	-	5,000
Miscellaneous	6,080	4,929	1,151
FICA	13,766	19,224	(5,458)
IMRF	18,969	22,120	(3,151)
Total recreation and culture	<u>\$ 319,335</u>	<u>\$ 345,712</u>	<u>\$ (26,377)</u>
Economic Development:			
Office	\$ 1,900	\$ 2,484	\$ (584)
Insurance	3,400	3,400	-
Developer rebate	58,000	16,080	41,920
Miscellaneous	-	19	(19)
Total economic development	<u>\$ 63,300</u>	<u>\$ 21,983</u>	<u>\$ 41,317</u>

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND

For the Eight Months Ended December 31, 2013

	<u>Original & Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Capital expenditures	\$ 563,925	\$ 597,191	\$ (33,266)
Total expenditures	<u>\$ 8,551,411</u>	<u>\$ 8,332,861</u>	<u>\$ 218,550</u>
Excess of revenues over expenditures	<u>\$ 1,335,553</u>	<u>\$ 1,888,892</u>	<u>\$ 553,339</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	\$ -	\$ 26,843	\$ 26,843
Transfers in	-	216,521	216,521
Transfers out	<u>(675,972)</u>	<u>(911,974)</u>	<u>(236,002)</u>
Total other financing uses	<u>\$ (675,972)</u>	<u>\$ (668,610)</u>	<u>\$ 7,362</u>
Net change in fund balance	<u><u>\$ 659,581</u></u>	<u>\$ 1,220,282</u>	<u><u>\$ 560,701</u></u>
FUND BALANCE – Beginning		<u>5,998,212</u>	
FUND BALANCE – Ending		<u><u>\$ 7,218,494</u></u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND - THE QUARTER
For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 180,000	\$ 185,789	\$ 5,789
EXPENDITURES			
Current:			
Economic development	\$ 90,550	\$ 90,424	\$ 126
Debt service:			
Interest	34,415	34,415	-
Total expenditures	<u>\$ 124,965</u>	<u>\$ 124,839</u>	<u>\$ 126</u>
Excess of revenues over expenditures	<u>\$ 55,035</u>	\$ 60,950	<u>\$ 5,915</u>
FUND BALANCE – Beginning		<u>(2,381,272)</u>	
FUND BALANCE – Ending		<u>\$ (2,320,322)</u>	

CITY OF EAST MOLINE, ILLINOIS
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION –
BUDGET COMPARISONS
December 31, 2013

I. BUDGETARY BASIS

Annual appropriated budgets are adopted at the department level on a basis consistent with U.S. generally accepted accounting principles. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level. All annual appropriations lapse at the end of the fiscal year.

II. BUDGETARY INFORMATION

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

All departments of the City submit requests for appropriations to the City Administrator to be used in preparing a budget. At least 45 days prior to December 31, the City Administrator submits to the governing body a proposed budget for the general, special revenue, debt service, capital projects and enterprise funds for the fiscal year commencing January 1. The budget includes proposed expenditures and transfers to other funds and the means of financing them. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. A final budget must be prepared and adopted no later than December 31.

The administrator is authorized to transfer budgeted amounts within any department; however, transfers between departments or any revisions that alter the total expenditures of any department or any fund must be approved by the governing body. The amounts reflected in the financial statements represent the original budget and the final amended budget. For some departments, the original and final budgets are the same.

**CITY OF EAST MOLINE, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION ON
PENSION AND OTHER POST EMPLOYMENT
BENEFIT PLAN FUNDING PROGRESS
December 31, 2013**

IMRF -

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)--Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (OAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL (OAAL) Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$15,768,149	\$18,247,787	\$2,479,638	86.41%	\$5,490,374	45.16%
12/31/12	14,613,071	18,373,646	3,760,575	79.53	5,596,544	67.19
12/31/11	14,762,996	18,605,055	3,842,059	79.35	5,723,587	67.13
12/31/10	15,026,117	18,436,949	3,410,832	81.50	5,736,136	59.46
12/31/09	13,637,433	16,777,053	3,139,620	81.29	5,536,233	56.71
12/31/08	12,695,849	15,156,137	2,460,288	83.77	5,326,033	46.19

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$19,763,152. On a market basis, the funded ratio would be 108.30%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with City of East Moline. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

Other Postemployment Benefit Plan -

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)--Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (OAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL (OAAL) Percentage of Covered Payroll ((b-a)/c)
12/31/2013	12/31/13	\$ - - -	\$45,989,523	\$45,989,523	0.00%	\$8,772,211	524.0%
4/30/2013	04/30/13	- - -	42,889,114	\$42,889,114	0.00	9,474,005	453.0
4/30/2012	04/30/11	- - -	37,025,522	37,025,522	0.00	9,642,738	383.0

The City implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. The information presented for April 30, 2012 was determined as part of the actuarial valuation as of April 30, 2011.

(Continued)

**CITY OF EAST MOLINE, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION ON
PENSION AND OTHER POST EMPLOYMENT
BENEFIT PLAN FUNDING PROGRESS
December 31, 2013**

Police Pension Plan -

Fiscal Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)--Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (OAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL (OAAL) Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$18,470,428	\$ 29,138,883	\$ 10,668,455	63.40%	\$ 2,416,472	441.50%
4/30/13	17,300,691	27,469,421	10,168,730	63.00	2,438,362	417.00
4/30/12	17,535,413	26,361,157	8,825,744	66.50	2,403,993	367.10
4/30/11	16,305,623	25,282,847	8,977,224	64.50	2,349,868	382.00
4/30/10	14,704,861	24,345,826	9,640,965	60.40	2,289,912	421.00
4/30/09	17,091,500	22,642,974	5,551,474	75.50	2,101,474	264.20

Firefighter's Pension Plan -

Fiscal Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)--Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (OAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL (OAAL) Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$21,446,879	\$ 27,486,706	\$ 6,039,827	78.00%	\$ 2,329,812	259.20%
4/30/13	19,872,120	26,012,226	6,140,106	76.40	2,214,190	277.30
4/30/12	20,549,278	25,388,366	4,839,088	80.90	2,163,073	223.70
4/30/11	19,419,749	24,097,113	4,677,364	80.60	2,052,181	227.90
4/30/10	17,391,043	23,154,660	5,763,617	75.10	1,924,102	299.50
4/30/09	20,525,622	21,237,523	711,901	96.60	1,735,636	41.00

**CITY OF EAST MOLINE, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION ON
PENSION AND OTHER POST EMPLOYMENT
BENEFIT PLAN EMPLOYER CONTRIBUTIONS
December 31, 2013**

IMRF Trend Information -

Fiscal Year Ended	Annual Required Contribution (ARC)	Total Contributions	Percentage of ARC Contributed
12/31/13	\$ 667,080	\$ 667,080	100%
04/30/13	645,841	645,841	100
04/30/12	654,206	654,206	100

Other Postemployment Benefit Plan -

Fiscal Year Ended	Employer Contributions	Annual Required Contributions (ARC)	Percentage Contributed
12/31/13	\$ 922,555	\$2,463,853	37.4%
04/30/13	1,113,697	2,298,094	48.5
04/30/12	1,113,698	2,298,094	48.5

The City implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009.

Police Pension Plan -

Fiscal Year Ended	Annual Required Contribution (ARC)	Total Contributions	Percentage of ARC Contributed
12/31/13	\$ 554,998	\$ 542,526	97.85%
04/30/13	761,897	836,859	109.8
04/30/12	871,094	878,524	100.9
04/30/11	885,021	709,342	80.0
04/30/10	634,664	548,793	86.4
04/30/09	519,618	533,518	102.6
04/30/08	538,599	582,831	108.2

(Continued)

CITY OF EAST MOLINE, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION ON
PENSION AND OTHER POST EMPLOYMENT
BENEFIT PLAN EMPLOYER CONTRIBUTIONS
 December 31, 2013

Firefighter's Pension Plan -

<u>Fiscal</u> <u>Year</u> <u>Ended</u>	<u>Annual Required</u> <u>Contribution (ARC)</u>	<u>Total</u> <u>Contributions</u>	<u>Percentage</u> <u>of ARC</u> <u>Contributed</u>
12/31/13	\$ 507,588	\$ 489,866	96.5%
4/30/13	687,686	960,775	139.7
4/30/12	711,975	535,376	75.2
4/30/11	728,444	434,973	59.7
4/30/10	421,672	379,195	90.0
4/30/09	365,570	391,894	107.2
4/30/08	400,557	400,557	100.0

OTHER SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Garbage Fund - Accounts for revenue and expenditures related to refuse collection and disposal.

Motor Fuel Tax - Accounts for revenue and expenditures related to projects financed by the state gasoline tax as collected and distribute by the State of Illinois.

Municipal Swimming Pool Fund - Accounts for expenditures necessary to operate the City's swimming pool.

Economic Development Fund - Accounts for revenues and expenditures related to the purchase and sale of land for economic development purposes.

Non-Home Rule Sales Tax Fund - Accounts for expenditures related to infrastructure improvements financed by sales tax as collected and distributed by the State of Illinois.

Special Service Area – Downtown - Accounts for revenue and expenditures related to improvements to the Downtown Special Service area.

Tax Increment Financing Funds - Accounts for the revenues and expenditures related to the development of the TIF districts.

CAPITAL PROJECTS FUNDS

Capital Projects Fund – Accounts for the revenues and expenditures related to the City's capital projects.

DEBT SERVICE FUNDS

Debt Service Fund – Accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of some governmental funds.

**CITY OF EAST MOLINE, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**
December 31, 2013

		<u>Special</u>	
	<u>Totals</u>	<u>Garbage</u>	<u>Motor Fuel Tax Fund</u>
ASSETS			
Cash	\$ 2,838,043	\$ 372,024	\$ 1,224,266
Investments	2,080,340	-	1,719,600
Receivables	1,665,625	309,121	53,305
Advances to other funds	505,895	-	3,685
Total assets	<u>\$ 7,089,903</u>	<u>\$ 681,145</u>	<u>\$ 3,000,856</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 713,426	\$ 21,032	\$ 414,412
Fund cash deficit	1,816,471	-	-
Accrued liabilities	15,809	8,538	-
Advances from other funds	906,796	-	-
Total liabilities	<u>\$ 3,452,502</u>	<u>\$ 29,570</u>	<u>\$ 414,412</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	\$ 1,342,855	\$ 205,465	\$ -
Unavailable revenue - other taxes	40,266	-	-
Total deferred inflows of resources	<u>\$ 1,383,121</u>	<u>\$ 205,465</u>	<u>\$ -</u>
FUND BALANCES			
Nonspendable	\$ 505,895	\$ -	\$ 3,685
Restricted	3,930,304	-	2,582,759
Assigned	467,591	446,110	-
Unassigned	(2,649,510)	-	-
Total fund balances	<u>\$ 2,254,280</u>	<u>\$ 446,110</u>	<u>\$ 2,586,444</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,089,903</u>	<u>\$ 681,145</u>	<u>\$ 3,000,856</u>

Revenue Funds					
Municipal Swimming Pool	Economic Development	Non-Home Rule Sales Tax	Special Service Area - Downtown	Tax Increment Financing	
				North Hill	Downtown
\$ 53,360	\$ 11,346	\$ 4,476	\$ 161,207	\$ 722,762	\$ 91,769
-	-	360,740	-	-	-
-	15,826	123,417	74,593	449,501	51,871
1,239	181,052	-	-	6,436	-
<u>\$ 54,599</u>	<u>\$ 208,224</u>	<u>\$ 488,633</u>	<u>\$ 235,800</u>	<u>\$ 1,178,699</u>	<u>\$ 143,640</u>
\$ 15,168	\$ -	\$ 9,465	\$ 215	\$ 116,537	\$ -
-	-	-	-	-	-
3,219	-	4,052	-	-	-
35,000	32,218	3,685	-	-	-
<u>\$ 53,387</u>	<u>\$ 32,218</u>	<u>\$ 17,202</u>	<u>\$ 215</u>	<u>\$ 116,537</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ 60,009	\$ 449,491	\$ 48,085
-	-	40,266	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,266</u>	<u>\$ 60,009</u>	<u>\$ 449,491</u>	<u>\$ 48,085</u>
\$ 1,239	\$ 181,052	\$ -	\$ -	\$ 6,436	\$ -
-	-	431,165	175,576	606,235	95,555
-	-	-	-	-	-
(27)	(5,046)	-	-	-	-
<u>\$ 1,212</u>	<u>\$ 176,006</u>	<u>\$ 431,165</u>	<u>\$ 175,576</u>	<u>\$ 612,671</u>	<u>\$ 95,555</u>
<u>\$ 54,599</u>	<u>\$ 208,224</u>	<u>\$ 488,633</u>	<u>\$ 235,800</u>	<u>\$ 1,178,699</u>	<u>\$ 143,640</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2013

	Special		
	Tax Increment		
	Great River Industrial Park	Gateway Industrial Park	Port of Call
ASSETS			
Cash	\$ -	\$ -	\$ -
Investments	-	-	-
Receivables	132,625	759	-
Advances to other funds	-	-	-
Total assets	<u>\$ 132,625</u>	<u>\$ 759</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 257	\$ -	\$ -
Fund cash deficit	789,168	169,829	31,015
Accrued liabilities	-	-	-
Advances from other funds	374,284	61,609	-
Total liabilities	<u>\$ 1,163,709</u>	<u>\$ 231,438</u>	<u>\$ 31,015</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	\$ 132,622	\$ 759	\$ -
Unavailable revenue - other taxes	-	-	-
Total deferred inflows of resources	<u>\$ 132,622</u>	<u>\$ 759</u>	<u>\$ -</u>
FUND BALANCES			
Nonspendable	\$ -	\$ -	\$ -
Restricted	-	-	-
Assigned	-	-	-
Unassigned	(1,163,706)	(231,438)	(31,015)
Total fund balances	<u>\$ (1,163,706)</u>	<u>\$ (231,438)</u>	<u>\$ (31,015)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 132,625</u>	<u>\$ 759</u>	<u>\$ -</u>

<u>Revenue Funds</u>			
<u>Financing</u>			
<u>Kennedy Drive</u>	<u>Lucky Strike</u>	<u>Capital Projects</u>	<u>Debt Service</u>
\$ -	\$ 175,352	\$ 21,481	\$ -
-	-	-	-
196,946	44,524	-	213,137
<u>313,483</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 510,429</u>	<u>\$ 219,876</u>	<u>\$ 21,481</u>	<u>\$ 213,137</u>
\$ -	\$ 136,340	\$ -	\$ -
471,174	-	-	355,285
-	-	-	-
<u>400,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 871,174</u>	<u>\$ 136,340</u>	<u>\$ -</u>	<u>\$ 355,285</u>
\$ 196,942	\$ 44,522	\$ -	\$ 204,960
-	-	-	-
<u>196,942</u>	<u>44,522</u>	<u>-</u>	<u>204,960</u>
\$ 313,483	\$ -	\$ -	\$ -
-	39,014	-	-
-	-	21,481	-
<u>(871,170)</u>	<u>-</u>	<u>-</u>	<u>(347,108)</u>
<u>\$ (557,687)</u>	<u>\$ 39,014</u>	<u>\$ 21,481</u>	<u>\$ (347,108)</u>
<u>\$ 510,429</u>	<u>\$ 219,876</u>	<u>\$ 21,481</u>	<u>\$ 213,137</u>

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Eight Months Ended December 31, 2013

	Totals	Garbage	Special	
			Motor Fuel Tax Fund	Municipal Swimming Pool
REVENUES				
Taxes:				
Property	\$ 1,385,513	\$ 204,461	\$ -	\$ -
Sales	317,357	-	-	-
Intergovernmental	455,447	-	455,447	-
Charges for services and rents	642,242	466,870	-	174,434
Investment income	9,185	-	8,655	-
Fines	-	-	-	-
Grant	168,694	7,989	119,863	-
Miscellaneous	99	99	-	-
Total revenues	<u>\$ 2,978,537</u>	<u>\$ 679,419</u>	<u>\$ 583,965</u>	<u>\$ 174,434</u>
EXPENDITURES				
Current:				
General government	\$ 296	\$ -	\$ -	\$ -
Public works	1,485,807	461,080	637,359	-
Recreation and culture	240,079	-	-	238,842
Economic development	403,606	-	-	-
Capital expenditures	648,593	391,474	244,104	-
Debt service:				
Principal	481,329	36,329	-	-
Interest	105,171	3,082	3,375	-
Total expenditures	<u>\$ 3,364,881</u>	<u>\$ 891,965</u>	<u>\$ 884,838</u>	<u>\$ 238,842</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (386,344)</u>	<u>\$ (212,546)</u>	<u>\$ (300,873)</u>	<u>\$ (64,408)</u>
OTHER FINANCING SOURCES (USES)				
Loan Proceeds	\$ 186,732	\$ 186,732	\$ -	\$ -
Transfers in	324,410	205,000	410	72,000
Transfers out	(47,000)	(47,000)	-	-
Total other financing sources	<u>\$ 464,142</u>	<u>\$ 344,732</u>	<u>\$ 410</u>	<u>\$ 72,000</u>
Net change in fund balances	\$ 77,798	\$ 132,186	\$ (300,463)	\$ 7,592
FUND BALANCES – Beginning	<u>2,176,482</u>	<u>313,924</u>	<u>2,886,907</u>	<u>(6,380)</u>
FUND BALANCES – Ending	<u>\$ 2,254,280</u>	<u>\$ 446,110</u>	<u>\$2,586,444</u>	<u>\$ 1,212</u>

Revenue Funds

Economic Development	Non-Home Rule Sales Tax	Special Service Area - Downtown	Tax Increment Financing		
			North Hill	Downtown	Great River Industrial Park
\$ -	\$ -	\$ 59,838	\$ 446,824	\$ 52,004	\$ 132,653
-	317,357	-	-	-	-
-	-	-	-	-	-
938	-	-	-	-	-
-	72	75	383	-	-
-	-	-	-	-	-
27,496	13,346	-	-	-	-
-	-	-	-	-	-
<u>\$ 28,434</u>	<u>\$ 330,775</u>	<u>\$ 59,913</u>	<u>\$ 447,207</u>	<u>\$ 52,004</u>	<u>\$ 132,653</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	387,368	-	-	-	-
-	-	-	-	-	-
24,615	-	26,641	150,791	-	48,812
-	13,015	-	-	-	-
-	-	-	130,000	-	130,000
-	-	-	8,100	-	20,415
<u>\$ 24,615</u>	<u>\$ 400,383</u>	<u>\$ 26,641</u>	<u>\$ 288,891</u>	<u>\$ -</u>	<u>\$ 199,227</u>
<u>\$ 3,819</u>	<u>\$ (69,608)</u>	<u>\$ 33,272</u>	<u>\$ 158,316</u>	<u>\$ 52,004</u>	<u>\$ (66,574)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,819	\$ (69,608)	\$ 33,272	\$ 158,316	\$ 52,004	\$ (66,574)
172,187	500,773	142,304	454,355	43,551	(1,097,132)
<u>\$ 176,006</u>	<u>\$ 431,165</u>	<u>\$ 175,576</u>	<u>\$ 612,671</u>	<u>\$ 95,555</u>	<u>\$ (1,163,706)</u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Eight Months Ended December 31, 2013

	Special Revenue Funds			
	Tax Increment Financing			
	Gateway Industrial Park	Port of Call	Kennedy Drive	Lucky Strike
REVENUES				
Taxes:				
Property	\$ 618	\$ -	\$ 188,314	\$ 94,782
Sales	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services and rents	-	-	-	-
Investment income	-	-	-	-
Fines	-	-	-	-
Grant	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>\$ 618</u>	<u>\$ -</u>	<u>\$ 188,314</u>	<u>\$ 94,782</u>
EXPENDITURES				
Current:				
General government	\$ -	\$ -	\$ -	\$ -
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development	-	16,157	250	136,340
Capital expenditures	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	38,481	-
Total expenditures	<u>\$ -</u>	<u>\$ 16,157</u>	<u>\$ 38,731</u>	<u>\$ 136,340</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 618</u>	<u>\$ (16,157)</u>	<u>\$ 149,583</u>	<u>\$ (41,558)</u>
OTHER FINANCING SOURCES (USES)				
Loan Proceeds	\$ -	\$ -	\$ -	\$ -
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances	\$ 618	\$ (16,157)	\$ 149,583	\$ (41,558)
FUND BALANCES – Beginning	<u>(232,056)</u>	<u>(14,858)</u>	<u>(707,270)</u>	<u>80,572</u>
FUND BALANCES – Ending	<u>\$ (231,438)</u>	<u>\$ (31,015)</u>	<u>\$ (557,687)</u>	<u>\$ 39,014</u>

<u>Capital Projects</u>	<u>Debt Service</u>
\$ -	\$ 206,019
-	-
-	-
-	-
-	-
-	-
<u>\$ -</u>	<u>\$ 206,019</u>
\$ -	\$ 296
-	-
1,237	-
-	-
-	-
-	185,000
-	31,718
<u>\$ 1,237</u>	<u>\$ 217,014</u>
<u>\$ (1,237)</u>	<u>\$ (10,995)</u>
\$ -	\$ -
-	47,000
-	-
<u>\$ -</u>	<u>\$ 47,000</u>
\$ (1,237)	\$ 36,005
<u>22,718</u>	<u>(383,113)</u>
<u>\$ 21,481</u>	<u>\$ (347,108)</u>

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GARBAGE FUND

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Taxes:			
Property	\$ 205,000	\$ 204,461	\$ (539)
Charges for services	465,600	466,870	1,270
Grant	7,900	7,989	89
Miscellaneous	-	99	99
	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>\$ 678,500</u>	<u>\$ 679,419</u>	<u>\$ 919</u>
EXPENDITURES			
Current, public works	\$ 531,390	\$ 461,080	\$ 70,310
Capital expenditures	200,000	391,474	(191,474)
Debt Service			
Principal	35,750	36,329	(579)
Interest	4,650	3,082	1,568
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>\$ 771,790</u>	<u>\$ 891,965</u>	<u>\$ (120,175)</u>
Deficiency of revenues under expenditures	<u>\$ (93,290)</u>	<u>\$ (212,546)</u>	<u>\$ (119,256)</u>
OTHER FINANCING SOURCES (USES)			
Loan Proceeds	\$ 100,000	\$ 186,732	\$ 86,732
Transfers in	100,000	205,000	105,000
Transfers out	(47,000)	(47,000)	-
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources	<u>153,000</u>	<u>344,732</u>	<u>191,732</u>
Net change in fund balance	<u>\$ 59,710</u>	<u>\$ 132,186</u>	<u>\$ 72,476</u>
FUND BALANCE – Beginning		<u>313,924</u>	
FUND BALANCE – Ending		<u>\$ 446,110</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Intergovernmental	\$ 336,000	\$ 455,447	\$ 119,447
Investment income	2,000	8,655	6,655
Grant	-	119,863	119,863
	<u>\$ 338,000</u>	<u>\$ 583,965</u>	<u>\$ 245,965</u>
EXPENDITURES			
Current, public works	\$ 642,000	\$ 637,359	\$ 4,641
Capital expenditures	250,000	244,104	5,896
Debt service:			
Principal	239,500	-	239,500
Interest	6,000	3,375	2,625
	<u>\$ 1,137,500</u>	<u>\$ 884,838</u>	<u>\$ 252,662</u>
Excess (deficiency) of revenues over (under) expenditures	\$ (799,500)	\$ (300,873)	\$ 498,627
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ -	\$ 410	\$ 410
Net change in fund balance	<u>\$ (799,500)</u>	<u>\$ (300,463)</u>	<u>\$ 499,037</u>
FUND BALANCE – Beginning		<u>2,886,907</u>	
FUND BALANCE – Ending		<u>\$ 2,586,444</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MUNICIPAL SWIMMING POOL FUND

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Charges for services and rents	\$ 151,200	\$ 174,434	\$ 23,234
EXPENDITURES			
Current, recreation and culture	<u>231,100</u>	<u>238,842</u>	<u>(7,742)</u>
Excess (deficiency) of revenues over (under) expenditures	\$ (79,900)	\$ (64,408)	\$ 15,492
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>108,000</u>	<u>72,000</u>	<u>(36,000)</u>
Net change in fund balance	<u>\$ 28,100</u>	<u>\$ 7,592</u>	<u>\$ (20,508)</u>
FUND BALANCE – Beginning		<u>(6,380)</u>	
FUND BALANCE – Ending		<u>\$ 1,212</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
NON-HOME RULE SALES TAX FUND

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Sales tax	\$ 300,000	\$ 317,357	\$ 17,357
Grant income	-	13,346	13,346
Investment income	300	72	(228)
	<u>\$ 300,300</u>	<u>\$ 330,775</u>	<u>\$ 30,475</u>
EXPENDITURES			
Current:			
Public works	\$ 550,000	\$ 387,368	\$ 162,632
Capital expenditures	-	13,015	(13,015)
	<u>\$ 550,000</u>	<u>\$ 400,383</u>	<u>\$ 149,617</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (249,700)</u>	<u>\$ (69,608)</u>	<u>\$ 180,092</u>
FUND BALANCE – Beginning		<u>500,773</u>	
FUND BALANCE – Ending		<u>\$ 431,165</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL SERVICE AREA - DOWNTOWN FUND
For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 60,000	\$ 59,838	\$ (162)
Investment income	100	75	\$ (25)
	<u>\$ 60,100</u>	<u>\$ 59,913</u>	<u>\$ (187)</u>
EXPENDITURES			
Current:			
Economic development	<u>\$ 39,900</u>	<u>\$ 26,641</u>	<u>\$ 13,259</u>
Excess of revenues over expenditures	<u>\$ 20,200</u>	\$ 33,272	<u>\$ 13,072</u>
FUND BALANCE – Beginning		<u>142,304</u>	
FUND BALANCE – Ending		<u>\$ 175,576</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND - NORTH HILL
For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 440,000	\$ 446,824	\$ 6,824
Investment income	300	383	83
	<u>\$ 440,300</u>	<u>\$ 447,207</u>	<u>\$ 6,907</u>
EXPENDITURES			
Current:			
Economic development	\$ 1,000	\$ 150,791	\$ (149,791)
Debt service:			
Principal	130,000	130,000	-
Interest	8,100	8,100	-
	<u>\$ 139,100</u>	<u>\$ 288,891</u>	<u>\$ (149,791)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 301,200</u>	\$ 158,316	<u>\$ (142,884)</u>
FUND BALANCE – Beginning		<u>454,355</u>	
FUND BALANCE – Ending		<u>\$ 612,671</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL

TAX INCREMENT FINANCING FUND - DOWNTOWN

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 57,000	\$ 52,004	\$ (4,996)
EXPENDITURES			
Current:			
Economic development	-	-	-
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 57,000</u>	\$ 52,004	<u>\$ (4,996)</u>
 FUND BALANCE – Beginning		<u>43,551</u>	
 FUND BALANCE – Ending		<u>\$ 95,555</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL

TAX INCREMENT FINANCING FUND - GREAT RIVER INDUSTRIAL PARK

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 133,000	\$ 132,653	\$ (347)
EXPENDITURES			
Current:			
Economic development	\$ 50,000	\$ 48,812	1,188
Debt service:			
Principal	130,000	130,000	-
Interest	20,415	20,415	-
	<u>\$ 200,415</u>	<u>\$ 199,227</u>	<u>\$ 1,188</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (67,415)</u>	<u>\$ (66,574)</u>	<u>\$ 841</u>
FUND BALANCE – Beginning		<u>(1,097,132)</u>	
FUND BALANCE – Ending		<u>\$ (1,163,706)</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND - GATEWAY INDUSTRIAL PARK
For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 400	\$ 618	\$ 218
 EXPENDITURES			
Current:			
Economic development	-	-	-
 Excess of revenues over expenditures	<u>\$ 400</u>	\$ 618	<u>\$ 218</u>
 FUND BALANCE – Beginning		<u>(232,056)</u>	
 FUND BALANCE – Ending		<u>\$ (231,438)</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND - PORT OF CALL
For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 1,000	\$ -	\$ (1,000)
 EXPENDITURES			
Current:			
Economic development	<u>-</u>	<u>16,157</u>	<u>(16,157)</u>
 Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,000</u>	<u>\$ (16,157)</u>	<u>\$ (17,157)</u>
 FUND BALANCE – Beginning		<u>(14,858)</u>	
 FUND BALANCE – Ending		<u>\$ (31,015)</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND - KENNEDY DRIVE
For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 190,000	\$ 188,314	\$ (1,686)
EXPENDITURES			
Current:			
Economic development	\$ -	\$ 250	\$ (250)
Debt service:			
Interest	38,480	38,481	(1)
Total expenditures	<u>\$ 38,480</u>	<u>\$ 38,731</u>	<u>\$ (251)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 151,520</u>	\$ 149,583	<u>\$ (1,937)</u>
FUND BALANCE – Beginning		<u>(707,270)</u>	
FUND BALANCE – Ending		<u>\$ (557,687)</u>	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND - LUCKY STRIKE
 For the Eight Months Ended December 31, 2013

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES			
Property taxes	\$ 25,000	\$ 94,782	\$ 69,782
 EXPENDITURES			
Current:			
Economic development	-	136,340	(136,340)
Excess (deficiency) of revenues over (under) expenditures	\$ 25,000	\$ (41,558)	\$ (66,558)
FUND BALANCE – Beginning		80,572	
FUND BALANCE – Ending		\$ 39,014	

CITY OF EAST MOLINE, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Eight Months Ended December 31, 2013

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 206,300	\$ 206,019	\$ (281)
EXPENDITURES			
Current:			
General government	\$ 1,200	\$ 296	\$ 904
Debt service:			
Principal	185,000	185,000	-
Interest	31,720	31,718	2
	<u>217,920</u>	<u>217,014</u>	<u>906</u>
Total expenditures	\$ 217,920	\$ 217,014	\$ 906
Excess (deficiency) of revenues over (under) expenditures	\$ (11,620)	\$ (10,995)	\$ 625
OTHER FINANCING SOURCES (USES)			
Transfers in	47,000	47,000	-
Net change in fund balance	<u>\$ 35,380</u>	<u>\$ 36,005</u>	<u>\$ 625</u>
FUND BALANCE – Beginning		<u>(383,113)</u>	
FUND BALANCE – Ending		<u>\$ (347,108)</u>	

NONMAJOR ENTERPRISE FUNDS

Economic Development Loan Fund - Accounts for the lending of low interest economic development monies to qualifying entities within the private sector.

Housing Rehabilitation Fund - Accounts for the revenue and expenses associated with the issuance and collection of housing rehabilitation loans to local home owners.

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF NET POSITION
BUSINESS-TYPE ACTIVITIES
NONMAJOR ENTERPRISE FUNDS
December 31, 2013

	<u>Economic Development Loan</u>	<u>Housing Rehabilitation</u>	<u>Total Nonmajor Enterprise Funds</u>
ASSETS			
Current assets:			
Cash	\$ 1,449	\$ 335,607	\$ 337,056
Investments	243,954	77,817	321,771
Receivables, net of allowance for uncollectible amounts	<u>2,709</u>	<u>153</u>	<u>2,862</u>
Total current assets	<u>\$ 248,112</u>	<u>\$ 413,577</u>	<u>\$ 661,689</u>
Advances to other funds	<u>\$ 360,000</u>	<u>\$ -</u>	<u>\$ 360,000</u>
Total noncurrent assets	<u>\$ 360,000</u>	<u>\$ -</u>	<u>\$ 360,000</u>
Total assets	<u>\$ 608,112</u>	<u>\$ 413,577</u>	<u>\$ 1,021,689</u>
LIABILITIES			
Accounts Payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NET POSITION			
Restricted	<u>\$ 608,112</u>	<u>\$ 413,577</u>	<u>\$ 1,021,689</u>

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
BUSINESS-TYPE ACTIVITIES
NONMAJOR ENTERPRISE FUNDS

For the Eight Months Ended December 31, 2013

	<u>Economic Development Loan</u>	<u>Housing Rehabilitation</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUES			
Interest income	\$ 400	\$ 15	\$ 415
Miscellaneous revenue	-	500	500
Total operating revenues	\$ 400	\$ 515	\$ 915
OPERATING EXPENSES			
Administration and claims	134	-	134
OPERATING INCOME	<u>\$ 266</u>	<u>\$ 515</u>	<u>\$ 781</u>
NONOPERATING REVENUES			
Investment income	\$ 55	\$ 292	\$ 347
Total nonoperating revenues	<u>\$ 55</u>	<u>\$ 292</u>	<u>\$ 347</u>
INCOME BEFORE TRANSFERS	\$ 321	\$ 807	\$ 1,128
TOTAL NET POSITION - Beginning	<u>607,791</u>	<u>412,770</u>	<u>1,020,561</u>
TOTAL NET POSITION - Ending	<u>\$ 608,112</u>	<u>\$ 413,577</u>	<u>\$ 1,021,689</u>

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF CASH FLOWS
BUSINESS-TYPE ACTIVITIES
NONMAJOR ENTERPRISE FUNDS
For the Eight Months Ended December 31, 2013

	Economic Development Loan	Housing Rehabilitation	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 6,715	\$ 15	\$ 6,730
Other receipts	-	360	360
Payments to suppliers	(134)	-	(134)
Net cash provided by operating activities	<u>\$ 6,581</u>	<u>\$ 375</u>	<u>\$ 6,956</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	\$ 55	\$ 292	\$ 347
Purchase of investments	(78,171)	(10)	(78,181)
Net cash provided (used) by investing activities	<u>\$ (78,116)</u>	<u>\$ 282</u>	<u>\$ (77,834)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>\$ (71,535)</u>	<u>\$ 657</u>	<u>\$ (70,878)</u>
CASH AND CASH EQUIVALENTS - Beginning	<u>72,984</u>	<u>334,950</u>	<u>407,934</u>
CASH AND CASH EQUIVALENTS - Ending	<u><u>\$ 1,449</u></u>	<u><u>\$ 335,607</u></u>	<u><u>\$ 337,056</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income	\$ 266	\$ 515	\$ 781
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
(Increase) decrease in receivables	<u>6,315</u>	<u>(140)</u>	<u>6,175</u>
Net cash provided (used) by operating activities	<u><u>\$ 6,581</u></u>	<u><u>\$ 375</u></u>	<u><u>\$ 6,956</u></u>

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City on a cost reimbursement basis.

Employees Insurance Fund - Accounts for costs related to the coverage of insurance for the City employees. Revenue is from charges to user departments.

Insurance Reserve Fund - Accounts for costs related to the coverage of insurance for liability claims against the City. Revenue is primarily from property taxes transferred from other funds.

Motor Pool Fund - Provides for the purchase and maintenance of vehicles and equipment used in the operation of City Services. Revenue is from charges to user departments. Expenses include cost of labor, materials, supplies, maintenance and services.

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF NET POSITION
GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
December 31, 2013

	<u>Employee Insurance</u>	<u>Insurance Reserve Fund</u>	<u>Motor Pool Fund</u>	<u>Total Internal Service Funds</u>
ASSETS				
Current assets:				
Cash	\$ 5,332,255	\$ 940,324	\$ 442,209	\$ 6,714,788
Accounts Receivable	441	11,095	-	11,536
Advances to other funds	2,000	-	-	2,000
	<u>\$ 5,334,696</u>	<u>\$ 951,419</u>	<u>\$ 442,209</u>	<u>\$ 6,728,324</u>
Noncurrent assets:				
Capital assets:				
Vehicles and equipment	\$ -	\$ -	\$ 1,059,804	\$ 1,059,804
Less accumulated depreciation	-	-	(1,039,625)	(1,039,625)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,179</u>	<u>\$ 20,179</u>
Total capital assets, net of accumulated depreciation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,179</u>	<u>\$ 20,179</u>
Total assets	<u>\$ 5,334,696</u>	<u>\$ 951,419</u>	<u>\$ 462,388</u>	<u>\$ 6,748,503</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 224,976	\$ 41,177	\$ 34,672	\$ 300,825
Accrued salaries	-	2,207	6,664	8,871
Compensated absences	-	-	2,895	2,895
Other accrued liabilities	-	100,000	-	100,000
	<u>\$ 224,976</u>	<u>\$ 143,384</u>	<u>\$ 44,231</u>	<u>\$ 412,591</u>
Total liabilities	<u>\$ 224,976</u>	<u>\$ 143,384</u>	<u>\$ 44,231</u>	<u>\$ 412,591</u>
NET POSITION				
Net investment in capital assets	\$ -	\$ -	\$ 20,179	\$ 20,179
Unrestricted	5,109,720	808,035	397,978	6,315,733
	<u>\$ 5,109,720</u>	<u>\$ 808,035</u>	<u>\$ 418,157</u>	<u>\$ 6,335,912</u>
Total net position	<u>\$ 5,109,720</u>	<u>\$ 808,035</u>	<u>\$ 418,157</u>	<u>\$ 6,335,912</u>

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
For the Eight Months Ended December 31, 2013

	<u>Employee Insurance</u>	<u>Insurance Reserve Fund</u>	<u>Motor Pool Fund</u>	<u>Total Internal Service Funds</u>
OPERATING REVENUES				
Charges for services	\$ 1,500,241	\$ -	\$ 511,100	\$ 2,011,341
Other revenues	160	16,592	-	16,752
Total operating revenues	<u>\$ 1,500,401</u>	<u>\$ 16,592</u>	<u>\$ 511,100</u>	<u>\$ 2,028,093</u>
OPERATING EXPENSES				
Administration and claims	\$ 1,813,225	\$ 295,832	\$ -	\$ 2,109,057
Travel and motor vehicles	-	-	377,007	377,007
Depreciation	-	-	1,179	1,179
Total operating expenses	<u>\$ 1,813,225</u>	<u>\$ 295,832</u>	<u>\$ 378,186</u>	<u>\$ 2,487,243</u>
OPERATING INCOME (LOSS)	<u>\$ (312,824)</u>	<u>\$ (279,240)</u>	<u>\$ 132,914</u>	<u>\$ (459,150)</u>
NONOPERATING REVENUES				
Investment income	\$ 5,281	\$ 759	\$ 207	\$ 6,247
INCOME (LOSS) BEFORE TRANSFERS	<u>\$ (307,543)</u>	<u>\$ (278,481)</u>	<u>\$ 133,121</u>	<u>\$ (452,903)</u>
TRANSFERS IN	-	387,229	15,094	402,323
TRANSFERS IN	-	(21,521)	-	(21,521)
CHANGES IN NET POSITION	<u>\$ (307,543)</u>	<u>\$ 87,227</u>	<u>\$ 148,215</u>	<u>\$ (72,101)</u>
TOTAL NET POSITION - Beginning	<u>5,417,263</u>	<u>720,808</u>	<u>269,942</u>	<u>6,408,013</u>
TOTAL NET POSITION - Ending	<u><u>\$ 5,109,720</u></u>	<u><u>\$ 808,035</u></u>	<u><u>\$ 418,157</u></u>	<u><u>\$ 6,335,912</u></u>

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF CASH FLOWS
GOVERNMENTAL ACTIVITIES
INTERNAL SERVICE FUNDS

For the Eight Months Ended December 31, 2013

	<u>Employee Insurance</u>	<u>Insurance Reserve Fund</u>	<u>Motor Pool Fund</u>	<u>Total Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from interfund services provided	\$ 1,499,800	\$ -	\$ 511,100	\$ 2,010,900
Other receipts	160	8,204	-	8,364
Payments to suppliers	(1,828,734)	(408,755)	(254,355)	(2,491,844)
Payments to employees	-	(37,248)	(121,368)	(158,616)
Payments for interfund services used	-	(4,000)	(12,000)	(16,000)
Net cash provided (used) by operating activities	<u>\$ (328,774)</u>	<u>\$ (441,799)</u>	<u>\$ 123,377</u>	<u>\$ (647,196)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from other funds	\$ -	\$ 387,229	\$ 15,094	\$ 402,323
Transfers to other funds	-	(21,521)	-	(21,521)
Net cash provided by noncapital financing activities	<u>\$ -</u>	<u>\$ 365,708</u>	<u>\$ 15,094</u>	<u>\$ 380,802</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	<u>\$ 5,281</u>	<u>\$ 759</u>	<u>\$ 207</u>	<u>\$ 6,247</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>\$ (323,493)</u>	<u>\$ (75,332)</u>	<u>\$ 138,678</u>	<u>\$ (260,147)</u>
CASH AND CASH EQUIVALENTS - Beginning	<u>5,655,748</u>	<u>1,015,656</u>	<u>303,531</u>	<u>6,974,935</u>
CASH AND CASH EQUIVALENTS - Ending	<u><u>\$ 5,332,255</u></u>	<u><u>\$ 940,324</u></u>	<u><u>\$ 442,209</u></u>	<u><u>\$ 6,714,788</u></u>

(Continued)

CITY OF EAST MOLINE, ILLINOIS
COMBINING STATEMENT OF CASH FLOWS
GOVERNMENTAL ACTIVITIES
INTERNAL SERVICE FUNDS
For the Eight Months Ended December 31, 2013

	Employee Insurance	Insurance Reserve Fund	Motor Pool Fund	Total Internal Service Funds
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (312,824)	\$ (279,240)	\$ 132,914	\$ (459,150)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	-	-	1,179	1,179
(Increase) decrease in accounts receivable	(441)	(8,388)	-	(8,829)
Increase (decrease) in accounts payable	(15,509)	2,031	(14,294)	(27,772)
Increase (decrease) in accrued liabilities	-	(156,202)	3,578	(152,624)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net cash provided (used) by operating activities	<u>\$ (328,774)</u>	<u>\$ (441,799)</u>	<u>\$ 123,377</u>	<u>\$ (647,196)</u>

CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES

CITY OF EAST MOLINE, ILLINOIS
CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES
SCHEDULE OF CAPITAL ASSETS *
December 31, 2013

CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES

Land	\$ 1,900,627
Improvements other than buildings	2,081,503
Buildings	5,567,711
Vehicles and equipment	6,909,528
Infrastructure	24,565,147
Construction in progress	<u>2,489,603</u>
Total capital assets used in governmental activities	<u>\$ 43,514,119</u>

INVESTMENTS IN CAPITAL ASSETS

\$ 43,514,119

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF EAST MOLINE, ILLINOIS
CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES
SCHEDULE BY FUNCTION AND ACTIVITY *
December 31, 2013

	<u>Land</u>	<u>Improvements Other Than Buildings</u>	<u>Buildings</u>	<u>Vehicles and Equipment</u>
Capital assets purchased prior to May 1, 1995, except for infrastructure	\$ 1,737,595	\$ 246,673	\$ 1,347,642	\$ 294,988
<u>Function and Activity</u>				
General government				
Administration	\$ 11,990	\$ -	\$ 126,236	\$ 260,331
Public works	-	-	29,141	-
Total general governmental	<u>\$ 11,990</u>	<u>\$ -</u>	<u>\$ 155,377</u>	<u>\$ 260,331</u>
Public safety				
Police	\$ -	\$ -	\$ 257,842	\$ 2,160,547
Fire	-	-	387,245	1,998,514
Total public safety	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 645,087</u>	<u>\$ 4,159,061</u>
Public works				
Public services	\$ 14,962	\$ -	\$ 1,885,002	\$ 1,544,976
Sidewalk	-	-	-	-
Street system	95,000	-	-	93,017
Total public works	<u>\$ 109,962</u>	<u>\$ -</u>	<u>\$ 1,885,002</u>	<u>\$ 1,637,993</u>
Recreation and culture				
Parks and recreation	\$ -	\$ 1,412,096	\$ 125,647	\$ 379,122
Library	-	7,460	563,081	137,929
Total recreation and culture	<u>\$ -</u>	<u>\$ 1,419,556</u>	<u>\$ 688,728</u>	<u>\$ 517,051</u>
Economic development	<u>\$ 41,080</u>	<u>\$ 415,274</u>	<u>\$ 845,875</u>	<u>\$ 40,104</u>
Capital assets allocated to functions	<u>\$ 163,032</u>	<u>\$ 1,834,830</u>	<u>\$ 4,220,069</u>	<u>\$ 6,614,540</u>
Total capital assets used in governmental activities				

<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
\$ -	\$ -	\$ 3,626,898
\$ - 93,159	\$ 12,814 -	\$ 411,371 122,300
\$ 93,159	\$ 12,814	\$ 533,671
\$ - 69,627	\$ 165,818 -	\$ 2,584,207 2,455,386
\$ 69,627	\$ 165,818	\$ 5,039,593
\$ - 12,528 24,369,438	\$ - 295,522 1,888,133	\$ 3,444,940 308,050 26,445,588
\$ 24,381,966	\$ 2,183,655	\$ 30,198,578
\$ 20,395 -	\$ 127,316 -	\$ 2,064,576 708,470
\$ 20,395	\$ 127,316	\$ 2,773,046
\$ -	\$ -	\$ 1,342,333
\$ 24,565,147	\$ 2,489,603	\$ 39,887,221
		<u>\$ 43,514,119</u>

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF EAST MOLINE, ILLINOIS
CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY *
For the Eight Months Ended December 31, 2013

<u>Function and Activity</u>	<u>Land</u>	<u>Improvements Other Than Buildings</u>	<u>Buildings</u>	<u>Vehicles and Equipment</u>
Balance, May 1, 2013	\$ 1,888,637	\$ 2,081,503	\$ 5,567,711	\$ 6,380,298
Additions				
General government	\$ 21,290	\$ -	\$ -	\$ 14,532
Public safety				
Police	-	-	-	348,524
Fire	-	-	-	-
Public works				
Street system	-	-	-	-
Public Services	-	-	-	391,474
Recreation and culture				
Library	-	-	-	-
Parks and recreation	-	-	-	-
Total additions	<u>\$ 21,290</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 754,530</u>
Dispositions				
General government	\$ 9,300	\$ -	\$ -	\$ -
Public safety				
Police	-	-	-	21,326
Public Works				
Public Services	-	-	-	203,974
Recreation and culture				
Library	-	-	-	-
Balance, December 31, 2013	<u>\$ 1,900,627</u>	<u>\$ 2,081,503</u>	<u>\$ 5,567,711</u>	<u>\$ 6,909,528</u>

<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
\$ 24,530,934	\$ 2,053,852	\$ 42,502,935
\$ -	\$ 12,814	\$ 48,636
-	165,818	514,342
34,213	-	34,213
-	244,104	244,104
-	-	391,474
-	-	-
-	13,015	13,015
<u>\$ 34,213</u>	<u>\$ 435,751</u>	<u>\$ 1,245,784</u>
\$ -	\$ -	\$ 9,300
-	-	21,326
-	-	203,974
-	-	-
<u>\$ 24,565,147</u>	<u>\$ 2,489,603</u>	<u>\$ 43,514,119</u>

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of East Moline Statistical Section

Contents:	Page
Financial Trends	133
<i>These schedules contain trend information to help understand how the City of East Moline's financial performance and well being have changed over time.</i>	
Revenue Capacity	141
<i>These schedules contain information to help assess the City's most significant local revenue source, the property tax.</i>	
Debt Capacity	150
<i>These schedules present information to help assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	156
<i>These schedules offer demographic and economic indicators to help understand the environment which the City's financial activities take place.</i>	
Operating Information	158
<i>These schedules contain service and infrastructure data to help understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

City of East Moline
Financial Trends

CITY OF EAST MOLINE

Net Position by Component

Last ten fiscal years

	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Governmental Activities										
Net Investment in Capital Assets						Restated				
Restricted	\$19,431,883	\$19,055,456	\$16,611,439	\$12,961,303	\$14,818,819	\$14,489,752	\$13,909,770	\$16,526,483	\$16,118,280	\$15,294,878
Unrestricted	\$2,607,925	\$2,909,625	\$4,550,569	\$405,134	\$577,595	\$643,219	\$498,050	\$1,343,571	\$1,461,788	\$1,413,003
Total governmental activities net position	\$4,846,565	\$5,687,095	\$4,672,118	\$4,988,131	\$5,700,245	\$6,600,809	\$6,752,621	\$2,761,429	\$1,009,921	\$516,086
	\$26,886,373	\$27,652,176	\$25,834,126	\$18,354,568	\$21,096,659	\$21,733,780	\$21,160,441	\$20,631,483	\$18,589,989	\$17,223,967
Business-type Activities										
Net Investment in Capital Assets										
Restricted	\$24,818,039	\$22,455,852	\$21,364,312	\$17,103,618	\$15,752,286	\$18,536,948	\$19,668,022	\$12,097,934	\$18,873,890	\$18,998,484
Unrestricted	\$1,021,689	\$1,146,806	\$1,162,505	\$1,627,169	\$6,069,448	\$10,808,558	\$1,570,684	\$9,633,728	\$2,753,278	\$3,466,696
Total business-type activities net position	\$5,179,616	\$7,826,996	\$6,270,321	\$7,565,743	-\$425,620	-\$6,937,827	\$2,036,727	\$1,532,458	\$2,076,688	\$1,756,958
	\$31,019,344	\$31,429,654	\$28,797,138	\$26,296,530	\$21,396,114	\$22,407,679	\$23,275,433	\$23,264,120	\$23,703,856	\$24,222,138
Primary Government										
Net Investment in Capital Assets										
Restricted	\$44,249,922	\$41,511,308	\$37,975,751	\$30,064,921	\$30,571,105	\$33,026,700	\$33,577,792	\$28,624,417	\$34,992,170	\$34,293,362
Unrestricted	\$3,629,614	\$4,056,431	\$5,713,074	\$2,032,303	\$6,647,043	\$11,451,777	\$2,068,734	\$10,977,299	\$4,215,066	\$4,879,699
Total Primary Government net position	\$10,026,181	\$13,514,091	\$10,942,439	\$12,553,874	\$5,274,625	-\$337,018	\$8,789,348	\$4,293,887	\$3,086,609	\$2,273,044
	\$57,905,717	\$59,081,830	\$54,631,264	\$44,651,098	\$42,492,773	\$44,141,459	\$44,435,874	\$43,895,603	\$42,293,845	\$41,446,105

CITY OF EAST MOLINE
Changes in Net Position, last ten years
(accrual basis of accounting)

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Expenses										
Governmental Activities										
General Government	\$ 330,772	\$ 704,666	\$ 1,005,490	\$ 961,755	\$ 757,643	\$ 804,614	\$ 671,284	\$ 576,845	\$ 663,479	\$ 674,803
Public Safety	\$ 8,079,083	\$ 10,345,647	\$ 10,283,348	\$ 10,567,621	\$ 8,930,733	\$ 8,463,943	\$ 8,521,695	\$ 7,236,885	\$ 7,289,761	\$ 7,174,232
Public Works	\$ 2,755,853	\$ 3,752,338	\$ 3,316,560	\$ 3,637,249	\$ 3,538,665	\$ 3,877,032	\$ 4,224,674	\$ 3,163,009	\$ 3,019,022	\$ 2,944,312
Recreation and culture	\$ 743,078	\$ 1,613,717	\$ 1,559,238	\$ 1,731,393	\$ 1,667,605	\$ 1,544,458	\$ 1,564,117	\$ 1,527,975	\$ 1,525,851	\$ 1,441,480
Economic development	\$ 525,324	\$ 479,794	\$ 737,784	\$ 868,242	\$ 1,402,932	\$ 1,167,637	\$ 455,388	\$ 667,135	\$ 744,991	\$ 1,658,583
Interest on long term debt	\$ 162,611	\$ 263,041	\$ 336,647	\$ 392,628	\$ 460,095	\$ 465,768	\$ 483,278	\$ 521,717	\$ 550,284	\$ 618,325
Total Governmental Activities	\$ 12,596,721	\$ 17,169,203	\$ 17,239,067	\$ 18,156,888	\$ 16,757,673	\$ 16,323,452	\$ 15,920,436	\$ 13,693,566	\$ 13,793,388	\$ 14,511,735
Business-Type Activities										
Waterworks & Sewerage	\$ 3,321,362	\$ 4,806,188	\$ 4,889,671	\$ 4,823,255	\$ 5,644,247	\$ 5,352,395	\$ -	\$ -	\$ -	\$ 6,979,970
Water Treatment	\$ 3,984,347	\$ 5,073,341	\$ 5,204,720	\$ 4,766,973	\$ 5,951,060	\$ 5,507,878	\$ -	\$ -	\$ -	\$ -
Waste Water Treatment	\$ 459,268	\$ 706,973	\$ 694,496	\$ 900,444	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Drainage	\$ 134	\$ 20,200	\$ 4,306	\$ 5,124	\$ 14,635	\$ 98,449	\$ 12,844	\$ 2,377	\$ 59,289	\$ 13,651
Development loans	\$ 7,765,111	\$ 10,606,702	\$ 10,793,193	\$ 10,495,796	\$ 11,609,942	\$ 10,958,722	\$ 8,547,224	\$ 7,242,759	\$ 7,138,904	\$ 6,993,621
Total Business-Type Activities	\$ 20,361,832	\$ 27,765,905	\$ 28,032,260	\$ 28,654,684	\$ 28,367,615	\$ 27,282,174	\$ 24,467,660	\$ 20,936,325	\$ 20,932,292	\$ 21,505,356
Total Primary Government Expenses	\$ 255,755	\$ 270,404	\$ 301,063	\$ 540,348	\$ 220,312	\$ 222,421	\$ 262,452	\$ 283,211	\$ 286,371	\$ 287,250
Program Revenues	\$ 449,035	\$ 757,901	\$ 969,120	\$ 1,361,422	\$ 549,713	\$ 613,020	\$ 672,856	\$ 684,943	\$ 505,528	\$ 456,614
Government Activities	\$ 947,154	\$ 1,368,281	\$ 5,047,051	\$ 1,315,632	\$ 1,454,094	\$ 1,480,278	\$ 1,509,954	\$ 1,553,299	\$ 1,519,550	\$ 888,030
Charges for services	\$ 394,042	\$ 680,590	\$ 600,108	\$ 597,147	\$ 598,415	\$ 595,479	\$ 709,411	\$ 523,355	\$ 534,297	\$ 475,782
Public Safety	\$ 938	\$ 34,319	\$ 43,088	\$ -	\$ 58,489	\$ 5,201	\$ 2,655	\$ 100,914	\$ 17,588	\$ 12,967
Public Works	\$ 131,994	\$ 157,258	\$ 218,705	\$ 130,773	\$ 388,714	\$ 200,296	\$ 348,602	\$ 451,655	\$ 551,776	\$ 152,825
Recreation and culture	\$ 133,209	\$ 1,689,279	\$ 3,951,862	\$ 549,711	\$ 498,815	\$ 456,238	\$ 43,425	\$ 54,000	\$ 335,209	\$ 806,277
Economic development	\$ 2,312,127	\$ 4,958,032	\$ 11,131,017	\$ 4,495,033	\$ 3,768,552	\$ 3,572,933	\$ 3,549,355	\$ 3,651,377	\$ 3,750,319	\$ 3,079,745
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Governmental Activities Program Revenues	\$ 3,238,233	\$ 4,875,257	\$ 4,615,887	\$ 4,640,258	\$ 3,988,183	\$ 3,816,288	\$ 6,072,639	\$ 6,044,285	\$ 6,044,285	\$ 6,438,049
Business-Type Activities	\$ 3,691,785	\$ 5,558,488	\$ 5,618,251	\$ 5,582,391	\$ 6,069,786	\$ 5,581,313	\$ -	\$ -	\$ -	\$ -
Waterworks & Sewerage	\$ 599,505	\$ 888,294	\$ 885,943	\$ 750,581	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Water Treatment	\$ 915	\$ 4,369	\$ 2,580	\$ 3,138	\$ 4,738	\$ 4,095	\$ 4,095	\$ 2,827	\$ 11,049	\$ 2,445
Waste Water Treatment	\$ -	\$ -	\$ -	\$ 33,679	\$ 244,198	\$ 221,573	\$ 128,541	\$ 91,932	\$ 80,048	\$ 5,062
Drainage	\$ 48,330	\$ 1,504,657	\$ 2,189,511	\$ 681,871	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Development loans	\$ 7,578,768	\$ 12,841,065	\$ 13,312,172	\$ 11,691,918	\$ 10,306,905	\$ 9,623,766	\$ 7,681,670	\$ 6,167,398	\$ 6,135,382	\$ 6,445,556
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Business-Type Activities Revenues	\$ 9,890,895	\$ 17,799,097	\$ 24,443,189	\$ 16,186,961	\$ 14,075,457	\$ 13,196,699	\$ 11,231,025	\$ 9,818,775	\$ 9,885,701	\$ 9,525,301
Total Primary Government Revenues	\$ 9,890,895	\$ 17,799,097	\$ 24,443,189	\$ 16,186,961	\$ 14,075,457	\$ 13,196,699	\$ 11,231,025	\$ 9,818,775	\$ 9,885,701	\$ 9,525,301

CITY OF EAST MOLINE
Changes in Net Position, last ten years
(accrual basis of accounting)

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
NET (EXPENSE) REVENUE										
Governmental Activities	\$ (10,284,594)	\$ (12,201,171)	\$ (6,108,050)	\$ (13,663,855)	\$ (12,989,121)	\$ (12,750,519)	\$ (12,371,081)	\$ (10,042,189)	\$ (10,043,069)	\$ (11,431,990)
Business-type Activities	\$ (186,343)	\$ 2,234,363	\$ 2,518,979	\$ 1,196,122	\$ (1,303,037)	\$ (1,334,956)	\$ (865,554)	\$ (1,075,361)	\$ (1,003,522)	\$ (548,065)
Total Primary Government Net Expense	\$ (10,470,937)	\$ (9,966,808)	\$ (3,589,071)	\$ (12,467,733)	\$ (14,292,158)	\$ (14,085,475)	\$ (13,236,635)	\$ (11,117,550)	\$ (11,046,591)	\$ (11,980,055)
General Revenues and Other Changes in Net Position										
Governmental Activities	\$ 6,120,224	\$ 6,703,171	\$ 6,238,391	\$ 6,001,373	\$ 5,654,321	\$ 5,811,064	\$ 5,389,693	\$ 5,007,390	\$ 4,785,815	\$ 4,469,836
Property taxes	-	-	\$ 1,319,131	\$ 1,465,931	\$ 1,174,524	\$ 1,391,582	\$ 1,593,715	\$ 1,448,825	\$ 1,306,517	\$ 1,019,069
Replacement taxes	\$ 979,663	\$ 1,583,274	\$ 1,379,783	\$ 1,453,284	\$ 1,463,396	\$ 1,023,876	\$ 1,537,565	\$ 1,397,249	\$ 1,559,193	\$ 1,416,445
Utilities taxes	-	-	\$ 2,600,484	\$ 2,563,488	\$ 2,394,654	\$ 3,034,990	\$ 2,572,540	\$ 2,370,389	\$ 2,208,150	\$ 1,942,240
Sales taxes	-	-	-	-	\$ 1,652,905	\$ 1,887,332	\$ 2,019,151	\$ 1,848,433	\$ 1,657,721	\$ 1,493,331
State income taxes	\$ 2,241	\$ 1,357	\$ 2,281	\$ 2,127	\$ 777	\$ 1,700	\$ 1,624	-	\$ 2,237	\$ 2,704
Admission taxes	\$ 318,881	\$ 464,784	-	-	-	-	-	-	-	-
Non home rule sales tax	\$ 3,474,643	\$ 5,603,973	-	-	-	-	-	-	-	\$ 816,806
Intergovernmental	\$ 14,806	\$ 15,921	\$ 36,407	\$ 80,845	\$ 125,319	\$ 182,472	\$ 258,313	\$ 292,569	\$ 177,812	\$ 131,073
Unrestricted investment earnings	\$ 10,434	\$ 38,598	-	\$ 17,540	\$ 13,000	\$ 33,604	\$ 5,266	\$ 85,940	\$ 68,460	\$ (18,893)
Gain on sale of capital assets	\$ (37,241)	\$ (391,857)	\$ 27,702	\$ 220	\$ (178,806)	\$ (42,762)	\$ (477,042)	\$ (367,898)	\$ (356,814)	\$ (554,974)
Transfers	\$ 10,883,651	\$ 14,019,221	\$ 13,865,144	\$ 13,243,289	\$ 12,300,090	\$ 13,323,868	\$ 12,900,826	\$ 12,082,897	\$ 11,409,091	\$ 10,717,637
Total Governmental Activities	\$ 3,462	\$ 5,255	\$ 8,666	\$ 34,211	\$ 99,730	\$ 423,714	\$ 398,823	\$ 267,727	\$ 128,426	\$ 91,441
Business-type activities	\$ 2,126	\$ 1,041	\$ 665	-	\$ 12,936	\$ 726	\$ 1,002	-	-	-
Unrestricted investment earnings	-	-	-	-	-	-	-	-	-	-
Gain on sale of capital assets	\$ 37,241	\$ 391,857	\$ (27,702)	\$ (220)	\$ 178,806	\$ 42,762	\$ 477,042	\$ 367,898	\$ 356,814	\$ 554,974
Miscellaneous	\$ 42,829	\$ 398,153	\$ (18,371)	\$ 33,991	\$ 291,472	\$ 467,202	\$ 876,867	\$ 635,625	\$ 485,240	\$ 719,408
Transfers	-	-	-	-	-	-	-	-	-	-
Total Business-type Activities	\$ 10,926,480	\$ 14,417,374	\$ 13,836,773	\$ 13,277,280	\$ 12,591,562	\$ 13,791,060	\$ 13,777,692	\$ 12,718,522	\$ 11,894,331	\$ 11,437,045
Total Primary Government	\$ 599,057	\$ 1,818,050	\$ 7,747,094	\$ (420,566)	\$ (689,031)	\$ 573,339	\$ 529,744	\$ 2,040,708	\$ 1,366,022	\$ (714,353)
Change in Net Position	\$ (143,514)	\$ 2,632,516	\$ 2,500,808	\$ 1,230,113	\$ (1,011,565)	\$ (867,754)	\$ 11,313	\$ (439,736)	\$ (518,282)	\$ 171,343
Governmental activities	\$ 455,543	\$ 4,450,566	\$ 10,247,702	\$ 809,547	\$ (1,700,596)	\$ (294,415)	\$ 541,057	\$ 1,600,972	\$ 847,740	\$ (543,010)
Business-type activities	-	-	-	-	-	-	-	-	-	-
Total Primary Government										

CITY OF EAST MOLINE
Fund Balances - Governmental Funds, Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
General Fund										
Nonspendable	\$ 881,412	\$ 692,771	\$ 692,771	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	\$ 1,064,635	\$ 714,072	\$ 618,512	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assigned	\$ 2,944,091	\$ 3,570,434	\$ 3,414,016	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	\$ 2,328,356	\$ 1,020,935	\$ 134,839	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reserved	\$ -	\$ -	\$ -	\$ 692,771	\$ 692,771	\$ 692,771	\$ 692,771	\$ 817,771	\$ 913,454	\$ 865,799
Unreserved	\$ -	\$ -	\$ -	\$ 3,434,733	\$ 3,777,956	\$ 3,965,868	\$ 3,870,655	\$ 2,727,430	\$ 1,892,088	\$ 1,458,117
Total General Fund	\$ 7,218,494	\$ 5,998,212	\$ 4,860,138	\$ 4,127,504	\$ 4,470,727	\$ 4,658,639	\$ 4,563,426	\$ 3,545,201	\$ 2,805,542	\$ 2,323,916
All Other Governmental Funds										
Nonspendable	\$ 505,895	\$ 740,759	\$ 813,677	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	\$ 3,930,304	\$ 4,048,026	\$ 5,013,092	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assigned	\$ 467,591	\$ 1,225,564	\$ 1,352,459	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	\$ (4,969,832)	\$ (5,321,212)	\$ (5,090,564)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reserved	\$ -	\$ -	\$ -	\$ 843,719	\$ 1,016,180	\$ 1,076,104	\$ 930,935	\$ 1,722,456	\$ 1,843,146	\$ 1,629,675
Unreserved, reported in										
Special revenue funds	\$ -	\$ -	\$ -	\$ 124,196	\$ (1,324,647)	\$ (897,359)	\$ (434,992)	\$ (16,908)	\$ 246,799	\$ 244,346
Capital project funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (42,887)	\$ 60,640
Debt service funds	\$ -	\$ -	\$ -	\$ (473,742)	\$ (422,814)	\$ -	\$ -	\$ -	\$ -	\$ -
Total All Other Governmental Funds	\$ (66,042)	\$ 693,137	\$ 2,088,664	\$ 494,173	\$ (731,281)	\$ 178,745	\$ 495,943	\$ 1,705,548	\$ 2,047,058	\$ 1,934,661

Note: GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, implemented in Fiscal Year 2012

CITY OF EAST MOLINE
 Changes in Fund Balances - Governmental Funds, Last Ten Fiscal Years
 (modified accrual basis of accounting)

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Taxes	\$ 7,419,609	\$ 8,745,507	\$ 13,356,551	\$ 13,144,684	\$ 12,340,577	\$ 13,150,544	\$ 13,114,288	\$ 12,072,286	\$ 11,519,633	\$ 10,343,625
Licenses, permits and fees	\$ 287,889	\$ 432,455	\$ 440,898	\$ 772,657	\$ 750,189	\$ 875,973	\$ 870,509	\$ 908,556	\$ 879,964	\$ 827,991
Intergovernmental	\$ 4,220,197	\$ 6,527,287	\$ 4,562,000	\$ 701,894	\$ 606,311	\$ 604,097	\$ 651,869	\$ 706,893	\$ 660,606	\$ 816,806
Charges for services and rents	\$ 959,226	\$ 1,360,814	\$ 1,319,235	\$ 1,165,324	\$ 1,118,180	\$ 1,081,593	\$ 1,075,670	\$ 1,020,765	\$ 997,446	\$ 986,277
Special assessments	\$ 1,974	\$ 2,388	\$ 3,427	\$ 5,684	\$ 479	\$ 8,515	\$ 3,544	\$ 2,021	\$ 5,281	\$ 4,699
Investment income	\$ 14,806	\$ 15,921	\$ 36,407	\$ 80,845	\$ 125,319	\$ 182,472	\$ 258,313	\$ 292,569	\$ 177,812	\$ 131,073
Fines	\$ 148,453	\$ 276,738	\$ 436,303	\$ 1,091,438	\$ 288,668	\$ 241,595	\$ 359,900	\$ 346,014	\$ 224,656	\$ 239,633
Grant	\$ 265,203	\$ 1,898,249	\$ 742,726	\$ 680,484	\$ 887,529	\$ 656,534	\$ 392,027	\$ 505,655	\$ 886,985	\$ 959,102
Miscellaneous	\$ 68,722	\$ 181,956	\$ 184,067	\$ 77,552	\$ 137,206	\$ 104,626	\$ 195,836	\$ 161,673	\$ 95,381	\$ 62,043
Total Revenues	\$ 13,386,079	\$ 19,441,315	\$ 21,081,614	\$ 17,720,562	\$ 16,234,448	\$ 16,905,949	\$ 16,921,956	\$ 16,016,232	\$ 15,447,764	\$ 14,371,249
Expenditures	\$ 297,863	\$ 461,242	\$ 514,734	\$ 501,022	\$ 515,366	\$ 565,638	\$ 597,171	\$ 523,519	\$ 565,599	\$ 560,508
General government	\$ 6,320,737	\$ 9,546,615	\$ 9,205,963	\$ 9,162,524	\$ 8,004,691	\$ 8,026,949	\$ 8,247,249	\$ 7,373,088	\$ 7,211,654	\$ 6,708,968
Public safety	\$ 2,235,478	\$ 3,041,223	\$ 2,631,800	\$ 2,661,563	\$ 2,795,368	\$ 3,098,461	\$ 3,383,953	\$ 2,516,269	\$ 2,289,421	\$ 2,181,919
Recreation and culture	\$ 585,791	\$ 1,413,315	\$ 1,355,835	\$ 1,500,071	\$ 1,479,473	\$ 1,401,618	\$ 1,375,042	\$ 1,412,222	\$ 1,367,354	\$ 1,237,214
Economic development	\$ 516,013	\$ 465,827	\$ 723,817	\$ 851,991	\$ 1,392,640	\$ 1,164,733	\$ 440,439	\$ 666,188	\$ 739,981	\$ 1,646,230
Capital expenditures	\$ 1,245,784	\$ 2,850,296	\$ 970,125	\$ 1,095,980	\$ 967,314	\$ 1,905,857	\$ 884,405	\$ 1,038,458	\$ 1,492,991	\$ 2,853,036
Debt Service	\$ 481,329	\$ 1,166,380	\$ 1,068,210	\$ 951,000	\$ 879,001	\$ 774,000	\$ 922,763	\$ 858,151	\$ 804,932	\$ 783,882
Principal	\$ 139,586	\$ 256,899	\$ 328,056	\$ 390,963	\$ 459,607	\$ 448,661	\$ 483,415	\$ 516,887	\$ 546,800	\$ 722,904
Interest	-	-	-	\$ 45,000	\$ 81,727	\$ 23,116	-	-	-	\$ 39,026
Bond issue costs	-	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 11,822,581	\$ 19,201,797	\$ 16,843,563	\$ 17,196,841	\$ 16,433,450	\$ 17,408,933	\$ 16,334,437	\$ 14,904,782	\$ 15,018,732	\$ 16,733,687
Excess of Revenues Over (Under) Expenditures	\$ 1,563,498	\$ 239,518	\$ 4,238,051	\$ 523,721	\$ (199,002)	\$ (502,984)	\$ 587,519	\$ 1,111,450	\$ 429,032	\$ (2,362,438)
Other Financing Sources (Uses)	\$ -	\$ -	\$ 2,469,000	\$ 5,345,000	\$ -	\$ 1,190,000	\$ -	\$ -	\$ 35,000	\$ 1,315,000
Proceeds from borrowing	\$ -	\$ -	\$ 1,363	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Premium on bonds	\$ -	\$ -	\$ (9,405)	\$ (29,380)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,636)
Discount on bonds	\$ -	\$ -	\$ (2,415,955)	\$ (5,252,151)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,271,115)
Payment to refunding bond agent	\$ 186,732	\$ -	\$ 183,713	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan proceeds	\$ 26,843	\$ 296,098	\$ 34,717	\$ 17,540	\$ 13,000	\$ 33,604	\$ 10,075	\$ 150,340	\$ 105,960	\$ 48,730
Sale of property	\$ 540,931	\$ 321,706	\$ 1,156,421	\$ 2,701,242	\$ 1,297,278	\$ 1,878,187	\$ 570,555	\$ 259,361	\$ 1,385,684	\$ 989,335
Transfers In	\$ (958,974)	\$ (1,114,775)	\$ (1,957,979)	\$ (2,423,741)	\$ (2,261,124)	\$ (2,820,792)	\$ (1,359,529)	\$ (1,123,002)	\$ (1,361,653)	\$ (1,437,120)
Transfers Out	\$ (204,468)	\$ (486,971)	\$ (538,125)	\$ 355,510	\$ (950,846)	\$ 280,999	\$ (778,899)	\$ (713,301)	\$ 164,991	\$ (359,806)
Total Other Financing Services	\$ 1,359,030	\$ (257,453)	\$ 3,669,926	\$ 882,231	\$ (1,149,848)	\$ (221,985)	\$ (191,380)	\$ 398,149	\$ 594,023	\$ (2,722,244)
Net Change in Fund Balances	5.87%	8.70%	8.80%	8.20%	8.66%	7.89%	9.10%	9.92%	9.99%	10.86%
Debt Service as a percentage of noncapital expenditures										

Note - No capital expenditures are included in any other function.

CITY OF EAST MOLINE
Police Pension Fund - Changes in Net Position
Last Ten Fiscal Years

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Additions										
Employer contributions	\$ 629,991	\$ 836,859	\$ 878,524	\$ 709,342	\$ 548,793	\$ 533,518	\$ 582,831	\$ 529,842	\$ 506,172	\$ 502,328
Member contributions	\$ 161,549	\$ 298,877	\$ 254,502	\$ 250,706	\$ 256,666	\$ 229,742	\$ 187,620	\$ 179,628	\$ 175,043	\$ 172,592
Investment income (net of expenses)	\$ 1,435,913	\$ 1,484,910	\$ (2,711)	\$ 1,601,330	\$ 2,086,650	\$ (1,876,512)	\$ 422,506	\$ 1,721,194	\$ 1,759,077	\$ 1,007,515
Total Addition To Plan Net Position	\$ 2,227,453	\$ 2,600,646	\$ 1,130,315	\$ 2,561,378	\$ 2,892,109	\$ (1,113,252)	\$ 1,192,957	\$ 2,430,664	\$ 2,440,292	\$ 1,682,435
Deductions										
Benefit Payments	\$ 963,038	\$ 1,401,753	\$ 1,356,001	\$ 1,326,066	\$ 1,267,116	\$ 1,263,245	\$ 1,189,288	\$ 1,142,148	\$ 1,136,096	\$ 1,011,044
Administrative expenses	\$ 4,746	\$ 29,156	\$ 9,036	\$ 5,522	\$ 24,231	\$ 10,142	\$ 8,935	\$ 26,728	\$ 19,636	\$ 21,066
Total Deductions From Plan Net Position	\$ 967,784	\$ 1,430,909	\$ 1,365,037	\$ 1,331,588	\$ 1,291,347	\$ 1,273,387	\$ 1,198,223	\$ 1,168,876	\$ 1,155,732	\$ 1,032,110
Change in Net Position	\$ 1,259,669	\$ 1,169,737	\$ (234,722)	\$ 1,229,790	\$ 1,600,762	\$ (2,386,639)	\$ (5,266)	\$ 1,261,788	\$ 1,284,560	\$ 650,326

CITY OF EAST MOLINE
Firefighters Pension Fund - Changes in Net Position
Last Ten Fiscal Years

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Additions										
Employer contributions	\$ 567,522	\$ 960,775	\$ 535,376	\$ 434,973	\$ 379,195	\$ 391,894	\$ 400,557	\$ 407,628	\$ 420,427	\$ 403,331
Member contributions	\$ 148,555	\$ 214,051	\$ 207,088	\$ 208,797	\$ 191,354	\$ 171,970	\$ 171,820	\$ 164,343	\$ 161,119	\$ 149,237
Investment income (net of expenses)	\$ 1,761,668	\$ 1,906,230	\$ (29,352)	\$ 1,831,268	\$ 2,793,317	\$ (2,430,084)	\$ 296,963	\$ 2,119,398	\$ 1,723,224	\$ 1,244,684
Total Addition To Plan Net Position	\$ 2,477,745	\$ 3,081,056	\$ 713,112	\$ 2,475,038	\$ 3,363,866	\$ (1,866,220)	\$ 869,340	\$ 2,691,369	\$ 2,304,770	\$ 1,797,252
Deductions										
Benefit Payments	\$ 978,147	\$ 1,477,768	\$ 1,365,315	\$ 1,323,098	\$ 1,283,997	\$ 1,234,704	\$ 1,083,425	\$ 1,048,274	\$ 1,004,026	\$ 913,951
Administrative expenses	\$ 28,060	\$ 28,529	\$ 24,955	\$ 22,409	\$ 51,164	\$ 33,657	\$ 25,520	\$ 21,817	\$ 18,184	\$ 27,267
Total Deductions From Plan Net Position	\$ 1,006,207	\$ 1,506,297	\$ 1,390,270	\$ 1,345,507	\$ 1,335,161	\$ 1,268,361	\$ 1,108,945	\$ 1,070,091	\$ 1,022,210	\$ 941,218
Change in Net Position	\$ 1,471,538	\$ 1,574,759	\$ (677,158)	\$ 1,129,531	\$ 2,028,705	\$ (3,134,581)	\$ (239,606)	\$ 1,621,278	\$ 1,282,560	\$ 856,034

CITY OF EAST MOLINE
Program Revenues by Function/Program, Last Ten Fiscal Years
 (accrual basis of accounting)

	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Program Revenues										
Governmental Activities:										
Charges for services										
General Government	\$ 255,755	\$ 270,404	\$ 301,063	\$ 540,348	\$ 220,312	\$ 222,421	\$ 262,452	\$ 283,211	\$ 286,371	\$ 287,250
Public Safety	\$ 449,035	\$ 757,901	\$ 969,120	\$ 1,361,422	\$ 549,713	\$ 613,020	\$ 672,856	\$ 684,943	\$ 505,528	\$ 456,614
Public Works	\$ 947,154	\$ 1,368,281	\$ 5,047,051	\$ 1,315,632	\$ 1,454,094	\$ 1,480,278	\$ 1,509,954	\$ 1,553,299	\$ 1,519,550	\$ 1,683,714
Recreation and culture	\$ 394,042	\$ 680,590	\$ 600,108	\$ 597,147	\$ 598,415	\$ 595,479	\$ 709,411	\$ 523,355	\$ 534,297	\$ 496,904
Economic development	\$ 938	\$ 34,319	\$ 43,088	\$ -	\$ 58,489	\$ 5,201	\$ 2,655	\$ 100,914	\$ 17,588	\$ 12,967
Operating grants and contributions	\$ 131,994	\$ 157,258	\$ 218,705	\$ 130,773	\$ 388,714	\$ 200,296	\$ 348,602	\$ 451,655	\$ 551,776	\$ 152,825
Capital grants and contributions	\$ 133,209	\$ 1,689,279	\$ 3,951,882	\$ 549,711	\$ 498,815	\$ 456,238	\$ 43,425	\$ 54,000	\$ 335,209	\$ 806,277
Total Governmental Activities Program Revenues	\$ 2,312,127	\$ 4,958,032	\$ 11,131,017	\$ 4,495,033	\$ 3,768,552	\$ 3,572,933	\$ 3,549,355	\$ 3,651,377	\$ 3,750,319	\$ 3,896,551
Business-Type Activities										
Charges for services										
Waterworks & Sewerage	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,549,034	\$ 6,072,639	\$ 6,044,285	\$ 6,438,049
Water Treatment	\$ 3,238,233	\$ 4,875,257	\$ 4,615,887	\$ 4,640,258	\$ 3,988,183	\$ 3,816,288	\$ -	\$ -	\$ -	\$ -
Wastewater Treatment	\$ 3,691,785	\$ 5,558,488	\$ 5,618,251	\$ 5,582,391	\$ 6,069,786	\$ 5,581,313	\$ -	\$ -	\$ -	\$ -
Drainage	\$ 599,505	\$ 898,294	\$ 885,943	\$ 750,581	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Development loans	\$ 915	\$ 4,369	\$ 2,580	\$ 3,138	\$ 4,738	\$ 4,592	\$ 4,095	\$ 2,827	\$ 11,049	\$ 2,445
Operating grants and contributions	\$ -	\$ -	\$ -	\$ 33,679	\$ 244,198	\$ 221,573	\$ 128,541	\$ 91,932	\$ 80,048	\$ 5,062
Capital grants and contributions	\$ 48,330	\$ 1,504,657	\$ 2,189,511	\$ 681,871	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Business-Type Activities Revenues	\$ 7,578,768	\$ 12,841,065	\$ 13,312,172	\$ 11,691,918	\$ 10,306,905	\$ 9,623,766	\$ 7,681,670	\$ 6,167,398	\$ 6,135,382	\$ 6,445,556
Total Primary Government Revenues	\$ 9,890,895	\$ 17,799,097	\$ 24,443,189	\$ 16,186,951	\$ 14,075,457	\$ 13,196,699	\$ 11,231,025	\$ 9,818,775	\$ 9,885,701	\$ 10,342,107

CITY OF EAST MOLINE
TAXES BY SOURCE, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Income Tax	Replacement Tax	Utility Tax	Property Tax	Sales Tax	Other Taxes	Total Taxes
Ending 4/30/2005	\$1,493,331	\$1,019,069	\$1,416,445	\$4,469,836	\$1,942,240	\$2,704	\$10,343,625
4/30/2006	\$1,657,721	\$1,306,517	\$1,559,193	\$4,785,815	\$2,208,150	\$2,237	\$11,519,633
4/30/2007	\$1,848,433	\$1,448,825	\$1,397,249	\$5,007,390	\$2,370,389	\$0	\$12,072,286
4/30/2008	\$2,019,151	\$1,593,715	\$1,537,565	\$5,389,693	\$2,572,540	\$1,624	\$13,114,288
4/30/2009	\$1,887,332	\$1,391,582	\$1,023,876	\$5,811,064	\$3,034,990	\$1,700	\$13,150,544
4/30/2010	\$1,652,905	\$1,174,524	\$1,463,396	\$5,654,321	\$2,394,654	\$777	\$12,340,577
4/30/2011	\$1,658,481	\$1,465,931	\$1,453,284	\$6,001,373	\$2,563,488	\$2,127	\$13,144,684
4/30/2012	\$1,798,955	\$1,319,131	\$1,380,932	\$6,238,391	\$2,616,861	\$2,281	\$13,356,551
4/30/2013	\$2,015,539	\$1,346,648	\$1,583,274	\$6,703,171	\$2,698,480	\$9,447	\$14,356,559
12/31/2013	\$1,346,281	\$726,784	\$979,787	\$6,120,224	\$1,840,320	\$36,250	\$11,049,646
Change 2005 to 2013	-9.85%	-28.68%	-30.83%	36.92%	-5.25%	1240.61%	6.83%

**City of East Moline
Revenue Capacity**

CITY OF EAST MOLINE
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 Last Ten Fiscal Years

Levy Year	Equalized Assessed Valuation-----Class-----					Total	Municipal Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential	Farm	Commercial	Industrial	Rail Road				
2004	\$147,899,226	\$239,359	\$49,351,863	\$31,620,153	\$417,839	\$229,528,440	\$1.8690	\$ 688,585,320	33.33%
2005	\$155,018,303	\$243,762	\$50,755,115	\$28,041,560	\$540,203	\$234,598,943	\$1.8822	\$ 703,796,829	33.33%
2006	\$160,731,135	\$222,944	\$54,066,886	\$28,056,287	\$585,175	\$243,662,427	\$1.8870	\$ 730,987,281	33.33%
2007	\$169,735,082	\$204,954	\$54,614,828	\$28,848,175	\$643,778	\$254,046,817	\$1.8116	\$ 762,140,451	33.33%
2008	\$175,001,801	\$662,117	\$53,262,708	\$28,383,420	\$743,123	\$258,053,169	\$1.7738	\$ 774,159,507	33.33%
2009	\$178,663,229	\$695,966	\$55,116,032	\$28,819,376	\$891,988	\$264,186,591	\$1.8448	\$ 792,559,773	33.33%
2010	\$176,726,393	\$803,217	\$56,669,850	\$29,173,316	\$994,237	\$264,367,013	\$1.9290	\$ 793,101,039	33.33%
2011	\$174,538,404	\$806,216	\$59,337,143	\$28,987,619	\$1,191,930	\$264,861,312	\$2.1118	\$ 794,583,936	33.33%
2012	\$170,943,245	\$850,960	\$57,206,387	\$28,439,176	\$1,281,754	\$258,721,522	\$2.1150	\$ 776,164,566	33.33%
2013	\$165,633,048	\$941,578	\$56,826,576	\$28,749,165	\$1,420,276	\$253,570,643	\$2.1260	\$ 760,711,929	33.33%

Source - Rock Island County Assessor

Note - Property in the City is reassessed each year. Property is assessed at actual value and then divided by 3 to determine the equalized assessed valuation. Rates are per \$100 of equalized assessed valuation.

CITY OF EAST MOLINE
Direct and Overlapping Property Tax Rates
For the Last Ten Fiscal Years

Fiscal Year End	City Direct Rates										Overlapping Rates									
	Basic Tax Rate	TIF Bonds**	Enterprise Bonds**	MFT Bonds**	Total Direct	United Twp High	Silvis Elementary	East Moline Elementary	Hampton Elementary	Carbon Cliff	Black Hawk College	Rock Island County	RI County Forest Preserve	Illini Hospital	Mass Transit	QC Metro Airport				
4/30/2005	\$ 1.8690	\$ 3.8601	\$ 4.1311	\$ 0.9411	\$ 10.8012	\$ 0.8023	\$ -	\$ 3.6661	\$ 0.0001	\$ 0.0007	\$ 0.1843	\$ 0.5789	\$ -	\$ 3.6519	\$ -	\$ 0.0001				
4/30/2006	\$ 1.8822	\$ 3.6637	\$ 3.6880	\$ 0.8291	\$ 10.0630	\$ 0.4767	\$ -	\$ 3.3089	\$ 0.0001	\$ 0.0046	\$ 0.1801	\$ 0.5564	\$ -	\$ 3.3374	\$ -	\$ 0.0001				
4/30/2007	\$ 1.8870	\$ 3.3858	\$ 6.1753	\$ 0.7059	\$ 12.1541	\$ 0.5238	\$ -	\$ 2.8689	\$ 0.0005	\$ 0.0019	\$ 0.3116	\$ 0.5029	\$ -	\$ 3.0846	\$ -	\$ 0.0001				
4/30/2008	\$ 1.8116	\$ 3.0944	\$ 8.8348	\$ 0.5870	\$ 14.3277	\$ 0.2603	\$ -	\$ 2.4269	\$ 0.0394	\$ 0.0048	\$ 0.2673	\$ 1.3617	\$ -	\$ 2.7164	\$ -	\$ 0.0001				
4/30/2009	\$ 1.7738	\$ 2.8793	\$ 8.8044	\$ 0.4863	\$ 13.9438	\$ 0.4186	\$ 0.0800	\$ 1.7298	\$ -	\$ 0.0114	\$ 0.3662	\$ 1.2728	\$ 0.2038	\$ 2.1766	\$ -	\$ 0.0001				
4/30/2010	\$ 1.8448	\$ 2.6714	\$ 9.2755	\$ 0.3901	\$ 12.7539	\$ 0.3950	\$ 0.0743	\$ 1.4899	\$ 0.0002	\$ 0.0097	\$ 0.3969	\$ 0.3838	\$ 0.2687	\$ 2.1482	\$ -	\$ 1.0926				
4/30/2011	\$ 1.9290	\$ 2.5438	\$ 9.6764	\$ 0.3001	\$ 12.8738	\$ 0.2021	\$ 0.0725	\$ 2.0404	\$ 0.0003	\$ 0.0094	\$ 0.8114	\$ 1.2193	\$ 0.1955	\$ 1.8052	\$ 0.4547	\$ 1.3669				
4/30/2012	\$ 2.1118	\$ 2.3302	\$ 8.3687	\$ 0.2013	\$ 11.1870	\$ 0.3733	\$ 0.4037	\$ 1.3397	\$ 0.0003	\$ 0.0090	\$ 0.6635	\$ 1.0236	\$ 0.1715	\$ 1.6752	\$ 0.5623	\$ 1.2354				
4/30/2013	\$ 2.1150	\$ 2.1355	\$ 8.1117	\$ 0.1044	\$ 10.5738	\$ 0.2911	\$ 0.3846	\$ 1.7060	\$ 0.0003	\$ 0.0077	\$ 0.9724	\$ 0.9900	\$ 0.1661	\$ 1.5385	\$ 0.5433	\$ 1.2116				
12/31/2013	\$ 2.1150	\$ 2.0763	\$ 8.2320	\$ 0.1065	\$ 10.5686	\$ 0.4128	\$ 0.3814	\$ 2.1066	\$ 0.0002	\$ 0.0074	\$ 0.8055	\$ 0.9252	\$ 0.1603	\$ 1.4197	\$ 0.5193	\$ 1.1806				

Sources Rock Island County
City Department of Finance

Note Overlapping percentages based on 2013 EAV's

** - The City does not levy for these bond issues

CITY OF EAST MOLINE
Principal Property Tax Payers
Current Year and Nine Years Ago

2013

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation
Deere & Company	\$ 13,272,314	1	5.13%
Fed Ex	\$ 5,025,042	2	1.94%
Genva Management Service	\$ 4,573,771	3	1.77%
Edward Rose Building Co.	\$ 3,331,538	4	1.29%
IL Housing Dev Auth	\$ 2,069,259	5	0.80%
USGI Inc., Deerfield Woods	\$ 2,043,632	6	0.79%
Quad City Downs, Inc.	\$ 1,763,965	7	0.68%
Kennedy Square Properties	\$ 1,472,447	8	0.57%
Oppenheimer MFH	\$ 1,465,384	9	0.57%
Green Jill A Trust	\$ 1,434,366	10	0.55%

Total 10 Largest \$ 36,451,718 14.09%

City's Taxable EAV \$ 258,721,522

2004

Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation
Deere & Company	\$ 13,984,800	1	6.10%
Robin E M Holdings	\$ 2,330,336	4	1.02%
Edward Rose Building Co.	\$ 3,034,582	3	1.32%
IL Housing Authority	\$ 1,884,814	6	0.82%
USGI Inc., Deerfield Woods	\$ 1,861,472	7	0.81%
Quad City Downs	\$ 2,058,821	5	0.90%
Colona House	\$ 1,334,767	9	0.58%
Leann Equities	\$ 1,251,007	10	0.55%
Moline Apartments	\$ 1,525,021	8	0.67%
J. I. Case Co.	\$ 5,736,244	2	2.50%

Total 10 Largest \$ 35,001,864 15.27%

City's Taxable EAV \$ 229,110,601

CITY OF EAST MOLINE
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended April 30	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years		Total Collections to Date	
	Fiscal Year	Amount	Amount	Percentage of Levy	Years	Amount	Amount	Percentage of Levy
2004	\$ 4,175,612	\$ 4,155,569	\$ 4,155,569	99.52%	20,043	\$ 4,175,612	\$ 4,175,612	100.00%
2005	\$ 4,469,836	\$ 4,454,192	\$ 4,454,192	99.65%	15,644	\$ 4,469,836	\$ 4,469,836	100.00%
2006	\$ 4,785,815	\$ 4,768,107	\$ 4,768,107	99.63%	9,572	\$ 4,777,679	\$ 4,777,679	99.83%
2007	\$ 4,597,910	\$ 4,571,702	\$ 4,571,702	99.43%	3,104	\$ 4,574,806	\$ 4,574,806	99.50%
2008	\$ 4,598,725	\$ 4,566,994	\$ 4,566,994	99.31%	26,246	\$ 4,593,240	\$ 4,593,240	99.88%
2009	\$ 4,628,541	\$ 4,608,315	\$ 4,608,315	99.56%	11,512	\$ 4,619,827	\$ 4,619,827	99.81%
2010	\$ 4,864,351	\$ 4,853,394	\$ 4,853,394	99.77%	5,064	\$ 4,858,458	\$ 4,858,458	99.88%
2011	\$ 5,095,917	\$ 5,092,135	\$ 5,092,135	99.93%	3,782	\$ 5,095,917	\$ 5,095,917	100.00%
2012	\$ 5,610,964	\$ 5,586,559	\$ 5,586,559	99.57%	4,167	\$ 5,590,726	\$ 5,590,726	99.64%
2013	\$ 5,486,403	\$ 5,466,239	\$ 5,466,239	99.63%	-	\$ 5,466,239	\$ 5,466,239	99.63%

Source - Tax settlement book in the County Treasurer's Office
Total levy sheet in the County Treasurer's Office

CITY OF EAST MOLINE
Water Sold by Type of Customer
Last Ten Fiscal Years
(in thousands of gallons)

Type of Customer	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Residential	230,311	341,588	335,229	333,387	357,030	357,200	377,655	377,655	414,057	397,759
Industrial	473,554	694,425	694,947	776,994	733,363	695,766	451,343	442,224	323,298	360,440
Commercial	106,966	133,688	120,575	126,308	122,316	115,836	466,595	557,124	611,501	575,845
Total	810,831	1,169,701	1,150,752	1,236,689	1,212,709	1,168,802	1,295,594	1,377,004	1,348,857	1,334,044
Total Direct Rate per 1,000 Gallons \$	7.51 \$	7.15 \$	6.75 \$	6.36 \$	5.84 \$	5.56 \$	5.31 \$	3.68 \$	3.68 \$	3.68 \$

Source: City Department of Finance Office

CITY OF EAST MOLINE
Sewer Sold by Type of Customer
Last Ten Fiscal Years
(in thousands of gallons)

Type of Customer	Fiscal Year									
	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Residential	231,438	343,239	337,099	329,064	381,445	357,200	397,021	377,655	397,021	385,712
Industrial	527,282	770,355	1,142,515	648,689	737,133	612,330	507,273	527,727	507,273	675,473
Commercial	108,784	137,372	124,025	115,703	122,203	115,836	101,960	114,900	101,960	83,322
Total	867,504	1,250,967	1,603,639	1,093,456	1,240,781	1,085,366	1,006,254	1,020,283	1,006,254	1,144,507
Total Direct Rate per 1,000 Gallons \$	6.02 \$	5.84 \$	5.67 \$	5.51 \$	5.51 \$	5.08 \$	4.79 \$	3.09 \$	3.09 \$	3.09 \$

Source: City Department of Finance Office

CITY OF EAST MOLINE
Water and Sewer Rates
Last Ten Fiscal Years

Fiscal Year	Water		Fiscal Year	Sewer	
	Monthly Base Cost	Rate Per 1,000 Gallons		Monthly Base Cost	Rate Per 1,000 Gallons
4/30/2005	\$ 18.56	\$ 3.68	4/30/2005	\$ 16.20	\$ 3.09
4/30/2006	\$ 18.56	\$ 3.68	4/30/2006	\$ 16.20	\$ 3.09
4/30/2007	\$ 18.56	\$ 3.68	4/30/2007	\$ 16.20	\$ 3.09
4/30/2008	\$ 10.60	\$ 5.31	4/30/2008	\$ 9.73	\$ 4.79
4/30/2009	\$ 11.12	\$ 5.56	4/30/2009	\$ 10.16	\$ 5.08
4/30/2010	\$ 11.55	\$ 5.84	4/30/2010	\$ 10.97	\$ 5.51
4/30/2011	\$ 12.34	\$ 6.36	4/30/2011	\$ 10.97	\$ 5.51
4/30/2012	\$ 12.92	\$ 6.75	4/30/2012	\$ 11.21	\$ 5.67
4/30/2013	\$ 13.52	\$ 7.15	4/30/2013	\$ 11.47	\$ 5.84
12/31/2013	\$ 14.06	\$ 7.51	12/31/2013	\$ 11.73	\$ 6.02

Note - The City of East Moline adopted a lower minimum usage in 2008

Source - City Department of Finance Office

CITY OF EAST MOLINE
Sales Tax Collected by Category
Last Ten Calendar Years

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Merchandise	\$ 24,658	\$ 25,565	\$ 24,191	\$19,843	\$19,892	\$13,648	\$10,645	\$ 22,197	\$ 36,620	\$ 39,967
Food	\$ 324,725	\$ 328,043	\$ 319,724	\$327,654	\$309,259	\$346,615	\$335,470	\$ 303,411	\$ 293,765	\$ 260,983
Drinking & Eating	\$ 223,377	\$ 224,874	\$ 210,452	\$212,648	\$204,414	\$211,935	\$202,050	\$ 189,231	\$ 180,234	\$ 174,427
Apparel	\$ -	\$ -	\$ -	\$1,503	\$0	\$944	\$0	\$ -	\$ -	\$ -
Furniture, Household	\$ 8,227	\$ 5,953	\$ 10,067	\$10,574	\$9,585	\$12,072	\$12,480	\$ 12,948	\$ 8,608	\$ 8,732
Lumber, Building & Hardware	\$ 48,072	\$ 44,351	\$ 32,124	\$38,114	\$33,111	\$31,041	\$49,201	\$ 52,288	\$ 33,357	\$ 36,158
Automotive & Gasoline	\$ 733,015	\$ 736,024	\$ 699,612	\$705,266	\$686,586	\$672,632	\$662,475	\$ 685,452	\$ 576,545	\$ 559,964
Drugs and other retail	\$ 293,707	\$ 275,547	\$ 279,056	\$283,720	\$313,001	\$313,270	\$311,570	\$ 277,178	\$ 227,357	\$ 202,295
Agriculture & Extractive	\$ 159,033	\$ 155,998	\$ 189,058	\$166,127	\$161,807	\$166,762	\$167,259	\$ 152,462	\$ 139,338	\$ 149,966
Manufacturers	\$ 50,897	\$ 44,619	\$ 62,894	\$25,288	\$21,982	\$26,372	\$24,693	\$ 12,998	\$ 19,319	\$ 20,358
Totals	\$ 1,865,711	\$ 1,840,994	\$ 1,827,178	\$ 1,791,737	\$ 1,759,637	\$ 1,795,291	\$ 1,775,843	\$ 1,709,165	\$ 1,515,143	\$ 1,452,850
City Direct Sales Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Note - The residents of the City of East Moline, by referendum passed an additional 0.50% sales tax which can only be used for infrastructure improvements or for property tax relief. The annual breakdown is only for the 1.0% municipal sales tax. The 0.50% is not assessed on groceries, drugs and automobile purchases. These totals do not include the additional 0.5% infrastructure tax.

Source: Illinois Department of Revenue

CITY OF EAST MOLINE
Direct and Overlapping Sales Tax Rate
Last Ten Fiscal Years

Fiscal Year	City Rate	County Rate	State Rate	Total Sales Tax Rate
4/30/2005	1.50%	0.25%	5.00%	6.75%
4/30/2006	1.50%	0.25%	5.00%	6.75%
4/30/2007	1.50%	0.25%	5.00%	6.75%
4/30/2008	1.50%	0.25%	5.00%	6.75%
4/30/2009	1.50%	0.25%	5.00%	6.75%
4/30/2010	1.50%	0.25%	5.00%	6.75%
4/30/2011	1.50%	0.25%	5.00%	6.75%
4/30/2012	1.50%	0.25%	5.00%	6.75%
4/30/2013	1.50%	0.25%	5.00%	6.75%
12/31/2013	1.50%	0.25%	5.00%	6.75%

Source: City Department of Finance Office

**City of East Moline
Debt Capacity**

CITY OF EAST MOLINE
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities										Business-Type Activities					Total Primary Government	Percent of Personal Income ***	Per Capita					
	General Obligation Bonds	Percentage of Estimated Actual Taxable Value of Property	Per Capita	Alternate Revenue Bonds	Tax Increment Bonds	Motor Fuel Tax Bonds	Capital Leases & Notes Payable	Water Bonds	Sewer Bonds	Debt Certificates	Capital Leases & Notes Payable												
4/30/2005	\$ 515,000	0.07%	\$25.21	\$ 1,408,000	\$ 8,905,000	\$ 2,160,000	\$ 218,846	\$ 6,605,074	\$ 2,876,926	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,110.51	
4/30/2006	\$ 365,000	0.05%	\$17.18	\$ 1,348,000	\$ 8,855,000	\$ 1,945,000	\$ 183,915	\$ 5,972,414	\$ 2,679,586	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,004.65
4/30/2007	\$ 210,000	0.03%	\$9.88	\$ 1,288,000	\$ 8,380,000	\$ 1,720,000	\$ 110,763	\$ 5,576,063	\$ 2,470,938	\$ 7,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,259.09
4/30/2008	\$ 50,000	0.01%	\$2.33	\$ 1,133,000	\$ 7,855,000	\$ 1,490,000	\$ 35,000	\$ 9,212,328	\$ 6,299,672	\$ 6,915,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,539.36
4/30/2009	\$ 1,190,000	0.15%	\$55.53	\$ 1,162,000	\$ 7,430,000	\$ 1,255,000	\$ 35,000	\$ 8,785,402	\$ 6,027,598	\$ 6,745,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 1,536.56
4/30/2010	\$ 1,090,000	0.14%	\$50.86	\$ 1,098,000	\$ 6,985,000	\$ 1,020,000	\$ -	\$ 9,388,500	\$ 4,823,500	\$ 8,942,630	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,556.05
4/30/2011	\$ 925,000	0.12%	\$43.42	\$ 1,032,000	\$ 6,655,000	\$ 785,000	\$ -	\$ 6,641,736	\$ 11,174,764	\$ 8,501,964	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 2,044,808	\$ 1,772.62
4/30/2012	\$ 755,000	0.10%	\$35.29	\$ 984,000	\$ 6,135,000	\$ 530,000	\$ 165,503	\$ 11,060,769	\$ 10,182,512	\$ 2,164,985	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 5,772,869	\$ 1,764.46
4/30/2013	\$ 575,000	0.07%	\$26.87	\$ 893,953	\$ 5,456,389	\$ 269,909	\$ 131,123	\$ 10,428,367	\$ 9,712,385	\$ 751,983	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 6,493,320	\$ 1,622.23
12/31/2013	\$ 390,000	0.05%	\$18.23	\$ 894,581	\$ 5,204,560	\$ 269,955	\$ 281,525	\$ 10,314,339	\$ 9,708,110	\$ 658,041	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 6,317,275	\$ 1,590.73

Source City Finance Department, Bi-State Regional Commission

Note *** Personal income is available at the County level however not available at the City level. Using County level income would create a significant distortion in the percentage.

CITY OF EAST MOLINE

SCHEDULE OF DIRECT AND OVERLAPPING BONDED DEBT

Schools	Outstanding Debt	Applicable to the City Percent (2)	Amount
School District No. 29	\$424,000	0.13%	\$551
School District No. 34	\$3,815,000	25.35%	\$967,103
School District No. 36	\$1,010,000	1.86%	\$18,786
School District No. 37	\$7,915,000	67.49%	\$5,341,834
U.T.H.S. District No. 30	\$1,960,000	53.40%	\$1,046,640
Black Hawk College District No. 503	\$27,565,000	7.41%	\$2,042,567
Other -			
Rock Island County (3)	\$22,515,000	10.42%	\$2,346,063
Rock Island Forest Preserve	\$3,900,000	10.42%	\$406,380
Genesis Medical Center (Illini Hospital)	\$6,375,000	56.47%	\$3,599,963
Metropolitan Mass Transit District	\$8,680,000	15.17%	\$1,316,756
Metropolitan Airport	\$22,730,000	13.17%	\$2,993,541
Subtotal, overlapping debt			\$20,080,184
City Direct Debt			\$7,040,621
Total Direct debt			\$27,120,805

Source -

- (1) Rock Island County
- (2) Overlapping debt percentages are based on 2013 EAV, the most current available.
- (3) Includes bonds issued by the Public Building Commission and by the County for the Nursing Home.

CITY OF EAST MOLINE
 Legal Debt Margin Information
 Last Ten Fiscal Years

	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Equalized Assessed Valuation	\$ 253,570,643	\$ 258,721,522	\$ 264,861,312	\$ 264,367,013	\$ 264,186,591	\$ 258,053,169	\$ 254,046,817	\$ 243,662,427	\$ 234,598,943	\$ 229,528,440
State of Illinois Legal Debt Limit	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%	8.625%
Debt Limit	\$ 21,870,468	\$ 22,314,731	\$ 22,844,288	\$ 22,801,655	\$ 22,786,093	\$ 22,257,086	\$ 21,911,538	\$ 21,015,884	\$ 20,234,159	\$ 19,796,828
Total Net Debt Applicable to Limit	\$ 1,430,160	\$ 1,590,202	\$ 2,919,985	\$ 9,405,246	\$ 10,032,630	\$ 7,935,000	\$ 6,965,000	\$ 7,300,763	\$ 548,915	\$ 403,846
Legal Debt Margin Available	\$ 20,440,308	\$ 20,724,529	\$ 19,924,303	\$ 13,396,409	\$ 12,753,463	\$ 14,322,086	\$ 14,946,538	\$ 13,715,121	\$ 19,685,244	\$ 19,392,982
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	6.54%	7.13%	12.78%	41.25%	44.03%	35.65%	31.79%	34.74%	2.71%	2.04%

Source - City Department of Finance Office

Note - The State of Illinois legal debt limit for general obligation bonds is 8.625% of equalized assessed valuation.

CITY OF EAST MOLINE
 Legal Debt Margin Information - Non-Home Rule Communities
 Last Ten Fiscal Years

	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Equalized Assessed Valuation	\$ 253,570,643	\$ 258,721,522	\$ 264,861,312	\$ 264,367,013	\$ 264,186,591	\$ 258,053,169	\$ 254,046,817	\$ 243,662,427	\$ 234,598,943	\$ 229,528,440
State of Illinois Legal Debt Limit	0.500%	0.500%	0.500%	0.500%	0.500%	0.500%	0.500%	0.500%	0.500%	0.500%
Debt Limit	\$ 1,267,853	\$ 1,293,608	\$ 1,324,307	\$ 1,321,835	\$ 1,320,933	\$ 1,290,266	\$ 1,270,234	\$ 1,218,312	\$ 1,172,995	\$ 1,147,642
Total Net Debt Applicable to Limit	\$ 390,000	\$ 575,000	\$ 755,000	\$ 925,000	\$ 1,090,000	\$ 1,190,000	\$ 50,000	\$ 300,763	\$ 548,915	\$ 403,846
Legal Debt Margin Available	\$ 877,853	\$ 718,608	\$ 569,307	\$ 396,835	\$ 230,933	\$ 100,266	\$ 1,220,234	\$ 917,549	\$ 624,080	\$ 743,796
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	30.76%	44.45%	57.01%	69.98%	82.52%	92.23%	3.94%	24.69%	46.80%	35.19%

Source - City Department of Finance Office

Note - The State of Illinois legal debt limit for general obligation bonds is 0.50% of equalized assessed valuation.

Municipalities with less than 25,000 residents or that have not gained home rule status by referendum are considered non-home rule.

CITY OF EAST MOLINE
Pledged-Revenue Coverage
Last Ten Fiscal Years

	Tax Increment Financing Funds					Enterprise Fund					
	Property Tax Increment	Debt Service Principal	Interest	Coverage		Water, Sewer, and Drainage Revenues	Less Operating Expenses	Net Available Revenue	Debt Service Principal	Interest	Coverage
4/30/2005	\$ 340,469	\$ 175,000	\$ 450,533	0.544		\$ 6,438,049	\$ 5,391,195	\$ 1,046,854	\$ 975,000	\$ 354,155	0.788
4/30/2006	\$ 416,516	\$ 265,000	\$ 414,400	0.613		\$ 6,044,285	\$ 5,589,878	\$ 454,407	\$ 740,000	\$ 313,940	0.431
4/30/2007	\$ 687,090	\$ 345,000	\$ 401,937	0.920		\$ 6,072,639	\$ 5,756,731	\$ 315,908	\$ 515,000	\$ 281,837	0.396
4/30/2008	\$ 779,765	\$ 395,000	\$ 388,176	0.996		\$ 7,549,034	\$ 6,621,429	\$ 927,605	\$ 620,000	\$ 595,177	0.763
4/30/2009	\$ 1,112,668	\$ 425,000	\$ 372,026	1.396		\$ 9,397,601	\$ 8,752,453	\$ 645,148	\$ 680,000	\$ 899,747	0.408
4/30/2010	\$ 1,083,104	\$ 445,000	\$ 353,292	1.357		\$ 10,057,969	\$ 10,243,640	\$ (185,671)	\$ 807,370	\$ 854,524	-0.112
4/30/2011	\$ 1,065,331	\$ 480,000	\$ 274,508	1.412		\$ 10,973,230	\$ 7,963,648	\$ 3,009,582	\$ 927,384	\$ 872,252	1.672
4/30/2012	\$ 1,097,889	\$ 555,000	\$ 232,015	1.395		\$ 11,120,081	\$ 8,392,109	\$ 2,727,972	\$ 1,145,479	\$ 909,693	1.327
4/30/2013	\$ 1,051,184	\$ 610,000	\$ 188,648	1.316		\$ 11,332,039	\$ 8,166,148	\$ 3,165,891	\$ 1,171,981	\$ 970,335	1.478
12/31/2013	\$ 1,100,984	\$ 260,000	\$ 101,411	3.046		\$ 7,529,523	\$ 5,905,942	\$ 1,623,581	\$ 351,282	\$ 352,601	2.307

Source - City Department of Finance Office

CITY OF EAST MOLINE

**REVENUE BONDS, GENERAL OBLIGATION AND
GENERAL OBLIGATION ALTERNATE REVENUE BONDED DEBT**

Year End December 31	Sources Of Payment										Sources Of Payment					
	Motor Fuel Tax Revenue					Water-Sewer-Storm Water Revenues					Tax Incremental Bonds					
	7th Street	Property Taxes	Park Fire Truck	General Municipal Garage	Water/Sewer Plant	Municipal Garage	Water Refunded	Storm Water	Water Plant	Water Refunded	Sewer Plant	North Hill	Great River Indus Park	Riverfront "The Quarter"	Kennedy Drive	Riverfront "The Quarter"
2014	\$270,000	\$190,000		\$84,000	\$75,000	\$126,000	\$400,000	\$193,202	\$120,882	\$470,000	\$291,802	\$140,000	\$135,000	\$135,000	\$170,000	\$80,000
2015		\$200,000		\$84,000	\$75,000	\$126,000	\$395,000	\$200,548	\$121,083	\$490,000	\$295,461	\$135,000	\$145,000	\$150,000	\$185,000	\$80,000
2016				\$86,000	\$110,000	\$129,000	\$610,000	\$208,216	\$121,286	\$305,000	\$299,165			\$155,000	\$205,000	\$85,000
2017				\$88,000	\$115,000	\$132,000	\$620,000	\$56,076	\$121,492	\$320,000	\$302,917			\$170,000	\$225,000	\$85,000
2018				\$88,000	\$115,000	\$132,000	\$630,000		\$121,700	\$330,000	\$306,715			\$185,000	\$245,000	\$85,000
2019				\$90,000	\$120,000	\$135,000	\$650,000		\$121,912	\$340,000	\$310,561			\$195,000	\$270,000	\$85,000
2020				\$92,000	\$125,000	\$138,000	\$655,000		\$122,125	\$360,000	\$314,455			\$215,000	\$290,000	\$90,000
2021				\$94,000	\$125,000	\$141,000	\$675,000		\$122,342	\$375,000	\$318,398			\$230,000	\$320,000	\$90,000
2022				\$96,000	\$130,000	\$144,000	\$700,000		\$122,561	\$390,000	\$322,390			\$230,000	\$345,000	\$95,000
2023				\$100,000	\$550,000	\$150,000			\$122,783	\$326,433	\$326,433					\$100,000
2024					\$575,000				\$123,008	\$330,526	\$330,526					
2025					\$605,000				\$123,235	\$334,670	\$334,670					
2026					\$630,000				\$123,466	\$338,867	\$338,867					
2027					\$660,000				\$123,699	\$343,116	\$343,116					
2028					\$690,000				\$123,935	\$347,418	\$347,418					
2029					\$725,000				\$124,173	\$351,775	\$351,775					
2030					\$755,000				\$124,416	\$356,186	\$356,186					
2031					\$790,000				\$19,800	\$360,652	\$360,652					
2032					\$830,000					\$365,174	\$365,174					
2033																
2034																
Totals	\$270,000	\$390,000		\$902,000	\$7,800,000	\$1,353,000	\$5,335,000	\$658,042	\$2,103,898	\$3,380,000	\$6,216,681	\$275,000	\$425,000	\$1,435,000	\$2,255,000	\$875,000

City of East Moline
Demographic and Economic Information

CITY OF EAST MOLINE
Demographic and Economic Statistics
Last Ten Calendar Years

Year	City Population	City Personal Income** (in thousands)	City Per Capita Personal Income**	City Unemployment Rate**
2004	20,988	\$ 4,560,218	\$ 30,300	5.40%
2005	21,060	\$ 4,651,702	\$ 31,272	4.80%
2006	20,955	\$ 4,970,980	\$ 33,167	4.80%
2007	20,988	\$ 5,246,132	\$ 36,208	4.80%
2008	20,856	\$ 5,800,811	\$ 37,535	5.60%
2009	20,867	\$ 5,497,868	\$ 37,545	9.10%
2010	21,302	\$ 5,708,393	\$ 37,056	9.60%
2011	21,395	\$ 5,774,185	\$ 39,132	8.20%
2012	21,398	\$ 6,048,161	\$ 41,016	7.80%
2013	21,398	N/A	N/A	7.90%

Source - Bi-State Regional Commission
 United States Census Bureau
 United States Department of Commerce
 Bureau of Economic Analysis
 Illinois Department of Employment Security

**Note - County level personal income, per capita, and unemployment rate are shown since City level information was not available.

**CITY OF EAST MOLINE
Principal Employers
Current Year and Nine Years Ago**

	2013			2004		
	Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank
John Deere Harvester	2,200	1	24.29%	2,020	1	21.83%
Illini Hospital	690	2	7.62%	850	2	9.19%
East Moline Elementary	440	3	4.86%	240	6	2.59%
Standard Forwarding	285	4	3.15%			
East Moline Correctional	270	5	2.98%	249	5	2.69%
4C Solutions	250	6	2.76%	140	8	1.51%
United Township High School	230	7	2.54%	250	4	2.70%
Jacobson Warehouse	200	8	2.21%			
Aramark	150	9	1.66%	100	10	1.08%
Duke & Son, Inc., HC	140	10	1.55%	123	9	1.33%
Johnson Contracting				200	7	2.16%
Metrobank				267	3	2.89%
Total City-wide Employment	9,056			9,254		

Source - 2013 Illinois Manufacturers Directory
2013 Illinois Services Directory
Telephone Calls
Speer Financial

**City of East Moline
Operating Information**

CITY OF EAST MOLINE
Full-time equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
General Government										
Management Services	18	19	19	20	20	20	20	20	18	23
Finance	4	4	5	5	5	5	5	6	6	5
Development & Planning	0	0	0	1	1	2	2	2	1	2
Inspections	3	3	3	3	3	3	3	3	3	3
Other	5	5	5	5	6	6	6	6	6	8
Police										
Officers	37	37	37	39	40	39	39	38	36	36
Civilians	10	9	9	11	10	10	10	10	13	11
Fire										
Firefighters	35	35	34	34	35	33	33	34	34	32
Civilians	1	1	1	1	1	1	1	1	1	1
Public Works										
Garbage collection	4	4	4	4	4	4	4	4	5	4
Street and bridge	5	4	4	5	4	4	4	5	8	7
Motor pool	3	3	4	5	5	5	4	4	4	4
Parks and Recreation										
Library	14	14	14	14	14	14	15	15	15	15
Water										
Water plant	9	9	14	10	10	10	9	9	11	9
Water distribution	5	6	9	6	6	6	5	5	6	5
Sewer										
Sewer plant	13	13	14	13	13	13	12	14	14	14
Sewer collection	4	4	3	4	4	4	5	4	4	4
Drainage	3	3	3	3	5	5	3	3	3	3
Total	176	176	176	186	190	188	184	187	193	190
Per audit	176	176	186	187	190	188	170	187	193	190

Source - City Department of Finance

CITY OF EAST MOLINE
Operating Indicators by Function/Program
Last Ten Fiscal Years

	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Police - reported on a calendar year basis										
Calls answered	22,183	22,445	22,445	22,623	23,646	25,143	26,943	27,773	26,359	24,569
Incident numbers	5,586	6,104	6,104	7,026	7,212	9,036	8,948	9,853	9,728	8,258
Cases Investigated	984	954	954	879	950	852	859	780	835	819
Arrests	710	894	894	1,035	1,115	1,481	1,655	1,375	1,503	1,349
Traffic stops	1,966	2,391	2,391	2,797	2,833	3,435	3,438	4,590	4,315	2,971
Traffic citations	1,451	1,620	1,620	2,126	2,159	3,227	2,983	4,403	5,531	3,065
Community Service Officer Calls	1,174	1,308	1,308	1,268	1,302	693	1,395	1,147	1,312	896
Fire - Reported on a calendar year basis										
Total incidents	1,853	2,772	2,772	2,932	2,964	2,857	2,713	2,306	2,181	2,474
Fire calls	86	86	86	91	81	102				
Residential fires	24	18	18	23			20	22	29	28
Commercial fires		2					5	4	3	9
Other fires	10	13	13	5	3	3	55	67	81	59
Rescue/emergency medical	1,320	2,036	2,036	2,194	2,280	2,095	2,027	1,898	1,516	1,786
False alarms	103	130	130	130	154	146	141	115	120	115
Mutual aid calls							17	36	22	16
Haz-mat responses	28	36	36	37	46	64	32	18	11	14
Good Intent Call	207	312	312	298	273	222				
Other hazardous responses						4	41	35	23	28
Other responses	90	152	152	34	127	129	375	311	376	419
Total Property Damage	\$ 914,050	\$ 628,400	\$ 628,400	\$ 502,710	\$ 340,190	\$ 172,850				\$ 199,350
Public Works - Reported on a calendar year basis										
Garbage Users	6,243	5,812	5,812	5,530	6,310	6,307	6,337	6,300	6,300	6,300
Garbage collection - Tons	5,947	3,087	3,087	5,458	5,957	6,525	6,691	6,451	6,644	9,869
Yard Waste - Tons	240	709	101	173	236	286	423	310	246	184
Bulky Collection - Tons	880	974	489	731	696	852	806	933	1,086	765
Recycling Drop Off - Tons	280	145	145	369	347	390	959	442	379	290
Parks and Recreation - Reported on a calendar year basis										
Sheller reservations	363	246	246	304	306	305	249	356	320	334
Library										
Books loaned	53,997	87,056	82,970	85,288	144,013	135,518	135,200	140,807	139,770	142,803
Other formats loaned	41,968	63,875	55,055	53,458	16,897	18,435	16,567	15,961	16,630	18,067
Questions answered	10,266	16,901	17,129	16,151	16,605	16,277	16,133	15,794	15,179	15,246
Card holders	9,780	9,968	10,484	10,328	10,022	9,592	10,975	9,706	10,982	9,893
Attendance	75,968	122,211	120,336	125,466	130,755	137,912	136,716	137,938	140,296	139,426
Website hits	471,986	668,862	596,579	353,478	276,414					
Water										
Customers	6,801	6,815	6,372	6,894	7,047	6,903	6,894	6,870	6,570	6,576
Main breaks	66	14	14	20	37	30	28	43	31	
Average daily consumption (1000 Gallons)	4,426	4,200	4,400	4,600	4,519	4,522	4,280	4,122	4,480	4,510
Peak daily consumption (1000 Gallons)	7,197	6,208	6,600	6,500	6,408	6,204	6,717	6,810	7,410	7,510
Waste Water										
Customers	6,778	6,591	6,349	6,859	6,946	6,815	6,785	6,712	6,454	6,452
Avg daily treatment - (1000 Gallons)	5,100	4,400	5,149	5,800	5,600	6,558	5,700	4,625	3,300	3,700

Source - Various City Departments

CITY OF EAST MOLINE
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

	12/31/2013	4/30/2013	4/30/2012	4/30/2011	4/30/2010	4/30/2009	4/30/2008	4/30/2007	4/30/2006	4/30/2005
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Neighborhood stations	4	4	4	4	4	4	4	4	4	4
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Pumpers	3	3	4	4	4	4	4	4	4	4
Quints	1	1	1	1	1	1	1	1	1	1
Telesquirts	0	-	2	2	2	2	2	2	2	2
Other vehicles	4	4	4	4	4	4	4	4	4	3
Public Works										
Garbage trucks	4	4	5	5	5	5	5	5	5	5
Streets (miles)	87	87	87	80	80	80	80	7	77	76
Streets with curb & gutter	64	64	64	64	64	61	60	57	57	57
Street lights	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Traffic signals	27	27	27	27	27	27	27	27	27	27
Alleys (miles)	14	14	14	12	12	12	12	12	12	12
Parks and Recreation										
Parks	18	18	18	18	18	18	18	18	18	18
Park acreage	238	238	238	238	238	238	238	238	238	238
Bicycle paths (miles)	3.8	3.8	3.8	3	3	3	3	3	3	3
Swimming pools	1	1	1	1	1	1	1	1	1	1
Baseball/softball fields	15	15	15	15	15	15	15	15	15	15
Soccer/football fields	10	10	10	10	10	10	10	10	10	0
Disc Golf Course	1	1	1	1	1	1	1	1	1	1
Cricket Field	1	1	1	1	1	1	1	1	1	1
Library										
Buildings	1	1	1	1	1	1	1	1	1	1
Books in collection	62,510	58,352	57,921	57,200	57,097	57,741	57,816	63,070	65,407	62,257
Other formats in collection	20,512									
Water										
Treatment capacity (1000 gallons)	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Water mains (miles)	110	110	110	92	92	92	92	92	92	92
Pump stations	2	2	2	3	3	3	3	3	3	3
Storage capacity (1,000 gal)	4,000	4,000	4,000	4350	5350	5,350	5,350	5,350	5,350	5,350
Waste Water										
Sanitary sewer (miles)	87	87	87	85	80	80	80	80	80	80
Treatment capacity (1000 gallons)	11,100	11,100	11,100	11,100	9,500	9,500	9,500	9,500	9,500	9,500
Lift Stations	6	6	6	6	5	5	5	5	5	5

Source - Respective City Departments

CITY OF EAST MOLINE
United Township High School Operating Statistics
Last Nine Fiscal Years

Fiscal Year End	Expenses*	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2005	\$ 17,756,177	1,846	\$ 9,619	N/A	113	16.34	85.24%
2006	\$ 16,814,070	1,842	\$ 9,128	-5.10%	109	16.90	91.71%
2007	\$ 16,978,156	1,780	\$ 9,538	4.49%	109	16.33	93.62%
2008	\$ 17,160,779	1,781	\$ 9,635	1.02%	110	16.19	89.16%
2009	\$ 18,139,434	1,718	\$ 10,558	9.58%	111	15.48	91.08%
2010	\$ 18,598,584	1,713	\$ 10,857	2.83%	109	15.72	93.07%
2011	\$ 19,129,859	1,664	\$ 11,496	5.89%	106	15.70	96.29%
2012	\$ 19,249,859	1,711	\$ 11,251	-2.13%	102	16.77	97.52%
2013	\$ 18,243,412	1,712	\$ 10,656	-5.29%	97	17.65	90.66%

*Net of TRS On-Behalf payments

N/A - Not available

Source United Township High School

CITY OF EAST MOLINE
East Moline Elementary School District Operating Statistics
Last Nine Fiscal Years

Fiscal Year End	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2005	\$ 20,180,203	2,432	\$ 8,298	N/A	165	14.74	95.10%
2006	\$ 21,078,116	2,436	\$ 8,653	4.28%	153	15.92	95.30%
2007	\$ 21,635,836	2,508	\$ 8,627	-0.30%	159	15.77	95.20%
2008	\$ 24,654,832	2,517	\$ 8,841	2.48%	163	18.3	95.00%
2009	\$ 24,967,180	2,453	\$ 9,468	7.09%	177	16.4	94.90%
2010	\$ 25,972,311	2,529	\$ 10,425	10.11%	178	16.5	94.60%
2011	\$ 27,114,452	2,597	\$ 10,347	-0.75%	171	17.4	94.80%
2012	\$ 28,067,827	2,560	\$ 10,007	-3.29%	177	16.6	95.20%
2013	\$ 28,276,154	2,709	\$ 10,563	5.56%	177	N/A	96.70%

Source East Moline Elementary School District

CITY OF EAST MOLINE
Silvis Elementary School Operating Statistics
Last Nine Fiscal Years

Fiscal Year End	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2005 \$	5,056,542	659	\$ 7,377		43	15.3	94.70%
2006 \$	5,010,102	659	\$ 7,249	-1.74%	43	15.3	95.00%
2007 \$	5,131,026	660	\$ 7,418	2.33%	42	15.7	95.40%
2008 \$	5,266,861	677	\$ 7,600	2.45%	43	15.7	94.60%
2009 \$	6,364,813	671	\$ 8,019	5.51%	45	14.9	94.60%
2010 \$	5,828,580	651	\$ 8,778	9.47%	41	15.9	95.20%
2011 \$	6,239,591	635	\$ 7,788	-11.28%	42	15.1	94.80%
2012 \$	13,891,747	606	\$ 7,939	1.94%	42	14.4	95.20%
2013 \$	12,321,722	617	\$ 7,878	-0.77%	42	14.7	94.90%

Note: Cost per pupil is based on operating expenditures per pupil

Source Silvis Elementary School District

CITY OF EAST MOLINE, ILLINOIS

BUILDING PERMITS AND CONSTRUCTION VALUES Last Ten Fiscal Years

Fiscal Year	Number of Permits														Total Value	Permit Revenue	Contractor Registration
	Building	Curb Cuts	Electrical	Mechanical	Plumbing	Signs	Demolition	Enterprise Zone	Total Permits	Total Value	Permit Revenue	Contractor Registration					
12/31/2013	417	31	82	110	119	6	6	29	800	\$19,845,656	\$93,458	352					
4/30/2013	424	25	121	129	191	8	8	38	944	\$5,312,404	\$92,016	345					
4/30/2012	468	27	131	123	223	13	10	0	995	\$27,318,041	\$87,290	458					
4/30/2011	566	44	112	136	219	8	9	0	1,094	\$21,917,557	\$157,441	398					
4/30/2010	469	42	70	108	187	4	10	49	939	\$19,026,224	\$140,180	385					
4/30/2009	586	32	111	176	203	8	8	0	1,124	\$38,929,843	\$81,834	464					
4/30/2008	611	42	105	144	233	12	11	81	1,239	\$30,357,849	\$116,645	409					
4/30/2007	584	43	133	151	218	19	10	88	1,246	\$10,715,613	\$100,861	424					
4/30/2006	516	36	117	127	208	20	12	20	1,056	\$9,349,836	\$95,393	425					
4/30/2005	600	55	135	157	227	20	18	0	1,212	\$21,419,435	\$138,988	414					

Source - Inspections Department
City of East Moline