

Village of Lansing, Illinois

Annual Financial Report
April 30, 2018

Village of Lansing, Illinois
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Independent Auditor's Report

RSM US LLP

To the Honorable Mayor
and Board of Trustees
Village of Lansing, 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 Village of Lansing, Illinois (the Village), as of and for the year ended April 30, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Lansing, Illinois, as of April 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 3-12), pension and postemployment related information (on pages 74-79), budgetary comparison information (on page 80), and the notes to required supplementary information (on pages 81-83) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying supplementary information, as listed in the table of contents, and the other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The other information as listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

RSM US LLP

Chicago, Illinois
October 10, 2018

VILLAGE OF LANSING, ILLINOIS

Management's Discussion and Analysis April 30, 2018

Our discussion and analysis of the Village of Lansing's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2018.

FINANCIAL HIGHLIGHTS

- During the year, revenues for the governmental activities totaled \$36.2 million while expenses totaled \$37.3 million and net transfers out totaled \$(4.1), resulting in a decrease to net position of \$5.2 million. The Village's net position of business-type activities increased by \$4.0 million.
- The Village's net position totaled \$19.6 million on April 30, 2018, which includes \$77.1 million net investment in capital assets, \$14.9 million subject to external restrictions, and an unrestricted net deficit of \$72.3 million.
- The General Fund reported a loss this year of \$5.0 million, resulting in ending fund balance of \$2.9 million, a decrease of 63.4 percent.

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 13-15) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 16. 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 Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a matter similar to a private-sector business. The government-wide financial statements can be found on pages 13-15 of this report.

The Statement of Net Position reports information on all of the Village's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. A ten year analysis of the Net Position is presented on pages 117-119 under Other Information of the financial statements. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's infrastructure, is needed to assess the overall health of the Village.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, and public works. The business-type activities of the Village include water and sewer operations, and the municipal airport operations.

VILLAGE OF LANSING, ILLINOIS

Management's Discussion and Analysis April 30, 2018

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – continued

The Village includes one separate legal entity in its report. The Lansing Public Library is presented as a discretely presented component unit. Although legally separate, this “component unit” is important because the Village is financially accountable for it. Financial information for the component unit is reported separately from the financial information presented for the primary government itself. Detailed financial statements for the Lansing Public Library can be found on pages 107-112.

Fund Financial Statements

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

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Village maintains fourteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for three major funds: General Fund, TIF Ridge Road and TIF Bernice Road. Data from the other eleven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 16-20 of this report.

Proprietary Funds

The Village maintains two different types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village's two enterprise functions are the water and sewer operations and the municipal airport operations. The Waterworks and Sewerage Fund and the Municipal Airport Fund are considered to be major funds of the Village.

Internal service funds are an accounting device used to accumulate and allocate service costs internally among the Village's various functions. The Village uses the internal service fund to account for health insurance costs to the various departments and component unit.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 21-24 of this report.

VILLAGE OF LANSING, ILLINOIS

**Management's Discussion and Analysis
April 30, 2018**

USING THIS ANNUAL REPORT – Continued

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 25-26 of this report.

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 27-73 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's Pension Funds, the Other Postemployment Healthcare Plan, and General Fund budgetary comparison schedule. Required supplementary information can be found on pages 74-83 of this report. The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 84-112 of this report. Other information such as the schedule of assessed valuations, tax rates, tax extensions and tax collections, schedule of debt service requirements, and other information as listed in the table of contents can be found on pages 113-121 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village, assets/deferred outflows of resources exceeded liabilities/deferred inflows of resources by \$19.6 million. The following table is the condensed Village of Lansing's Statement of Net Position as of April 30, 2018 and 2017.

VILLAGE OF LANSING, ILLINOIS

Management’s Discussion and Analysis
April 30, 2018

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Net Position (In Millions)					
	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and Other Assets	\$ 29.5	\$ 30.6	\$ 6.5	\$ 6.0	\$ 36.0	\$ 36.6
Interfund Balances	1.1	4.8	(1.1)	(4.8)	(0.0)	-
Capital Assets (net)	58.4	55.4	32.0	31.6	90.4	87.0
Total Assets	89.0	90.8	37.3	32.8	126.3	123.6
Deferred Outflows of Resources	15.3	18.1	0.4	0.5	15.7	18.6
Current Liabilities	3.4	3.6	1.4	1.7	4.8	5.3
Noncurrent Liabilities	102.2	103.1	2.5	2.5	104.7	105.6
Total Liabilities	105.6	106.7	3.9	4.2	109.5	110.9
Deferred Inflows of Resources	12.2	10.5	0.6	-	12.8	10.5
Net Position						
Net Investment in Capital Assets	45.8	41.7	31.3	30.8	77.1	72.5
Restricted	14.9	14.3	-	-	14.9	14.3
Unrestricted (Deficit)	(74.2)	(64.3)	1.8	(1.7)	(72.4)	(66.0)
Total Net Position	\$ (13.5)	\$ (8.3)	\$ 33.1	\$ 29.1	\$ 19.6	\$ 20.8

Of the Village’s net position, \$77.1 million reflects its net investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$14.9 million, of the Village’s net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit, \$72.4 million, represents unrestricted net position.

VILLAGE OF LANSING, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2018**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

The following table is the condensed Village of Lansing’s Statement of Activities for the Fiscal Years Ended April 30, 2018 and 2017.

	Net Position (In Millions)					
	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program Revenues:						
Charges for Services	\$ 5.0	\$ 5.0	\$ 7.2	\$ 7.1	\$ 12.1	\$ 12.1
Operating Grants/Contrib.	4.0	5.1	0.3	1.9	4.3	7.0
General Revenues:						
Property Taxes	15.7	11.8	-	-	15.7	11.8
Other Taxes	9.6	10.2	-	-	9.6	10.2
Miscellaneous	1.9	0.7	-	-	1.9	0.7
Transfers In (Out)	(4.1)	(0.2)	4.1	0.2	-	-
Total Revenues	<u>32.0</u>	<u>32.6</u>	<u>11.6</u>	<u>9.2</u>	<u>43.6</u>	<u>41.8</u>
Expenses:						
General Government	6.9	12.0	-	-	6.9	12.0
Public Safety	23.6	23.1	-	-	23.6	23.1
Interest Expense	0.5	0.6	-	-	0.5	0.6
Public Works	6.2	4.0	6.0	6.6	12.2	10.6
Airport	-	-	1.6	1.6	1.6	1.6
Total Expenses	<u>37.2</u>	<u>39.7</u>	<u>7.5</u>	<u>8.2</u>	<u>44.7</u>	<u>47.9</u>
Change in Net Position	(5.2)	(7.1)	4.0	1.0	(1.1)	(6.1)
Net Position - Beginning	<u>(8.3)</u>	<u>(1.2)</u>	<u>29.1</u>	<u>28.1</u>	<u>20.7</u>	<u>26.9</u>
Net Position - Ending	<u>\$ (13.5)</u>	<u>\$ (8.3)</u>	<u>\$ 33.1</u>	<u>\$ 29.1</u>	<u>\$ 19.6</u>	<u>\$ 20.8</u>

The net deficit position of the Village’s governmental activities decreased by \$5.2 million in 2018 in relation to the Village’s net deficit position of \$8.3 million in 2017. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$(74.2) million at April 30, 2018.

Net position of business-type activities increased by \$4.0 million or 13.9 percent to \$33.1 million in 2018 as compared to \$29.1 million in 2017.

Governmental Activities

Revenues for governmental activities totaled \$36.2 million while the cost of all governmental functions and net transfers totaled \$41.4 million. This results in a deficit of \$5.2 million. In 2017, expenses of \$39.7 million exceeded revenues of \$32.6 million, resulting in a deficit of \$7.1 million.

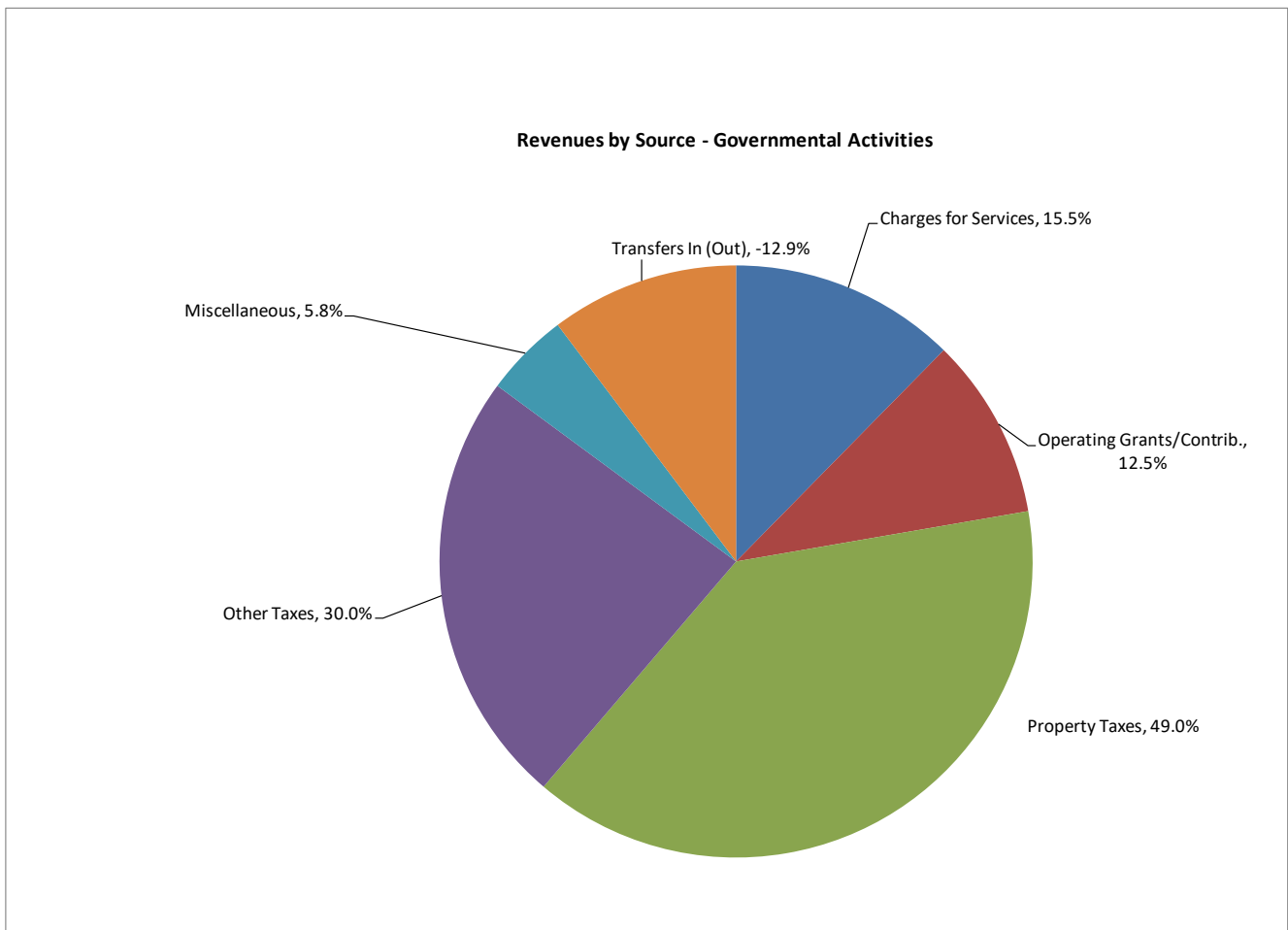
VILLAGE OF LANSING, ILLINOIS

Management’s Discussion and Analysis
April 30, 2018

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – continued

The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property and other taxes to fund governmental activities.



49.0 percent of governmental revenues are funded by property taxes. The Village strives to provide a balance among sources of revenues. Reliance on any single source of revenue subjects the Village to swings in the external environment and puts an undue burden on residents. The Village continues to explore all revenue sources.

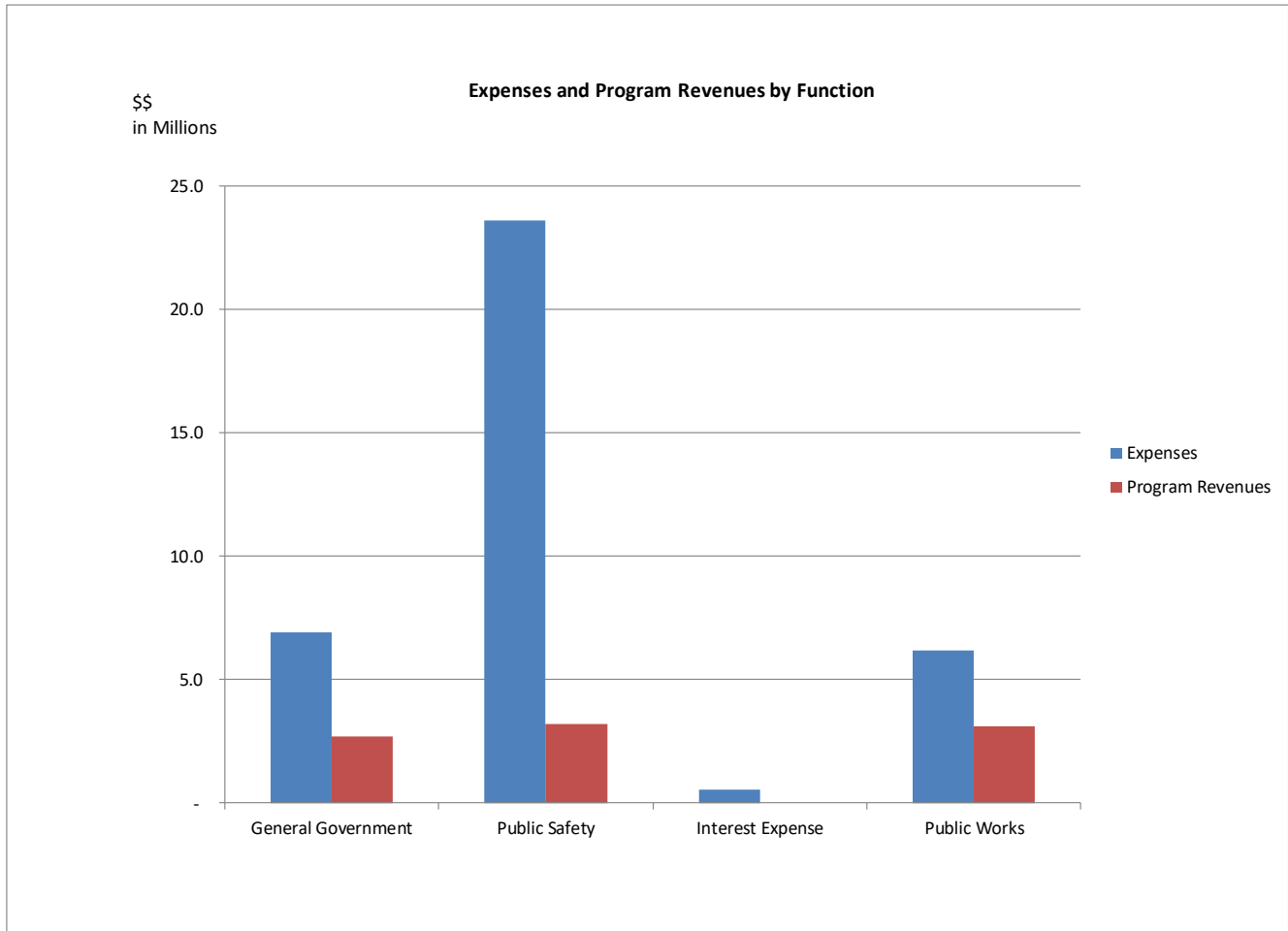
The ‘Expenses and Program Revenues’ Table emphasizes governmental program expenses greatly exceed revenues.

VILLAGE OF LANSING, ILLINOIS

Management’s Discussion and Analysis
April 30, 2018

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – continued



FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS

Business-Type Activities

Business-type activities in 2018 posted total revenues, net of nonoperating income and expenses, of \$11.6 million, while the cost of all business-type activities totaled \$7.5 million. This results in an increase of net position of \$4.0 million. In 2017, revenues of \$9.2 million exceed expenses of \$8.2 million, resulting in a surplus of \$1.0 million.

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

VILLAGE OF LANSING, ILLINOIS

Management's Discussion and Analysis April 30, 2018

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Village's governmental funds reported combined ending fund balances of \$17.8 million, which is \$5.1 million or 22.5 percent lower than last year's total of \$22.9 million. Of the \$17.8 million total, \$5.6 million, or approximately 31.7 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported a decrease in fund balance for the year of \$5.0 million, a decrease of 63.4 percent. A substantial portion of the decrease is attributable to a \$4.1 million transfer to the Airport Fund for forgiveness of interfund loans. The remaining decrease is attributed to decreases in most categories of revenue and increases in expenses. Budgeted expenditures totaled \$32.4 million while actual expenditures totaled \$26.2 million. These variances are further outlined on the General Fund Budgetary Highlights on the pages 84-91.

The General Fund is the chief operating fund of the Village. At April 30, 2018, unassigned fund balance in the General Fund was \$2.7 million, which represents 92.1 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 10.2 percent of total General Fund expenditures.

The TIF Ridge Road Fund reported a decrease in fund balance in the amount of \$5.1 million during fiscal year 2018. The fund serves to spur economic development and revitalization in the historic downtown area. As with many older communities, the Village's downtown business district has opportunities for upgrades while not losing its small town appearance. The Village has focused on the economic development opportunities of the Ridge Road Downtown area in this year. Its 50/50 façade program has met with great acceptance as several major commercial property owners have upgraded and updated their building facade. To compliment these upgrades, the Village updated the streetscape. The development of Fox Pointe, an outdoor venue for community events accounted for capital outlay which is attributable for the \$5.1 million decrease in fund balance.

The TIF Bernice Road Fund reported an increase in fund balance in the amount of \$3.2 million during fiscal year 2018. This tax incremental financing district covers a commercial/industrial area of the Village. A significant amount of the \$523 thousand of the current expenditures was for public works projects within the project area. Of that amount, \$470 thousand was paid as part of a redevelopment agreement for eligible capital improvements in conjunction with the opening of a big box store in the previous year. The Village board approved a \$1.2 million transfer from the TIF West Lansing to TIF Bernice Road to further these improvements.

Proprietary Funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Waterworks and Sewerage Fund as a major proprietary fund. The Waterworks and Sewerage Fund accounts for all of the operations of the municipal water and sewer system. Water is purchased from the City of Hammond, a neighboring community. The current year's charges for service of \$6.3 million decreased by \$31 thousand or 0.45 percent. Operating expenses of \$4.8 million were 12.0 percent lower than the prior year. This resulted in an increase in net position of \$535 thousand. This increase includes \$86 thousand of contributed capital for infrastructure improvements funded primarily by the capital project funds.

The Village intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or deficit due to timing of capital projects. The net position in the Waterworks and Sewerage Fund at April 30, 2018 was \$22.1 million, while the previous fiscal year reported net position of \$21.6 million. Unrestricted net position in the Fund totaled \$2.8 million at April 30, 2018. During the fiscal year, the Village began a \$5.0 million capital project replacing the nearly 10 thousand water meters within the Village.

VILLAGE OF LANSING, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2018**

Proprietary Funds (continued)

The Village reports the Municipal Airport fund as a major proprietary fund. The Municipal Airport Fund accounts for financing and the operations of the Village’s airport. Revenues and nonoperating income exceeded expenditures and nonoperating expenses, which resulted in an increase in net position of \$3.5 million. The net position in the Municipal Airport Fund at April 30, 2018 was \$10.9 million, while the previous fiscal year reported net position of \$7.4 million. Unrestricted net position in the Fund was a deficit of \$1.0 million. The Airport Fund received a \$4.1 million transfer from the General Fund in the form of an interfund loan forgiveness.

The Airport management continues to address operational issues to strengthen the financial viability of the Airport. The Airport reported \$201 thousand of capital contributions which represents runway improvements funded by aviation grants.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund actual revenues were lower than final budgeted revenues by \$1.8 million in the current year and lower than budgeted revenues by \$1.3 million in the prior year. In 2018, the lower than anticipated revenue was a direct result of lower taxes. The most significant reduction was in property taxes revenues which were \$1.0 million lower than budgeted. In 2018, actual General Fund expenditures were lower than final budgeted expenditures by \$6.2 million and lower than budgeted expenditures by \$7.4 million in 2017. There was a \$5.0 million net decrease in the fund balance during the current year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village’s investment in capital assets for its governmental and business-type activities as of April 30, 2018 and 2017 amounts to \$90.0 million and \$86.7 million, net of depreciation, respectively. This investment in capital assets includes land and improvements, buildings and improvements, machinery and equipment, streets, sidewalks, storm sewers, manholes, hydrants, valves, streetlights, the water distribution system and the airport operations system. The Village has elected to depreciate these assets over their useful lives.

	Capital Assets - Net of Depreciation (In Millions)					
	Governmental		Business-Type		Total	
	Activities		Activities			
	2018	2017	2018	2017	2018	2017
Land	\$ 10.2	\$ 10.2	\$ -	\$ 10.0	\$ 10.2	\$ 20.2
Construction in Progress	6.4	1.7	-	1.2	6.4	2.9
Land Improvements	2.1	2.1	-	-	2.1	2.1
Buildings	6.8	6.8	-	-	6.8	6.8
Equipment	2.2	2.5	-	-	2.2	2.5
Infrastructure	30.3	31.7	-	-	30.3	31.7
Waterworks and Sewerage System	-	-	19.4	15.4	19.4	15.4
Municipal Airport System	-	-	12.6	5.0	12.6	5.0
	\$ 58.1	\$ 55.0	\$ 32.0	\$ 31.6	\$ 90.0	\$ 86.6

VILLAGE OF LANSING, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2018**

CAPITAL ASSETS AND DEBT ADMINISTRATION

This year’s major additions include:

Governmental Construction	\$	5.8
Waterworks and Sewerage Construction		1.6
Waterworks and Sewerage System		1.2
	\$	<u>8.6</u>

Additional information on the Village’s capital assets can be found in Note 4 on pages 39-41 of this report.

Debt Administration

At year-end, the Village had total outstanding debt of \$105.1 million as compared to \$105.4 million in the previous year. The following is a comparative statement of outstanding debt:

	Long - Term Debt Outstanding (In Millions)					
	Governmental		Business-type		Total	
	Activities	Activities	Activities	Activities	2018	2017
	2017	2017	2018	2017	2018	2017
General Obligation Bonds	\$ 11.5	\$ 12.4	\$ 0.6	\$ 0.8	\$ 12.1	\$ 13.2
Unamortized Bond Discount/Premium	0.4	0.5	-	-	0.4	0.5
Installment Notes Payable	0.4	0.6	0.1	0.1	0.5	0.7
IEPA Loan Payable	-	-	1.2	-	1.2	-
Compensated Absences	1.4	1.4	0.1	0.1	1.5	1.5
Net Pension Liability	78.2	78.6	0.6	1.6	78.8	80.2
Other Post Emp. Benefits	10.6	9.3	-	-	10.6	9.3
	<u>\$ 102.5</u>	<u>\$ 102.8</u>	<u>\$ 2.6</u>	<u>\$ 2.6</u>	<u>\$ 105.1</u>	<u>\$ 105.4</u>

Additional information on the Village’s long-term debt can be found in Note 5 on pages 41-45 of this report.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES

The Village’s elected and appointed officials considered many factors when setting the fiscal-year 2019 budget, including tax rates, and fees that will be charged for its various activities. One of those factors is the economy. Fiscal year 2010 saw a major decline in several revenues including income tax, sales tax and building permits. This decline continued in Fiscal 2011. Subsequent years have shown recovery in some areas but further declines in others. These factors were taken into account when adopting the General Fund budget for fiscal 2019. The General Fund budgeted expenditures of \$32.7 million after transfers is an decrease of 2.1 percent over the 2018 budget. Revenues for 2019 are budgeted at \$27.3 million, a 1.7 percent decrease over the 2018 budget. The Village approves an operating budget for expenditures which is approximately 80 percent of its legal appropriation budget. For fiscal year 2019 the General Fund operating budget expenditures is \$27.3 million. The Village’s push for economic development in recent years is beginning to see a reverse in declining sales tax revenues and property values.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Treasurer, Village of Lansing, 3141 Ridge Road, Lansing, IL 60438.

Village of Lansing, Illinois

Statement of Net Position (Deficit)
April 30, 2018

	Governmental Activities	Business-Type Activities	Total	Component Unit Public Library
Assets				
Current:				
Cash and cash equivalents	\$ 16,500,146	\$ 4,618,789	\$ 21,118,935	\$ 3,333,123
Receivables:				
Property taxes	9,135,395	-	9,135,395	1,210,694
Intergovernmental	798,117	18,362	816,479	-
Accounts, customers	2,668,590	1,722,140	4,390,730	-
Prepaid items	351,883	97,942	449,825	37,424
Interfund balances	1,147,683	(1,147,683)	-	-
Total current assets	30,601,814	5,309,550	35,911,364	4,581,241
Noncurrent:				
Due to / Advance to fiduciary funds	18,808	-	18,808	-
Property held for resale	373,639	-	373,639	-
Capital assets, not being depreciated	16,665,361	11,753,208	28,418,569	-
Capital assets, net of accumulated depreciation	41,391,529	20,219,060	61,610,589	3,015,658
Total noncurrent assets	58,449,337	31,972,268	90,421,605	3,015,658
Total assets	89,051,151	37,281,818	126,332,969	7,596,899
Deferred Outflows of Resources				
Deferred loss on refunding	129,865	-	129,865	-
Pension actuarial adjustments	15,136,451	388,992	15,525,443	173,113
Total deferred outflows of resources	15,266,316	388,992	15,655,308	173,113
Total assets and deferred outflows of resources	104,317,467	37,670,810	141,988,277	7,770,012

Village of Lansing, Illinois

Statement of Net Position (Deficit) (Continued)
April 30, 2018

	Governmental Activities	Business-Type Activities	Total	Component Unit Public Library
Liabilities				
Current:				
Accounts payable	\$ 1,598,830	\$ 467,311	\$ 2,066,141	\$ 105,905
Accrued payroll	280,434	49,512	329,946	27,800
Accrued interest	91,395	6,785	98,180	4,333
Other payables	453,797	149,814	603,611	-
Refundable deposits	153,853	578,500	732,353	-
General obligation bonds	915,000	155,000	1,070,000	160,000
Installment notes payable	228,663	23,220	251,883	-
Compensated absences	40,678	-	40,678	91,242
Total current liabilities	3,762,650	1,430,142	5,192,792	389,280
Noncurrent:				
General obligation bonds, net	11,019,516	451,000	11,470,516	513,131
Installment notes payable	187,799	38,894	226,693	-
IEPA loan payable	-	1,219,195	1,219,195	-
Claims payable	352,706	75,672	428,378	7,767
Net pension liability	78,163,907	624,918	78,788,825	298,812
Due from / Advance from fiduciary funds	142,819	-	142,819	-
Other postemployment benefits	10,568,328	-	10,568,328	-
Compensated absences	1,380,179	108,980	1,489,159	-
Total noncurrent liabilities	101,815,254	2,518,659	104,333,913	819,710
Total liabilities	105,577,904	3,948,801	109,526,705	1,208,990
Deferred Inflows of Resources				
Deferred property taxes	8,352,470	-	8,352,470	1,174,005
Pension actuarial adjustments	3,869,014	609,050	4,478,064	319,770
Total deferred inflows of resources	12,221,484	609,050	12,830,534	1,493,775
Net Position (Deficit)				
Net investment in capital assets	45,835,777	31,304,154	77,139,931	2,342,527
Restricted:				
Street and bridge improvements	751,825	-	751,825	-
IMRF / FICA	742,778	-	742,778	-
Public safety	906,334	-	906,334	-
Capital projects	10,077,887	-	10,077,887	-
Debt service	2,395,910	-	2,395,910	-
Unrestricted (deficit)	(74,192,432)	1,808,805	(72,383,627)	2,724,720
Total net position (deficit)	\$ (13,481,921)	\$ 33,112,959	\$ 19,631,038	\$ 5,067,247

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Activities
Year Ended April 30, 2018

Functions/Programs	Program Revenues		Net (Expense), Revenue and Changes in Net Position			Component Unit Public Library	
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities		Total
Primary government:							
Governmental activities							
General government	\$ 6,896,048	\$ -	\$ 2,712,301	\$ (4,183,747)	\$ -	\$ (4,183,747)	\$ -
Public safety	23,672,412	2,587,103	633,187	(20,452,122)	-	(20,452,122)	-
Public works	6,168,143	2,389,610	723,376	(3,055,157)	-	(3,055,157)	-
Interest and fees	532,851	-	-	(532,851)	-	(532,851)	-
Total governmental activities	<u>37,269,454</u>	<u>4,976,713</u>	<u>4,068,864</u>	<u>(28,223,877)</u>	<u>-</u>	<u>(28,223,877)</u>	<u>-</u>
Business-type activities							
Waterworks and sewerage	5,985,920	6,479,195	86,471	-	579,746	579,746	-
Municipal airport	1,561,165	681,063	201,966	-	(678,136)	(678,136)	-
Total business-type activities	<u>7,547,085</u>	<u>7,160,258</u>	<u>288,437</u>	<u>-</u>	<u>(98,390)</u>	<u>(98,390)</u>	<u>-</u>
Total primary government	<u>\$ 44,816,539</u>	<u>\$ 12,136,971</u>	<u>\$ 4,357,301</u>	<u>(28,223,877)</u>	<u>(98,390)</u>	<u>(28,322,267)</u>	<u>-</u>
Component unit:							
Public Library	<u>\$ 1,951,534</u>	<u>\$ 68,757</u>	<u>\$ 21,997</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,860,780)</u>
General revenues							
Taxes:							
Property				15,737,422	-	15,737,422	2,406,657
Sales				6,035,441	-	6,035,441	-
Utility				1,445,461	-	1,445,461	-
Replacement				183,941	-	183,941	-
Motel				774,772	-	774,772	-
Other				1,179,271	-	1,179,271	-
Investment income				38,405	-	38,405	9,407
Miscellaneous				1,822,518	-	1,822,518	4,391
Transfers in				5,619,926	4,138,069	9,757,995	-
Transfers (out)				(9,757,995)	-	(9,757,995)	-
Total general revenues and transfers				<u>23,079,162</u>	<u>4,138,069</u>	<u>27,217,231</u>	<u>2,420,455</u>
Change in net position				(5,144,715)	4,039,679	(1,105,036)	559,675
Net position (deficit), May 1, 2017				<u>(8,337,206)</u>	<u>29,073,280</u>	<u>20,736,074</u>	<u>4,507,572</u>
Net position (deficit), April 30, 2018				<u>\$ (13,481,921)</u>	<u>\$ 33,112,959</u>	<u>\$ 19,631,038</u>	<u>\$ 5,067,247</u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Balance Sheet - Governmental Funds
April 30, 2018

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	TIF Ridge Road	TIF Bernice Road		
Assets					
Cash and cash equivalents	\$ 1,949,272	\$ 3,020,126	\$ 3,120,746	\$ 7,133,285	\$ 15,223,429
Receivables					
Property taxes	4,038,460	1,019,211	981,659	3,096,065	9,135,395
Intergovernmental	630,174	-	-	167,943	798,117
Accounts, net	2,668,590	-	-	-	2,668,590
Due from other funds	41,297	515,265	-	201,796	758,358
Advance to other funds	196,655	714,395	-	751,819	1,662,869
Property held for resale	14,912	101,018	4,409	253,300	373,639
Prepaid items	296,089	-	-	-	296,089
Other	-	-	-	54,662	54,662
Total assets	\$ 9,835,449	\$ 5,370,015	\$ 4,106,814	\$ 11,658,870	\$ 30,971,148
Liabilities					
Accounts payable	\$ 666,835	\$ 83,871	\$ 163,323	\$ 326,666	\$ 1,240,695
Accrued payroll	256,838	677	450	22,469	280,434
Refundable deposits	153,853	-	-	-	153,853
Other	53,936	394,554	-	5,307	453,797
Due to other funds	204,759	-	-	39,039	243,798
Advance from other funds	957,102	-	-	196,655	1,153,757
Total liabilities	2,293,323	479,102	163,773	590,136	3,526,334
Deferred Inflows of Resources					
Deferred property taxes	3,925,289	1,001,219	968,627	3,071,946	8,967,081
Deferred intergovernmental revenue	720,929	-	-	-	720,929
Total deferred inflows of resources	4,646,218	1,001,219	968,627	3,071,946	9,688,010
Fund Balances					
Nonspendable for advances	196,655	-	-	-	196,655
Nonspendable for property held for resale	14,912	-	4,409	-	19,321
Restricted	18,247	3,889,694	2,970,005	7,996,788	14,874,734
Unassigned	2,666,094	-	-	-	2,666,094
Total fund balances	2,895,908	3,889,694	2,974,414	7,996,788	17,756,804
Total liabilities, deferred inflows of resources and fund balances	\$ 9,835,449	\$ 5,370,015	\$ 4,106,814	\$ 11,658,870	\$ 30,971,148

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position
April 30, 2018

Total fund balances-governmental funds	\$ 17,756,804
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	58,056,890
State revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements.	720,929
Property tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements up to one half of the levied amount.	614,611
Deferred outflows and deferred inflows of resources related to pensions, which will be recognized as an increase or reduction to pension expense in future reporting periods:	
Deferred outflows due to pensions	15,136,451
Deferred inflows due to pensions	(3,869,014)
Discount on bonds that are other financing uses in the fund financial statements are an asset that is amortized over the life of the bonds and is netted with general obligation bonds in the government-wide financial statements.	56,463
Premiums on bonds that are an other financing source in the fund financial statements are a liability that is amortized over the life of the bonds and netted with the general obligation bonds in the government-wide financial statements.	(501,979)
Deferred losses on refundings that are other financing uses in the fund financial statements are deferred outflows of resources that are amortized over the life of the bonds in the government-wide financial statements.	129,865
The pension liability related to the IMRF, police, and firefighters' pension plans are recorded on the Statement of Net Position, but not recorded in the funds:	
Net pension liability - Police Pension Plan	(60,190,077)
Net pension liability - Firefighters' Pension Plan	(16,795,280)
Net pension liability - IMRF	(1,178,550)
Some liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
General obligation bonds	(11,489,000)
Installment notes payable	(416,462)
Accrued interest	(91,395)
Claims payable	(352,706)
Other postemployment benefits	(10,568,328)
Compensated absences	(1,420,857)
An internal service fund is used by management to charge the costs of insurance. A portion of the assets and liabilities are included in the governmental activities in the statement of net position.	919,714
Net position (deficit) of governmental activities	<u>\$ (13,481,921)</u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances –
 Governmental Funds
 Year Ended April 30, 2018

	Major funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	TIF Ridge Road	TIF Bernice Road		
Revenues:					
Program:					
Charges for services	\$ 3,177,145	\$ -	\$ -	\$ -	\$ 3,177,145
Licenses and permits	843,495	-	-	-	843,495
Intergovernmental	3,411,149	-	-	1,011,068	4,422,217
Fines and forfeitures	956,073	-	-	345,495	1,301,568
General:					
Property taxes	7,955,283	1,365,645	2,492,156	3,608,963	15,422,047
Other taxes	9,295,945	-	-	-	9,295,945
Interest	19,145	15,482	-	22,623	57,250
Sale of equipment	-	-	-	18,475	18,475
Miscellaneous	723,331	-	-	606,421	1,329,752
Total revenues	26,381,566	1,381,127	2,492,156	5,613,045	35,867,894
Expenditures:					
Current:					
General government	4,008,794	52,184	54,053	937,321	5,052,352
Public safety	18,202,529	-	-	306,832	18,509,361
Public works	3,449,086	-	-	132,923	3,582,009
Capital outlay	543,067	6,390,161	469,680	686,643	8,089,551
Debt service:					
Principal	-	-	-	1,213,984	1,213,984
Interest and fees	-	-	-	613,847	613,847
Total expenditures	26,203,476	6,442,345	523,733	3,891,550	37,061,104
Excess (deficiency) of revenues over (under) expenditures	178,090	(5,061,218)	1,968,423	1,721,495	(1,193,210)
Other financing sources (uses):					
Transfers in	-	-	1,200,000	4,419,926	5,619,926
Transfers (out)	(5,204,907)	-	-	(4,553,088)	(9,757,995)
Capital lease proceeds	-	-	-	180,866	180,866
Total other financing sources (uses)	(5,204,907)	-	1,200,000	47,704	(3,957,203)
Change in fund balances	(5,026,817)	(5,061,218)	3,168,423	1,769,199	(5,150,413)
Fund balances (deficit):					
May 1, 2017	7,922,725	8,950,912	(194,009)	6,227,589	22,907,217
April 30, 2018	\$ 2,895,908	\$ 3,889,694	\$ 2,974,414	\$ 7,996,788	\$ 17,756,804

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended April 30, 2018**

Net change in fund balances-total governmental funds \$ (5,150,413)

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

Governmental funds report capital outlays as expenditures while
governmental activities report depreciation expense to allocate
those expenditures over the lives of the assets.

Capital outlay	6,251,559
Depreciation	(3,137,064)

Loss on disposal of capital assets	(108,373)
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Items related to pension expense and revenue are reported as deferred inflows
and deferred outflows on the government-wide financial statements, but not on the
fund financial statements:

Deferred outflows of resources related to pension expense	(2,761,551)
Deferred inflows of resources related to pension expense	(1,400,868)

State revenues that are deferred in the fund financial statements because
they are not available but are recognized in the government-wide
financial statements.

Prior year deferred balance	(1,108,668)
Current year deferred balance	720,929

Property tax revenues that are deferred in the fund financial statements because
they are not available but are recognized up to one half of the levy in the
government-wide financial statements.

Prior year deferred balance	(299,236)
Current year deferred balance	614,611

Repayment of principal on long-term debt is an expenditure in the governmental funds
but reduces the liability in the Statement of Net Position.

Payment of principal on bonds	880,000
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Repayment of principal on long-term note payable is an expenditure in the governmental
funds but reduces the liability in the Statement of Net Position.

Payment of principal on lease	333,984
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(Continued)

Village of Lansing, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities (Continued)
Year Ended April 30, 2018

Long-term debt issued is recorded as an other financing source in the fund financial statements, but is recorded as a liability in the Statement of Activities	
Issuance of notes payable	(180,866)
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. These activities consist of:	
Change in net pension liability	440,840
Change in accrued interest	5,739
Change in claims payable	473,743
Change in other postemployment benefits	(1,240,944)
Change in compensated absences	(20,672)
Amortization of bond discount	(6,377)
Amortization of bond premium	103,858
Amortization of deferred loss on refunding	(22,224)
A portion of the net revenue of the internal service fund is reported with governmental activities.	<u>467,278</u>
Change in net position of governmental activities	<u>\$ (5,144,715)</u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Net Position
Enterprise Funds
April 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental
	Municipal Airport	Waterworks and Sewerage	Total	Internal Service Fund
Assets				
Current Assets				
Cash and cash equivalents	\$ 26,225	\$ 4,487,490	\$ 4,513,715	\$ 1,486,844
Receivables, Accounts:				
Customers, net of allowance for doubtful accounts	6,134	1,102,562	1,108,696	-
Unbilled services	-	613,444	613,444	-
Intergovernmental	18,362	-	18,362	-
Prepaid assets	39,548	58,302	97,850	1,318
Total current assets	<u>90,269</u>	<u>6,261,798</u>	<u>6,352,067</u>	<u>1,488,162</u>
Capital Assets				
Land and improvements	7,888,445	2,070,178	9,958,623	-
Construction in process	-	1,794,585	1,794,585	-
Municipal airport system	17,575,237	-	17,575,237	-
Waterworks and sewerage system	-	44,106,181	44,106,181	-
	<u>25,463,682</u>	<u>47,970,944</u>	<u>73,434,626</u>	<u>-</u>
Less accumulated depreciation	12,869,203	28,593,155	41,462,358	-
Net capital assets	<u>12,594,479</u>	<u>19,377,789</u>	<u>31,972,268</u>	<u>-</u>
Advances from other funds	-	233,251	233,251	-
Total assets	<u>12,684,748</u>	<u>25,872,838</u>	<u>38,557,586</u>	<u>1,488,162</u>
Deferred Outflows of Resources				
Pension actuarial adjustments	9,007	379,985	388,992	-
Liabilities				
Current Liabilities				
Accounts payable	18,847	448,464	467,311	417,078
Claims payable	-	46,198	46,198	-
Accrued payroll	14,990	34,522	49,512	-
Accrued interest	6,785	-	6,785	-
Other	-	149,814	149,814	-
Deposits	24,225	554,275	578,500	-
Due to other funds	-	515,265	515,265	-
General obligation bond payable	155,000	-	155,000	-
Installment note payable	23,220	-	23,220	-
Total current liabilities	<u>243,067</u>	<u>1,748,538</u>	<u>1,991,605</u>	<u>417,078</u>
Noncurrent Liabilities				
General obligation bond payable	451,000	-	451,000	-
Installment note payable	38,894	1,219,195	1,258,089	-
Advance from other funds	865,669	-	865,669	-
Net pension liability	91,086	533,832	624,918	-
Compensated absences	-	108,980	108,980	-
Total liabilities	<u>1,689,716</u>	<u>3,610,545</u>	<u>5,300,261</u>	<u>417,078</u>
Deferred Inflows of Resources				
Pension actuarial adjustments	109,849	499,201	609,050	-
Net Position				
Net investment in capital assets	11,926,365	19,377,789	31,304,154	-
Unrestricted	(1,032,175)	2,765,288	1,733,113	1,071,084
Total net position	<u>\$ 10,894,190</u>	<u>\$ 22,143,077</u>	<u>33,037,267</u>	<u>\$ 1,071,084</u>
Adjustment to reflect the consolidation of internal service fund activity related to enterprise funds.			75,692	
Net position of business-type activities reported in the government-wide statement of net position.			<u>\$ 33,112,959</u>	

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Revenues, Expenses and
Changes in Net Position
Enterprise Funds
Year Ended April 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental
	Municipal Airport	Waterworks and Sewerage	Total	Internal Service Fund
Operating revenues:				
Municipal airport fees and charges	\$ 660,017	\$ -	\$ 660,017	\$ -
Water sales and sewer charges	-	6,250,391	6,250,391	-
Other fees	-	170,251	170,251	-
Other	3,300	607	3,907	4,154,526
Total operating revenues	663,317	6,421,249	7,084,566	4,154,526
Operating expenses, other than depreciation	864,570	4,823,060	5,687,630	3,604,883
Operating (loss) income before depreciation	(201,253)	1,598,189	1,396,936	549,643
Depreciation	643,668	1,148,936	1,792,604	-
Operating (loss) income	(844,921)	449,253	(395,668)	549,643
Nonoperating income (expense):				
Interest (expense)	(35,181)	-	(35,181)	-
Capital contributions	201,966	86,471	288,437	-
Transfers in	4,138,069	-	4,138,069	-
Total nonoperating income (expense)	4,304,854	86,471	4,391,325	-
Change in net position	3,459,933	535,724	3,995,657	549,643
Net position				
May 1, 2017	7,434,257	21,607,353	29,041,610	521,441
April 30, 2018	<u>\$ 10,894,190</u>	<u>\$ 22,143,077</u>	33,037,267	<u>\$ 1,071,084</u>
Adjustment to reflect the consolidation of internal service fund activity related to enterprise funds.			44,022	
Change in net position of business-type activities reported in the government-wide statement of activities.			<u>\$ 4,039,679</u>	

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Cash Flows – Enterprise Funds
Year Ended April 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental
	Municipal Airport	Waterworks and Sewerage	Total	Internal Service Fund
Cash Flows from Operating Activities				
Received from residents for services	\$ 738,421	\$ 6,186,862	\$ 6,925,283	\$ -
Received from interfund services provided	-	-	-	(155,002)
Payments to employees	(259,648)	(801,213)	(1,060,861)	-
Payments to suppliers	(719,498)	(4,564,671)	(5,284,169)	-
Net cash (used in) provided by operating activities	(240,725)	820,978	580,253	(155,002)
Cash Flows from Noncapital Financing Activities				
Decrease in due to other funds	(3,662,845)	-	(3,662,845)	-
Transfers in	4,138,069	-	4,138,069	-
Transfers out	-	-	-	-
Net cash provided by noncapital financing activities	475,224	-	475,224	-
Cash Flows from Capital and Related Financing Activities				
Capital assets purchased	(54,360)	(1,826,420)	(1,880,780)	-
Loss on disposal of capital assets	26,494	-	26,494	-
Capital outlay	-	-	-	-
Principal paid on general obligation bonds	(145,000)	-	(145,000)	-
Principal paid on installment note payable	(24,726)	1,219,195	1,194,469	-
Interest paid	(35,181)	-	(35,181)	-
Net cash used in capital and related financing activities	(232,773)	(607,225)	(839,998)	-
Net change in cash and cash equivalents	1,726	213,753	215,479	(155,002)
Cash and cash equivalents:				
May 1, 2017	24,500	4,273,738	4,298,238	1,224,768
April 30, 2018	\$ 26,226	\$ 4,487,491	\$ 4,513,717	\$ 1,069,766
Supplemental schedule of noncash capital and related financing activities				
Capital contribution of equipment	\$ 201,966	\$ 86,471	\$ 288,437	\$ -

(Continued)

Village of Lansing, Illinois

Statement of Cash Flows – Enterprise Funds (Continued)
Year Ended April 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental
	Municipal Airport	Waterworks and Sewerage	Total	Internal Service Fund
Reconciliation of operating loss (income) to net cash (used in) provided by operating activities:				
Operating (loss) income	\$ (844,921)	\$ 449,253	\$ (395,668)	\$ 549,643
Adjustments to reconcile operating loss (income) to net cash (used in) provided by operating activities:				
Depreciation	643,668	1,148,936	1,792,604	-
Changes in assets and liabilities:				
Accounts receivable	63,678	(264,072)	(200,394)	-
Prepaid assets	(1,062)	(4,875)	(5,937)	(1,318)
Accounts payable	(80,425)	(401,545)	(481,970)	-
Claims payable	-	(53,290)	(53,290)	(703,327)
Accrued payroll	7,759	8,573	16,332	-
Accrued interest	(3,286)	-	(3,286)	-
Other liability	-	149,814	149,814	-
Deposits	11,426	29,685	41,111	-
Compensated absences payable	(21,104)	13,283	(7,821)	-
Deferred outflows of pension contributions	(16,458)	(254,784)	(271,242)	-
Total adjustments	604,196	371,725	975,921	(704,645)
Net cash (used in) provided by operating activities	\$ (240,725)	\$ 820,978	\$ 580,253	\$ (155,002)

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Fiduciary Net Position
 Fiduciary Funds
 April 30, 2018

	Pension Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 6,279,456	\$ 83,334
Investments:		
Certificates of deposit	3,288,000	-
U.S. government agencies	2,421,161	-
Corporate bonds	10,268,814	-
Mutual funds	16,598,213	-
Insurance contracts	9,714,306	-
Receivables:		
Accrued interest	127,333	-
Other	-	19,513
Due from other funds	2,963	-
Advance to other funds	-	142,819
Total assets	48,700,246	245,666
Liabilities		
Accounts payable	2,060	226,153
Due to other funds	2,258	-
Advance from other funds	-	19,513
Total liabilities	4,318	245,666
Net Position		
Restricted for pensions	\$ 48,695,928	\$ -

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Changes in Fiduciary Net Position
Pension Trust Funds
Year Ended April 30, 2018

Additions:

Contributions:

Employer	\$ 5,324,566
Plan member	<u>862,621</u>
Total contributions	<u><u>6,187,187</u></u>

Investment income (expense):

Net appreciation in fair value	452,557
Interest	1,333,629
Less investment expenses	<u>(183,247)</u>
Total investment income (expense)	<u><u>1,602,939</u></u>

Total additions 7,790,126

Deductions:

Benefits and refunds	4,888,327
Administrative expenses	<u>91,723</u>
Total deductions	<u><u>4,980,050</u></u>

Change in net position 2,810,076

Net position restricted for pensions:

May 1, 2017	<u>45,885,852</u>
April 30, 2018	<u><u>\$ 48,695,928</u></u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies

Nature of Activities

The Village of Lansing, Illinois (Village) provides various municipal services to its residents. These services include police protection, fire protection, paramedic services, municipal airport operations, water and sewer systems, public works operations, road and bridge maintenance and general administration.

The Village is a Home Rule unit under the Home Rule provision of the Illinois State Constitution.

The accounting policies of the Village conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

Financial Reporting Entity

As defined by generally accepted accounting principles (GAAP) established by GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- (2) Fiscal dependency on the primary government and the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Financial benefit or financial burden is created if any one of the following relationships exists:

- (1) The primary government is legally entitled to or has access to the component unit's resources.
- (2) The primary government is legally required or has assumed the obligation to finance the deficits of, or provide support to, the component unit.
- (3) The primary government is obligated in some manner for the other component unit's debt.

The accompanying financial statements present the Village (the primary government) and the Lansing Public Library, its component unit. The financial data of the component unit is included in the Village's reporting entity because of the significance of its operational or financial relationship with the Village.

The Lansing Public Library provides library services to the residents of the Village of Lansing, but is governed by a board which is separately elected by the public. Financial data of the Library has been discretely presented in the component unit column in the general purpose financial statements to emphasize that it is legally separate from the Village. Separate financial statements of the Library are not prepared. The Library follows the same accounting policies as the Village.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements

Government-Wide Financial Statements: The government-wide Statement of Net Position and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double-counting of internal activities of the Village. However, interfund services provided and used, as provided by internal service funds, are not eliminated in the process of consolidation. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e., general government, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor governmental funds.

The Village administers the following major governmental funds:

General Fund – This is the Village'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 services which are administered by the Village and accounted for in the General Fund include general government, public safety and public works.

TIF Ridge Road Fund – This capital projects fund is used to account for resources used for the acquisition or construction of major capital facilities within the Ridge Road economic development area.

TIF Bernice Road Fund – This capital projects fund is used to account for resources used for the acquisition or construction of major capital facilities within the Bernice Road economic development area.

The Village administers the following major proprietary funds:

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

Municipal Airport Fund – This enterprise fund accounts for the financing and operation of the Village's airport.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

The Village administers the following internal service fund:

Self Insurance Fund – The Self Insurance Fund accounts for the costs of the self-insured medical and dental plan offered to other department's funds or component units of the Village. Administration of the plan is provided by an independent administrator. The financial statements of the internal service fund are consolidated into the governmental, business-type and component unit columns on the government-wide financial statements.

Additionally, the Village administers fiduciary (pension trust) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees and agency funds, which account for assets held as custodian or agent for others.

Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, except for agency funds which have no measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, state shared revenues and various state, federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, state shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds 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 Village considers revenues to be available if they are collected within approximately 60 days of the end of the current fiscal year.

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

The accrual basis of accounting is utilized by the enterprise and fiduciary funds. Under this method, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. Earned but unbilled services in the enterprise fund are accrued and reported in the financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits and all highly liquid investments with an original maturity of three months or less when purchased.

Investments

Investments are reported at fair value. Fair value is based on quoted market prices, except for insurance contracts which are carried at contract value which approximates fair value.

Interfund Receivables, Payables and Activity

The Village has the following types of transactions between funds:

Loans—amounts provided with a requirement for repayment. Interfund loans for short-term borrowing are reported as due from other funds in lender funds and due to other funds in borrower funds. Interfund loans for long-term borrowings are reported as advances to other funds in lender funds and advances from other funds in borrower funds. Amounts are reported as internal balances in the government-wide statement of net assets.

Reimbursements—repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers—flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Amounts are recorded as expenditures/expenses using the consumption method.

Capital Assets

Capital assets which include land and land improvements, streets, buildings, storm sewers, sanitary sewers, water mains, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Equipment, building, and infrastructure capital assets are defined as assets with an initial, individual cost of more than \$5,000, \$25,000, and \$50,000, respectively, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation. For the year ended April 30, 2018, the Village received contributed capital consisting of municipal airport and waterworks and sewerage systems of \$201,966 and \$86,471, respectively, in the proprietary funds. Contributed capital represents the value of assets received by an enterprise fund which were paid for by a governmental fund or another governmental agency.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

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

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position and is provided on the straight-line basis over the following estimated useful lives:

	<u>Estimated Useful Lives</u>
Land improvements	20 years
Buildings	30 years
Equipment	5 - 10 years
Infrastructure	10 - 40 years
Waterworks and sewerage system	30 - 60 years
Municipal airport system	10 years

Gains or losses from sales or retirements of capital assets are included in the operations on the Statement of Activities.

Property Held for Resale

The Village has acquired property within the Village limits that it intends to resell. The property is recorded at the lower of cost to acquire the property or the current market value less costs to sell.

Deferred Inflows or Deferred Outflows of Resources and Unearned Revenue

Deferred inflows of resources are the acquisition of net position or fund balance that is applicable to future reporting periods. Property taxes that are received or recorded as receivables prior to the period the levy is intended to finance are recorded as deferred inflows of resources on both the fund financial statements and government-wide financial statements. Potential grant revenue is recorded as deferred inflows of resources on the fund financial statements when it has not yet met both the "measurable" and "available" criteria for recognition in the current period.

Deferred outflows of resources are the consumption of net position that is applicable to future reporting periods. The net difference between projected and actual earnings on pension plan investments, changes in proportion and differences between employer contributions and proportionate share of contributions, as well as pension payments made subsequent to the pension liability measurement date are reported as deferred outflows or inflows of resources on the government-wide financial statements. See Note 6 for pension related disclosures.

Unearned revenues arise when resources are received by the Village before it has a legal claim to them, In subsequent periods, when revenue recognition criteria are met or when the Village has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Compensated Absences

Certain Village employees accumulate vacation and sick hours, and compensatory time for subsequent use or for payment upon termination, death or retirement. All accrued vacation, sick pay, and compensatory time is recognized as an expense and as a liability of the enterprise funds at the time the liability is incurred. Governmental fund types record accumulated vacation, sick pay, and compensatory time as an expenditure in the current year to the extent it is paid or is expected to be paid with available financial resources; otherwise, the General Fund is typically used to liquidate these liabilities.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Deferred losses on refundings are amortized over the life of the bonds and are reported as deferred outflows of resources in the Statement of Net Position. Debt issuance costs are reported as expenses in the period incurred.

In the fund financial statements, 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.

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year. For other long-term obligations, only that portion expected to be financed with available financial resources are reported as a fund liability of a governmental fund.

Net Position

In the government-wide and proprietary fund financial statements, net position is displayed in these components, as follows:

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets, and the associated deferred outflows of resources.

Restricted net position, if applicable, result when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position that do not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Fund Balances

Within the governmental fund types, the Village's fund balances are reported in one of the following classifications:

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

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Village's highest level of decision-making authority rests with the Village's Board of Trustees. The Village passes formal resolutions to commit its fund balances. At April 30, 2018, the Village has no committed fund balances.

Assigned – includes amounts that are constrained by the Village's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Board of Trustees itself; or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village's Board of Trustees has not authorized any other body or official to assign amounts for specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned. Within these same funds, a residual deficit, if any, is reported as unassigned. At April 30, 2018, the Village has no assigned fund balances.

Unassigned – includes the residual fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

It is the Village's policy for the General Fund to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

For all other governmental funds, it is the Village's policy to consider unrestricted resources (i.e., committed, assigned) to have been spent first, followed by restricted resources.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

At April 30, 2018, the Village's fund balance restrictions were for the following purposes:

Restricted purpose:

Street and bridge improvements		\$ 751,825
IMRF / FICA		742,778
Public Safety:		
Police forfeitures and seizures	\$ 653,144	
Paid on call retirement fund	18,247	
911 surcharges	<u>234,943</u>	906,334
Debt service		2,395,910
Capital projects:		
TIF Ridge Road	3,889,694	
TIF Bernice Road	2,970,005	
Capital projects	<u>3,218,188</u>	<u>10,077,887</u>
		<u><u>\$ 14,874,734</u></u>

Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, deferred inflows and outflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Eliminations and Reclassifications

In the process of aggregating data for the government-wide Statement of Activities, some amounts reported as interfund activities and interfund balances are eliminated or reclassified.

Note 2. Cash and Investments

Cash and investments are held separately and in pools by several of the Village's funds. The Village maintains various cash and investment pools that are available for use by all funds. Income from pooled investments is allocated to the funds based on their proportional share of their investment balance. The deposits and investments of the Police and Firefighters' Pension Funds (Pension Funds) are held separately. A summary of cash and investments as of April 30, 2018 is as follows:

	Governmental & Business- Type Activities	Fiduciary Funds			Component Unit
		Police Pension Fund	Fire Pension Fund	Agency Funds	Lansing Library
Petty Cash	\$ 3,125	\$ -	\$ -	\$ -	\$ 475
Demand Deposits	19,982,274	4,743,459	1,535,997	83,334	3,332,648
Certificate of Deposit	125,775	3,288,000	-	-	-
Illinois Funds	1,007,761	-	-	-	-
U.S. Government obligations	-	1,630,153	791,008	-	-
Municipal / Corporate Bonds	-	7,049,967	3,218,847	-	-
Mutual Funds	-	11,835,456	4,762,757	-	-
Insurance Contracts	-	6,160,454	3,553,852	-	-
Total	<u>\$ 21,118,935</u>	<u>\$ 34,707,489</u>	<u>\$ 13,862,461</u>	<u>\$ 83,334</u>	<u>\$ 3,333,123</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

Illinois Funds - 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 Funds' share price, which is the price the investment could be sold for.

Investment Policies - The Village and the Library's investments are made in accordance with the Public Funds Investment Act (30 ILCS 235/1) (the Act) and the Village's investment policy. The Police and Firefighters' Pension Funds' investments are made in accordance with the Illinois Pension Code (40 ILCS 5/1-113.2 to 113.10) and each respective pension funds' investment policy.

Custodial Credit Risk – Deposits - Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's policy requires funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held by an independent third party institution in the name of the municipality. As of April 30, 2018, the Village was not exposed to custodial credit risk on deposits. As of April 30, 2018, the Village Pension Funds were not subject to custodial credit risk as they were either insured or collateralized with investments held by the Village or its agent in the Village's name.

Interest Rate Risk – Interest rate risk is the risk that the fair value of investments will decrease as a result of an increase in interest rates. The Village and Library's investment policy requires the portfolio to obtain a comparable rate of return during a market/economic environment of stable interest rates. To the extent possible, the Village shall attempt to match its investments with anticipated cash flow requirements, and unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than one year from the date of purchase.

The Pension Fund's investment policies limit the maximum maturity for any single investment at ten years. However, a longer term investment may be utilized if approved by the Pension Boards.

As of April 30, 2018, the maturities for debt securities subject to interest rate risk are as follows:

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
Fiduciary Activities:					
Police Pension Fund:					
U.S. Agencies	\$ 1,630,153	\$ 415,209	\$ 806,301	\$ 408,643	\$ -
Municipal/Corporate bonds	7,049,967	825,770	2,609,864	3,137,079	477,254
Total Police Pension	8,680,120	1,240,979	3,416,165	3,545,722	477,254
Firefighters' Pension Fund:					
U.S. Agencies	791,008	202,661	413,214	175,133	-
Municipal/Corporate bonds	3,218,847	644,521	1,646,806	927,520	-
Total Firefighters' Pension	4,009,855	847,182	2,060,020	1,102,653	-
Total Fiduciary Activities	\$ 12,689,975	\$ 2,088,161	\$ 5,476,185	\$ 4,648,375	\$ 477,254

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

Credit Risk – Credit risk is the risk that the Village will not recover its investments due to the inability of the counterparty to fulfill its obligation. State statutes authorize the Village and Library to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements (under certain statutory restrictions), commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may invest in investments as allowed by Illinois Compiled Statutes. As of April 30, 2018, the Village's investments in Illinois Funds were rated AA+ by Standard & Poor's and AAA by Moody's Investors Service. The Village's investment policy requires that investments be made in the types of securities allowed for in the Illinois statutes regarding the investment of public funds.

The Police Pension Fund's investment in U.S. Agencies were rated AA+ by Standard and Poor's and AAA by Moody's Investors Service and its investments in corporate bonds were rated A1 (\$266,506), A2 (\$705,062), A3 (\$1,857,337), Baa1 (\$2,369,941), and Baa2 (\$1,851,121) by Moody's Investors Service. The Firefighters' Pension Fund investment in U.S. Agencies were rated AA+ by Standard and Poor's and AAA by Moody's Investors Service and its investments in corporate bonds were rated A1 (\$136,246), A2 (\$97,772), A3 (\$907,081), Baa1 (\$1,153,888) and Baa2 (\$923,860) by Moody's Investors Service.

Concentration of Credit Risk – Concentration of credit risk defined by GASB is the Village's risk when more than 5 percent of the Village's investments are with a single issuer. The Village, Library, and Pension Fund's investment policies require diversified investments to eliminate the risk of loss resulting in over-concentration in a specific issuer or class of securities. The diversification can be by type of investment, number of institutions invested in, and length of maturity. As of April 30, 2018, the Village, Library, and Pension Funds are within their investment policies.

As of April 30, 2018, the Village's fair values of investments in insurance contracts were \$9,714,306.

Custodial Credit Risk – For an investment, this is the risk that in the event of failure of the counterparty, the Village, Library, or Pension Funds will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The U.S. agency securities are held by the Village's agent in the Village's name. The Village's investment policy requires the Village Treasurer to maintain a list of financial institutions authorized to provide investment services and a list be maintained of approved security brokers/dealers selected by credit worthiness. All security transactions entered into by the Village shall be conducted on a delivery-verses-payment basis, and securities will be held by an independent third party custodian designated by the Village Treasurer and evidenced by safekeeping receipts and a written custodian agreement.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

Fair Value Measurements

In accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, the Village categorized its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation on the inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The Village has the following recurring fair value measurements as of April 30, 2018:

Investments by fair value level	Fair Value Measurements			
	Total	Level 1	Level 2	Level 3
Police Pension Fund:				
U.S. Government Securities	\$ 1,630,153	\$ -	\$ 1,630,153	\$ -
Municipal/Corporate Bonds	7,049,967	-	7,049,967	-
Equity Investments - Mutual Funds	11,835,456	11,835,456	-	-
Insurance Contracts	6,160,454	-	-	6,160,454
Firefighters' Pension Fund:				
U.S. Government Securities	791,008	-	791,008	-
Municipal/Corporate Bonds	3,218,847	-	3,218,847	-
Equity Investments - Mutual Funds	4,762,757	4,762,757	-	-
Insurance Contracts	3,553,852	-	-	3,553,852
	<u>\$ 39,002,494</u>	<u>\$ 16,598,213</u>	<u>\$ 12,689,975</u>	<u>\$ 9,714,306</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 2. Cash and Investments (Continued)

The Village has investments measured at net asset value (NAV) such as the Illinois Funds. In addition, the Village has investments measured at amortized cost as the remaining maturity at purchase is less than one year, such as participating certificates of deposit and money market accounts. The following are investments measured at NAV or amortized cost.

Investments measured by the net asset value (NAV) or amortized cost	April 30, 2018	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Village:				
Illinois Funds	\$ 1,007,761	n/a	Daily	1 day
Police Pension Fund:				
Money Market	2,314,547	n/a	Daily	1 day
Certificate of deposits	3,288,000	n/a	Daily	1 day
Firefighter's Pension Fund:				
Money Market	522,948	n/a	Daily	1 day
	<u>\$ 7,133,256</u>			

Note 3. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Cook County and issued on or about February 1 and July 1, and are payable in two installments which become due on or about March 1 and August 1. The County collects such taxes and periodically remits them to the Village. A reduction of the tax levy amount for collection losses has been made to reduce the property taxes receivable to the estimated amount to be collected.

The 2017 property tax assessment was levied in December 2017. Approximately one-half the levied amount is intended to finance the fiscal year beginning May 1, 2017, and the revenue to be produced from that assessment is to be recognized during this period, provided the "available" criteria has been met. "Available" means when due or receivable within the current period, and collected within that fiscal period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For governmental fund types, property tax amounts recorded as receivables in advance of the fiscal year for which they are levied are recorded as deferred inflows of resources and are recognized as revenue in the year for which they are levied.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets

Governmental Activities

A summary of the changes in capital assets for governmental activities of the Village is as follows:

	Balance, May 1, 2017	Additions	Deletions and Transfers	Balance, April 30, 2018
Capital assets not being depreciated:				
Land	\$ 10,241,252	\$ -	\$ -	\$ 10,241,252
Construction in progress	1,686,693	5,754,414	1,016,998	6,424,109
	<u>11,927,945</u>	<u>5,754,414</u>	<u>1,016,998</u>	<u>16,665,361</u>
Capital assets being depreciated:				
Land improvements	3,579,102	154,082	10,000	3,723,184
Buildings	11,825,269	292,422	(10,000)	12,127,691
Equipment	7,800,889	221,037	193,813	7,828,113
Infrastructure	57,895,170	846,602	-	58,741,772
	<u>81,100,430</u>	<u>1,514,143</u>	<u>193,813</u>	<u>82,420,760</u>
Less accumulated depreciation for:				
Land improvements	1,501,755	139,953	250	1,641,458
Buildings	5,035,592	253,082	(250)	5,288,924
Equipment	5,278,716	467,442	85,440	5,660,718
Infrastructure	26,161,544	2,276,587	-	28,438,131
	<u>37,977,607</u>	<u>3,137,064</u>	<u>85,440</u>	<u>41,029,231</u>
Total capital assets being depreciated, net	<u>43,122,823</u>	<u>(1,622,921)</u>	<u>108,373</u>	<u>41,391,529</u>
Governmental activities capital assets, net	<u>\$ 55,050,768</u>	<u>\$ 4,131,493</u>	<u>\$ 1,125,371</u>	<u>\$ 58,056,890</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

Business-Type Activities

A summary of changes in capital assets for business-type activities of the Village is as follows:

	Balance, May 1, 2017	Additions	Deletions and Transfers	Balance, April 30, 2018
Capital assets not being depreciated:				
Land	\$ 9,958,623	\$ -	\$ -	\$ 9,958,623
Construction in process	1,252,598	1,598,047	1,056,060	1,794,585
	<u>11,211,221</u>	<u>1,598,047</u>	<u>1,056,060</u>	<u>11,753,208</u>
Capital assets being depreciated:				
Waterworks and sewerage system	42,887,397	1,218,784	-	44,106,181
Municipal airport system	17,193,285	408,446	26,494	17,575,237
	<u>60,080,682</u>	<u>1,627,230</u>	<u>26,494</u>	<u>61,681,418</u>
Less accumulated depreciation for:				
Waterworks and sewerage system	27,444,219	1,148,936	-	28,593,155
Municipal airport system	12,225,535	643,668	-	12,869,203
	<u>39,669,754</u>	<u>1,792,604</u>	<u>-</u>	<u>41,462,358</u>
Total capital assets being depreciated, net	<u>20,410,928</u>	<u>(165,374)</u>	<u>26,494</u>	<u>20,219,060</u>
Business-type activities capital assets, net	<u>\$ 31,622,149</u>	<u>\$ 1,432,673</u>	<u>\$ 1,082,554</u>	<u>\$ 31,972,268</u>

Component Unit Activities

A summary of changes in capital assets for the component unit of the Village is as follows:

	Balance, May 1, 2017	Additions	Deletions and Transfers	Balance, April 30, 2018
Capital assets being depreciated:				
Land improvements	\$ 198,305	\$ -	\$ -	\$ 198,305
Buildings	4,655,851	-	-	4,655,851
Equipment	2,532,714	-	16,680	2,516,034
	<u>7,386,870</u>	<u>-</u>	<u>16,680</u>	<u>7,370,190</u>
Less accumulated depreciation for:				
Land improvements	40,474	9,360	-	49,834
Buildings	1,709,756	93,375	-	1,803,131
Equipment	2,513,937	4,310	16,680	2,501,567
	<u>4,264,167</u>	<u>107,045</u>	<u>16,680</u>	<u>4,354,532</u>
Total capital assets being depreciated, net	<u>\$ 3,122,703</u>	<u>\$ (107,045)</u>	<u>\$ -</u>	<u>\$ 3,015,658</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

Depreciation Charged to Functions/Activities

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities	Component Unit Activities
General government	\$ 2,536,796	\$ -	\$ -
Public safety	468,936	-	-
Public works	131,332	1,148,936	-
Municipal airport	-	643,668	-
Library	-	-	107,045
	<u>\$ 3,137,064</u>	<u>\$ 1,792,604</u>	<u>\$ 107,045</u>

Note 5. Long-Term Obligations

Governmental Activities

The following is a summary of debt transactions of the Village's governmental activities for the year ended April 30, 2018:

	Balance, May 1, 2017	Additions	Reductions	Balance, April 30, 2018	Due Within One Year
General obligation bonds	\$ 12,369,000	\$ -	\$ 880,000	\$ 11,489,000	\$ 915,000
Installment notes payable	569,580	180,866	333,984	416,462	228,663
Unamortized bond premium	605,837	-	103,858	501,979	-
Unamortized bond discount	(62,840)	-	(6,377)	(56,463)	-
Compensated absences*	1,400,185	1,188,612	1,167,940	1,420,857	40,678
Net pension liability**	78,604,747	14,687,421	15,128,260	78,163,907	-
Other postemployment benefits*	9,327,384	1,240,944	-	10,568,328	-
	<u>\$ 102,813,893</u>	<u>\$ 17,297,843</u>	<u>\$ 17,607,665</u>	<u>\$ 102,504,070</u>	<u>\$ 1,184,341</u>

* - The General Fund is used to liquidate these liabilities.

** - The General Fund and IMRF/FICA Fund is used to liquidate this liability.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

Business-Type Activities

The following is a summary of debt transactions of the Village's business-type activities for the year ended April 30, 2018:

	Balance, May 1, 2017	Additions	Reductions	Balance, April 30, 2018	Due Within One Year
General obligation bonds	\$ 751,000	\$ -	\$ 145,000	\$ 606,000	\$ 155,000
Installment notes payable	86,840	-	24,726	62,114	23,220
IEPA loan payable	-	1,219,195	-	1,219,195	-
Net pension liability	1,623,421	123,646	1,122,149	624,918	-
Compensated absences	116,801	109,048	116,869	108,980	-
	<u>\$ 2,578,062</u>	<u>\$ 1,451,889</u>	<u>\$ 1,408,744</u>	<u>\$ 2,621,207</u>	<u>\$ 178,220</u>

Component Unit

The following is a summary of debt transactions of the Library's governmental activities for the year ended April 30, 2018:

	Balance, May 1, 2017	Additions	Reductions	Balance, April 30, 2018	Due Within One Year
General obligation bonds	\$ 840,000	\$ -	\$ 155,000	\$ 685,000	\$ 160,000
Unamortized bond discount	(14,899)	-	(3,030)	(11,869)	-
Net pension liability	750,838	66,972	518,998	298,812	-
Compensated absences	71,146	101,072	80,976	91,242	-
	<u>\$ 1,647,085</u>	<u>\$ 168,044</u>	<u>\$ 751,944</u>	<u>\$ 1,063,185</u>	<u>\$ 160,000</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

Details of the long-term debt of the Village and its component unit as of April 30, 2018, are as follows:

Governmental Activities:

General Obligation Bonds:

2009A General Obligation Bonds, due in annual installments of \$250,000 in 2023, \$1,000,000 in 2024, \$1,000,000 in 2025, \$1,000,000 in 2026, and \$810,000 in 2027. Interest is at rates of 4.20% to 4.65%. The Debt Service Fund is responsible for 88.89% of the required payments on these bonds. \$ 3,609,000

2009B General Obligation Bonds, due in annual installments of \$450,000 in 2022, \$300,000 in 2023, \$1,000,000 in 2028, and \$1,025,000 in 2029. Interest is at rates of 4.85% to 5.35%. The Motor Fuel Tax Fund and the Debt Service Fund are responsible for the required payments on these bonds. 2,775,000

2014 General Obligation Refunding Bonds, due in annual installments of \$915,000 in 2019, \$1,000,000 in 2020, \$1,015,000 in 2021, \$1,060,000 in 2022, and \$1,115,000 in 2023. Interest is at rates of 4.00% to 5.00%. The Motor Fuel Tax Fund is responsible for 22.173% of the required payments on these bonds. The Debt Service Fund is responsible for the remaining required payments on these bonds. 5,105,000

Total General Obligation Bonds 11,489,000

Installment Notes Payable:

Interest-free note for the purchase of a fire truck with principal of \$11,000 in 2019 through 2025. The General Fund is responsible for making the required payments on this note. 77,000

Installment note for the purpose of financing toters with principal of \$144,138 in 2019. Interest is at a rate of 2.25%. The General Fund is responsible for making the required payments on this lease. 144,138

Installment note for the purpose of financing phone equipment with principal of \$20,030 in 2019 and \$13,342 in 2020. Interest is at a rate of 6.12%. The General Fund is responsible for making the required payments on this lease. 33,372

Installment note for the purpose of financing the ATT Vesta 911 System with principal of \$53,495 in 2019, \$60,921 in 2020, and \$47,537 in 2021. Interest is at a rate of 3.38%. The Emergency 911 Fund is responsible for making the required payments on this lease. 161,952

Total Installment Notes Payable 416,462

Total Governmental Activities \$ 11,905,462

(continued)

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

Business-Type Activities:

2003 General Obligation Bonds, due in annual installments of \$155,000 in 2019. Interest is at 5.50%. The Airport Fund is responsible for the required payments on these bonds. \$ 155,000

2009A General Obligation Bonds, due in annual installments of \$250,000 in 2023, \$1,000,000 in 2024, \$1,000,000 in 2025, \$1,000,000 in 2026, and \$810,000 in 2027. Interest is at rates of 4.20% to 4.65%. The Airport Fund is responsible for 11.11% of the required payments on these bonds. 451,000

Total General Obligation Bonds 606,000

Installment note for the purpose of financing fuel equipment with principal of \$23,220 in 2019, \$25,945 in 2020, and \$13,399 in 2021. Interest is at a rate of 2.50%. The Airport Fund is responsible for making the required payments on this note. 62,114

Public water supply loan for the purpose of financing the drinking water project with a total loan balance of \$1,219,195. A schedule of repayments is established after the project is complete. Interest is at a rate of 1.64%. The Water & Sewer Fund is responsible for making the required payments on this loan. 1,219,195

Total Installment Notes Payable 1,281,309

Total Business-Type Activities \$ 1,887,309

Component Unit Activities:

2011 General Obligation Bonds, due in annual installments of \$160,000 in 2019, \$170,000 in 2020, \$175,000 in 2021 and \$180,000 in 2022. Interest is at rates of 3.25% to 4.00%. The Library Fund is responsible for the required repayments on these bonds. \$ 685,000

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 5. Long-Term Obligations (Continued)

Debt service requirements to maturity

The annual debt service requirements to amortize the outstanding debt of the Village's governmental activities are as follows:

Year	General Obligation Bonds		Installment Notes Payable		Total
	Principal	Interest	Principal	Interest	
2019	\$ 915,000	\$ 560,556	\$ 228,662	\$ 8,261	\$ 1,712,479
2020	1,000,000	514,806	85,263	3,901	1,603,970
2021	1,015,000	464,806	58,537	894	1,539,237
2022	1,510,000	414,056	11,000	-	1,935,056
2023	1,637,300	339,231	11,000	-	1,987,531
2024-2028	4,386,700	913,392	22,000	-	5,322,092
2029	1,025,000	54,829	-	-	1,079,829
	<u>\$ 11,489,000</u>	<u>\$ 3,261,677</u>	<u>\$ 416,462</u>	<u>\$ 13,056</u>	<u>\$ 15,180,195</u>

The annual debt service requirements to amortize the outstanding debt of the Village's business-type activities are as follows:

Year	General Obligation Bonds		Installment Notes Payable		Total
	Principal	Interest	Principal	Interest	
2019	\$ 155,000	\$ 28,597	\$ 1,242,422	\$ 1,183	\$ 1,427,202
2020	-	20,072	25,945	676	46,693
2021	-	20,072	12,942	93	33,107
2022	-	20,072	-	-	20,072
2023	27,750	20,072	-	-	47,822
2024-2027	423,250	46,458	-	-	469,708
	<u>\$ 606,000</u>	<u>\$ 155,342</u>	<u>\$ 1,281,309</u>	<u>\$ 1,952</u>	<u>\$ 2,044,603</u>

The annual debt service requirements to amortize the outstanding debt of the Library's governmental activities are as follows:

Year	General Obligation Bonds		Total
	Principal	Interest	
2019	\$ 160,000	\$ 26,575	\$ 186,575
2020	170,000	20,575	190,575
2021	175,000	14,200	189,200
2022	180,000	7,200	187,200
	<u>\$ 685,000</u>	<u>\$ 68,550</u>	<u>\$ 753,550</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems

Substantially all Village employees are covered under one of the following employee retirement plans:

Illinois Municipal Retirement Fund

Plan Description. The Village'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 Village's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided. The Village participates in IMRF's Regular Plan (RP). Employees enrolled in the plan **before** January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent of the original amount on January 1 every year after retirement.

Employees enrolled in the plan **on or after** January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3 percent of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms. As of December 31, 2017, the following employees were covered by the benefit terms:

	<u>Membership</u>
Inactive Plan members or beneficiaries currently receiving benefits	116
Inactive Plan members entitled to benefits but not yet receiving them	56
Active Plan members	<u>91</u>
Total membership	<u><u>263</u></u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (continued)

Contributions. As set by statute, the Village's Regular Plan Members are required to contribute 4.5 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 Village's annual contribution rate for calendar years 2018 and 2017 were 19.45 percent and 19.20 percent, respectively. For the fiscal year ended April 30, 2018, the Village contributed \$896,423 to the plan. The contributions as of April 30, 2018 are reported in the financial statements as follows:

Governmental Activities - general government expense	\$ 502,539
Business-Type Activities	
Municipal Airport	38,840
Waterworks and Sewerage	227,629
Component Unit - Library	127,415
	<hr/>
Total	<u>\$ 896,423</u>

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

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The following are the methods and assumptions used to determine total pension liability at December 31, 2017:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.50%.
- **Salary Increases** were expected to be 3.39% to 14.25%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.50%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (continued)

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

Asset Class	Portfolio Target Percentage	Long-term Expected Real Rate of Return
Cash and cash equivalents	1%	2.25%
Domestic equity	37%	6.85%
International equity	18%	6.75%
Fixed income	28%	3.00%
Real estate	9%	5.75%
Alternative investments	7%	2.65% - 7.35%
Total	100%	

The assumptions were changed from the prior year as follows:

- Inflation rate changed from 2.75% to 2.50%
- Salary increases were changed from 3.75%-14.50% to 3.39%-14.25%
- The mortality assumption was updated from the MP-2014 table to include mortality improvements based on the MP-2017 table.
- The experience-based table of rates used for the projected retirement ages was updated from the 2014 valuation according to an experience study from years 2011-2013 to a 2017 valuation pursuant to an experience study from year 2014-2016.

Single Discount Rate. A Single Discount Rate of 7.50 percent was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

- The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
- The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

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

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (continued)

Changes in the Net Pension Liability

The following table shows the components of the Village's annual pension liability and related plan fiduciary net position for the year ended December 31, 2017:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2016	\$ 35,025,104	\$ 29,379,188	\$ 5,645,916
Changes for the year:			
Service cost	492,583	-	492,583
Interest on the total pension liability	2,568,275	-	2,568,275
Differences between expected and actual experience of the total pension liability	386,696	-	386,696
Changes of assumptions	(1,033,135)	-	(1,033,135)
Contributions - employer	-	883,639	(883,639)
Contributions - employee	-	209,968	(209,968)
Net investment income	-	5,312,882	(5,312,882)
Benefit payments, including refunds of employee contributions	(2,055,460)	(2,055,460)	-
Other (net transfer)	-	(448,434)	448,434
Net changes	358,959	3,902,595	(3,543,636)
Balances at December 31, 2017	\$ 35,384,063	\$ 33,281,783	\$ 2,102,280

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50 percent, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1 percent lower or 1 percent higher:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Net pension liability	\$ 6,162,402	\$ 2,102,280	\$ (1,269,987)

The net pension liability as of April 30, 2018 is reported on the financial statements as follows:

Governmental Activities	\$ 1,178,550
Business-Type Activities	
Municipal Airport	91,086
Waterworks and Sewerage	533,832
Component Unit - Library	298,812
	<u>\$ 2,102,280</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Illinois Municipal Retirement Fund (continued)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. For the year ended April 30, 2018, the Village recognized pension revenue of \$585,634. Pension revenue is reported in the financial statements as follows:

Governmental Activities	\$ (201,255)
Business-Type Activities	
Municipal Airport	(16,458)
Waterworks and Sewerage	(254,784)
Component Unit - Library	(113,137)
	<u>\$ (585,634)</u>

At April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<u>Deferred Amounts to be Recognized in Pension</u>		
Expense in Future Periods		
Differences between expected and actual experience	\$ 279,128	\$ 130,434
Changes of assumptions	5,026	797,018
Net difference between projected and actual earnings on pension plan investments	-	1,661,342
Total deferred amounts to be recognized in pension expense in future periods	<u>284,154</u>	<u>2,588,794</u>
Employer contribution subsequent to the measurement date	319,124	-
Change in proportion	312,826	3,932
Total Deferred Amounts Related to Pensions	<u><u>\$ 916,104</u></u>	<u><u>\$ 2,592,726</u></u>
Governmental Activities	\$ 353,999	\$ 1,663,906
Business-Type Activities		
Municipal Airport	9,007	109,849
Waterworks and Sewerage	379,985	499,201
Component Unit - Library	173,113	319,770
	<u><u>\$ 916,104</u></u>	<u><u>\$ 2,592,726</u></u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Employer contributions subsequent to the measurement date of \$319,124 will be recognized in fiscal year 2019. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

	<u>Net Deferred Inflows of Resources</u>
Year ending December 31:	
2018	\$ (509,981)
2019	(446,394)
2020	(715,800)
2021	(632,465)
2022	-
Thereafter	-
Total	<u>\$ (2,304,640)</u>

Police Pension Fund

Summary of Significant Accounting Policies

Basis of Accounting:

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs are financed through investment earnings. No stand-alone statements are issued for this defined benefit pension plan.

Plan Description

Plan Administration:

Police-sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan administered by the Village of Lansing. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Article 3 of the Illinois Pension Code and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. An actuarial valuation was performed as of April 30, 2018, and, accordingly, the most recent available information has been presented.

Management of the Police Pension Plan is vested in the Police Pension Board which consists of five members, two members are elected from and by the active police, one is elected from and by the retiree beneficiaries and two are appointed by the Village Mayor with the approval of the Village Board of Trustees. There were changes in the makeup of the Board during fiscal year 2018.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Police Pension Fund (Continued)

Plan Description (Continued)

Plan Membership:

At April 30, 2018, the Police Pension Plan membership consisted of:

	<u>Membership</u>
Inactive Plan members or beneficiaries currently receiving benefits	50
Inactive Plan members entitled to benefits but not yet receiving them	2
Active Plan members	<u>58</u>
Total membership	<u><u>110</u></u>

Benefits Provided:

The Illinois Pension Code (40 ILCS 5/Art.3) is the authority under which pension benefit terms are established. The Police Pension Plan provides retirement benefits as well as death and disability, and survivor benefits.

Covered employees participating in an Article 3 plan before January 1, 2011 (tier 1 employees) attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, and 1 percent of such salary for each additional year of service over 30 years to a maximum of 75 percent of such salary. Tier 1 police officers who retire with at least 8 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

Covered employees who began participation in an Article 3 plan on or after January 1, 2011 (tier 2 employees), upon attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly retirement benefit of 2.5 percent of his final average salary for each year of service, to a maximum of 75 percent. The pension of tier 2 employees who are retiring at age 50 with 10 or more years of creditable service shall be reduced by one-half of 1 percent for each month the employee is under age 55. Final average salary is the highest total earnings during any 96 consecutive months within the last 120 months of service, divided by 96. The annual salary base for this purpose shall not exceed \$113,645 as of January 1, 2018. The maximum salary base increases each year by the lesser of 3 percent or one-half the Consumer Price Index.

The monthly benefit of a tier 1 police officer shall increase annually, following the first anniversary date of retirement and be paid upon reaching the age of 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter. The monthly benefit of a tier 2 police officer shall increase annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3 percent or one half of the consumer price index, whichever is less, of the original pension.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Police Pension Fund (Continued)

Plan Description (Continued)

Contributions:

Covered employees are required to contribute 9.91 percent of their base salary to the plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. Per state statute (40 ILCS 5/3-110.7) an employee who meets certain criteria and leaves employment to participate in another Article 3 fund may request his contribution plus 6 percent compounded interest be transferred to the Article 3 fund for which he is currently a member. In addition to the employee's contribution plus interest, an equal amount which represents the employer's contribution is to be transferred. Participation in the Village's fund will terminate upon transfer.

The Illinois Pension Code (40 ILCS 5/Art. 3) establishes the contribution requirements of the Village. The annual requirement is equal to (1) the normal cost of the pension fund for the year plus (2) an amount sufficient to bring the total assets of the pension fund up to 90 percent of the actuarial liabilities of the pension fund by April 30, 2040. Only the State legislature can amend the contribution requirements. For the year ended April 30, 2018, the statutory minimum which the Village was required to contribute was \$3,585,288, or 70.39 percent of member payroll, to the Police Pension Fund.

Investments

Investment policy:

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Police Pension Board by a majority vote of its members. It is the policy of the Police Pension Board to pursue an investment strategy that minimizes risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. See Note 2 for more details on the Police Pension's investment policy. The following is the Board's adopted asset allocation policy as of April 30, 2018:

<u>Asset Class</u>	Minimum Target Asset Allocation	Maximum Target Asset Allocation
Cash and Cash Equivalents	2%	20%
Fixed Income	33%	65%
Equities	20%	55%

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Police Pension Fund (Continued)

Investments (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method. The best estimate of future real rates of return are developed for each of the major asset classes. Future real rates of return are weighted based on the target asset allocation as adopted by the Board within the investment policy. Expected inflation is added back in. Adjustment is made to reflect geometric returns. The following are the expected long-term expected geometric real rates of return by asset class as of April 30, 2018:

Asset Class	Long-Term Expected Rate of Return	Long-Term Inflation Expectations	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	3.00%	2.50%	0.50%
Fixed Income:			
Corporate Bonds	4.20%	2.50%	1.70%
US Government Obligations	3.20%	2.50%	0.70%
Equities:			
US Large-Cap Equities	8.30%	2.50%	5.80%
US Mid-Cap Equities	9.30%	2.50%	6.80%
US Small-Cap Equities	9.30%	2.50%	6.80%
International Equities	8.40%	2.50%	5.90%
Emerging Markets	10.50%	2.50%	8.00%
REITS	8.30%	2.50%	5.80%
Commodities	4.90%	2.50%	2.40%

Method Used to Value Investments:

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Significant Investments

Information on significant investments is presented in Note 2 under "Concentration of Credit Risk."

Rate of Return:

For the year ended April 30, 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 3.91 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Police Pension Fund (Continued)

Net Pension Liability

The total pension liability was determined by an actuarial valuation as of April 30, 2018 using the following methods and actuarial assumptions, applied to all periods included in the measurement:

Methods and Assumptions

Valuation date	April 30, 2018
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Payroll
Discount Rate used for the Total Pension Liability	5.98%
Long-Term Expected Rate of Return on Plan Assets	7.00%
High Quality 20-Year Tax-Exempt G.O. Bond Rate (based on the Bond Buyer 20-Bond GO Index)	3.97%
Projected Individual Salary Increases	2.50 - 14.77%
Projected Increase in Total Payroll	3.25%
Consumer Price Index (Utilities)	2.00%
Inflation Rate Included	2.00%
Actuarial assumptions:	
Mortality Table	Lauterbach & Amen (L&A) 2016 Illinois Police Mortality Rates
Retirement Rates	L&A 2016 Illinois Police Retirement Rates Capped at 65
Disability Rates	L&A 2016 Illinois Police Disability Rates
Termination Rates	L&A 2016 Illinois Police Termination Rates
Percent Married	80%

The actuarial assumptions used in the April 30, 2018 valuation were based on the results of an actuarial assumption study for the period including various municipal fiscal years ending December 2009-June 2015.

The study was performed by Lauterbach and Amen LLP (L&A), which provides a variety of accounting and actuarial services to Police and Firefighter Pension Funds across the State of Illinois.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Police Pension Fund (Continued)

Net Pension Liability (Continued)

Discount Rate:

The discount rate used to measure the total pension liability is 5.98 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Police Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members for the next 39 years. Therefore, the long-term expected rate of return on pension plan investments was applied only to those years and for the remaining years the municipal bond rate was used.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at May 1, 2017	\$ 91,937,557	\$ 32,957,230	\$ 58,980,327
Changes for the year:			
Service cost	1,547,385	-	1,547,385
Interest on the total pension liability	5,361,099	-	5,361,099
Actuarial experience	290,412	-	290,412
Changes of assumptions	(478,771)	-	(478,771)
Contributions - employer	-	3,727,904	(3,727,904)
Contributions - employee	-	501,729	(501,729)
Contributions - other	-	120,067	(120,067)
Net investment income	-	1,223,110	(1,223,110)
Benefit payments, including refunds of employee contributions	(3,670,099)	(3,670,099)	-
Other (net transfer)	-	(62,435)	62,435
Net changes	3,050,026	1,840,276	1,209,750
Balances at April 30, 2018	<u>\$ 94,987,583</u>	<u>\$ 34,797,506</u>	<u>\$ 60,190,077</u>

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

The following presents the net pension liability of the Village, calculated using the discount rate of 5.98 percent, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	1% Decrease 4.98%	Current Discount Rate 5.98%	1% Increase 6.98%
Net pension liability	\$ 75,532,169	\$ 60,190,077	\$ 47,880,747

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Police Pension Fund (Continued)

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

For the year ended April 30, 2018, the Village recognized pension expense of \$3,170,631. At April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension		
Expense in Future Periods		
Differences between expected and actual experience	\$ 758,731	\$ 424,844
Changes of assumptions	7,457,391	1,595,335
Net difference between projected and actual earnings on pension plan investments	2,114,205	-
Total Deferred Amounts Related to Pensions	<u>\$ 10,330,327</u>	<u>\$ 2,020,179</u>

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

	Net Deferred Outflows of Resources
Year ending April 30:	
2019	\$ 2,878,019
2020	2,878,015
2021	2,427,444
2022	356,351
2023	(214,662)
Thereafter	(15,019)
Total	<u>\$ 8,310,148</u>

The schedule of changes in total pension liability, net pension liability and related ratios and investment returns and the schedule of contributions are presented as Required Supplementary Information (RSI) following the notes to the financial statements.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Firefighters' Pension Fund

Summary of Significant Accounting Policies

Basis of Accounting:

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs are financed through investment earnings.

Plan Description

Plan Administration:

Sworn firefighter personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan administered by the Village of Lansing. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Article 4 of the Illinois Pension Code and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Village's most recent actuarial valuation was performed as of April 30, 2018, and, accordingly, the most recent available information has been presented.

Management of the Firefighters' Pension Plan is vested in the Firefighters' Pension Board which consists of five members, two members are elected from and by active firefighters, one elected from and by the retiree beneficiaries and two appointed by the Village Mayor. There were changes in the makeup of the Board during fiscal year 2018.

Plan Membership:

At April 30, 2018, the Firefighters' Pension Plan membership consisted of:

	<u>Membership</u>
Inactive Plan members or beneficiaries currently receiving benefits	18
Inactive Plan members entitled to benefits but not yet receiving them	1
Active Plan members	<u>29</u>
Total membership	<u><u>48</u></u>

Benefits Provided:

The Illinois Pension Code (40 ILCS 5/Art.4) is the authority under which pension benefit terms are established. The Firefighters' Pension Plan provides retirement benefits as well as death and disability, and survivor benefits.

Covered employees participating in an Article 4 plan before January 1, 2011 (tier 1 employees) attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, and 1 percent of such salary for each additional year of service over 30 years to a maximum of 75 percent of such salary. Tier 1 firefighters who retire with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Firefighters' Pension Fund (Continued)

Plan Description (Continued)

Covered employees who began participation in an Article 4 plan on or after January 1, 2011 (tier 2 employees), upon attaining the age of 55 or more with 10 or more years of creditable service are entitled to receive a monthly retirement benefit of 2.5 percent of his final average salary for each year of service, to a maximum of 75 percent. The pension of tier 2 employees who are retiring at age 50 with 10 or more years of creditable service shall be reduced by one-half of 1 percent for each month the employee is under age 55. Final average salary is the highest total earnings during any 96 consecutive months within the last 120 months of service, divided by 96. The annual salary base for this purpose shall not exceed \$113,645 as of January 1, 2018. The maximum salary base increases each year by the lesser of 3 percent or one-half the Consumer Price Index.

The monthly benefit of a tier 1 firefighter shall increase annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter. The monthly benefit of a tier 2 firefighter shall increase annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3 percent or one half of the consumer price index, whichever is less, of the original pension.

Contributions:

Covered firefighter employees are required to contribute 9.455 percent of their base salary to the plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Illinois Pension Code (40 ILCS 5/Art. 4) establishes the contribution requirements of the Village. The annual requirement is equal to (1) the normal cost of the pension fund or 7.5 percent of the salaries and wages to be paid to firefighters for the year involved, whichever is greater, plus (2) an annual amount sufficient to bring the total assets of the pension fund up to 90 percent of the total actuarial liabilities of the pension fund by December 31, 2040. Only the State legislature can amend the contribution requirements. For the year ended April 30, 2018, the statutory minimum which the Village was required to contribute was \$1,254,843, or 51.27 percent of member payroll, to the Firefighters' Pension Fund.

Investments

Investment Policy:

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Firefighters' Pension Board by a majority vote of its members. It is the policy of the Firefighters' Pension Board to pursue an investment strategy that minimizes risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. See Note 2 for more details on the Firefighters' Pension's investment policy. The following is the Board's adopted asset allocation policy as of April 30, 2018:

<u>Asset Class</u>	Minimum Target Asset Allocation	Maximum Target Asset Allocation
Cash and Cash Equivalents	2%	20%
Fixed Income	33%	65%
Equities	20%	55%

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Firefighters' Pension Fund (Continued)

Investments (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method. The best estimate of future real rates of return are developed for each of the major asset classes. Future real rates of return are weighted based on the target asset allocation as adopted by the Board within the investment policy. Expected inflation is added back in. Adjustment is made to reflect geometric returns. The following are the expected long-term expected geometric real rates of return by asset class as of April 30, 2018:

Asset Class	Long-Term Expected Rate of Return	Long-Term Inflation Expectations	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	3.00%	2.50%	0.50%
Fixed Income:			
Corporate Bonds	4.20%	2.50%	1.70%
US Government Obligations	3.20%	2.50%	0.70%
Equities:			
US Large-Cap Equities	8.30%	2.50%	5.80%
US Mid-Cap Equities	9.30%	2.50%	6.80%
US Small-Cap Equities	9.30%	2.50%	6.80%
International Equities	8.40%	2.50%	5.90%
Emerging Markets	10.50%	2.50%	8.00%
REITS	8.30%	2.50%	5.80%
Commodities	4.90%	2.50%	2.40%

Method Used to Value Investments:

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Significant Investments

Information on significant investments is presented in Note 2 under "Concentration of Credit Risk."

Rate of Return:

For the year ended April 30, 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 2.91 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Firefighters' Pension Fund (Continued)

Net Pension Liability

The total pension liability was determined by an actuarial valuation as of April 30, 2018, using the following methods and actuarial assumptions, applied to all periods included in the measurement:

Methods and Assumptions

Valuation date	April 30, 2018
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Payroll
Discount Rate used for the Total Pension Liability	6.75%
Long-Term Expected Rate of Return on Plan Assets	6.75%
High Quality 20-Year Tax-Exempt G.O. Bond Rate (based on the Bond Buyer 20-Bond GO Index)	3.97%
Projected Individual Salary Increases	3.75% - 14.77%
Projected Increase in Total Payroll	3.25%
Consumer Price Index (Utilities)	2.50%
Inflation Rate Included	2.50%
Actuarial assumptions:	
Mortality Table	Lauterbach & Amen (L&A) 2016 Illinois Firefighters Mortality Rates
Retirement Rates	L&A 2016 Illinois Firefighters Retirement Rates Capped at 65
Disability Rates	L&A 2016 Illinois Firefighters Disability Rates
Termination Rates	L&A 2016 Illinois Firefighters Termination Rates
Percent Married	80%

The actuarial assumptions used in the April 30, 2018 valuation were based on the results of an actuarial assumption study for the period including various municipal fiscal years ending December 2009-June 2016.

The study was performed by Lauterbach and Amen LLP (L&A), which provides a variety of accounting and actuarial services to Police and Firefighter Pension Funds across the State of Illinois.

Discount Rate:

The discount rate used to measure the total pension liability is 6.75 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Firefighters' Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Firefighters' Pension Fund (Continued)

Net Pension Liability (Continued)

Changes in the Net Pension Liability

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

The following presents the net pension liability of the Village, calculated using the discount rate of 6.75 percent, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at May 1, 2017	\$ 29,281,387	\$ 12,928,624	\$ 16,352,763
Changes for the year:			
Service cost	701,999	-	701,999
Interest on the total pension liability	1,935,378	-	1,935,378
Actuarial experience	(6,835)	-	(6,835)
Changes of assumptions	-	-	-
Contributions - employer	-	1,596,662	(1,596,662)
Contributions - employee	-	240,825	(240,825)
Contributions - other	-	-	-
Net investment income	-	379,829	(379,829)
Benefit payments, including refunds of employee contributions	(1,218,227)	(1,218,228)	1
Other (net transfer)	-	(29,290)	29,290
Net changes	1,412,315	969,798	442,517
Balances at April 30, 2018	\$ 30,693,702	\$ 13,898,422	\$ 16,795,280

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net pension liability	\$ 21,549,770	\$ 16,795,280	\$ 12,970,705

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Firefighters' Pension Fund (Continued)

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

For the year ended April 30, 2018, the Village recognized pension expense of \$752,203. At April 30, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 1,158,654	\$ 6,121
Changes of assumptions	2,373,114	178,808
Net difference between projected and actual earnings on pension plan investments	920,357	-
Total Deferred Amounts Related to Pensions	<u>\$ 4,452,125</u>	<u>\$ 184,929</u>

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

	Net deferred Outflows of Resources
Year ending April 30:	
2019	\$ 815,616
2020	815,613
2021	644,149
2022	588,411
2023	485,858
Thereafter	917,549
Total	<u>\$ 4,267,196</u>

The schedule of changes in net pension liability, total pension liability and related ratios and investment returns and the schedule of contributions are presented as Required Supplementary Information (RSI) following the notes to the financial statements.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

**Combining Statement of Net Position
Pension Trust Funds
April 30, 2018**

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and cash equivalents	\$ 4,743,459	\$ 1,535,997	\$ 6,279,456
Investments:			
Certificates of deposit	3,288,000	-	3,288,000
U.S. government agencies	1,630,153	791,008	2,421,161
Corporate bonds	7,049,967	3,218,847	10,268,814
Mutual funds	11,835,456	4,762,757	16,598,213
Insurance contracts	6,160,454	3,553,852	9,714,306
Receivables:			
Due from other funds	2,963	-	2,963
Accrued interest	88,284	39,049	127,333
Total assets	34,798,736	13,901,510	48,700,246
Liabilities			
Accounts payable	1,230	830	2,060
Due to other funds	-	2,258	2,258
Total liabilities	1,230	3,088	4,318
Net Position			
Restricted for pensions	\$ 34,797,506	\$ 13,898,422	\$ 48,695,928

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Employee Retirement Systems (Continued)

Combining Statement of Changes in Net Position
Pension Trust Funds
Year Ended April 30, 2018

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions:			
Employer	\$ 3,727,904	\$ 1,596,662	\$ 5,324,566
Plan members	621,796	240,825	862,621
Total contributions	4,349,700	1,837,487	6,187,187
Investment income (expense):			
Net increase (decrease) in fair value	414,667	37,890	452,557
Interest	922,262	411,367	1,333,629
Investment (expenses)	(113,819)	(69,428)	(183,247)
Total investment income (expense)	1,223,110	379,829	1,602,939
Total additions	5,572,810	2,217,316	7,790,126
Deductions			
Benefits and refunds	3,670,099	1,218,228	4,888,327
Administrative expenses	62,435	29,288	91,723
Total deductions	3,732,534	1,247,516	4,980,050
Change in net position	1,840,276	969,800	2,810,076
Net positions restricted for pensions May 1, 2017	32,957,230	12,928,622	45,885,852
April 30, 2018	\$ 34,797,506	\$ 13,898,422	\$ 48,695,928

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 7. Risk Management

The Village maintains a health and medical benefit program which is available to all full-time employees. The Village has elected to be self-insured for certain members of this plan and, accordingly, is liable for the related employee health claims that are approved for payment. A purchased insurance policy covers claims over \$90,000 per individual and \$3,385,359 in the aggregate per calendar year. All administration and claims processing is done by an independent administrator. The amount of coverage has not decreased nor has the amount of settlements exceeded coverage in the current fiscal year or any of the past three years. Liabilities include all amounts for claims, including incremental costs that have been incurred but not reported (IBNR) and are reported in the Self Insurance Fund (internal service fund).

Changes in the health and medical claim liabilities are as follows:

Unpaid claims at April 30, 2016	\$ 359,114
Incurred claims	977,115
Claim payments	<u>(390,527)</u>
Unpaid claims at April 30, 2017	945,702
Incurred claims	67,657
Claim payments	<u>(606,687)</u>
Unpaid claims at April 30, 2018	<u><u>\$ 406,672</u></u>

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village is self-insured for a portion of its workers' compensation coverage. The Village recorded \$406,672 of workers' compensation claims payable as of April 30, 2018. Of that amount, \$352,707, \$46,198, and \$7,767 is included in the Governmental Activities, Business-Type Activities, and the Public Library, respectively, in the government-wide financial statements. In addition, the Village pays annual premiums to the Insurance Program Managers Group (IPMG) which is an organization of public entities, which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool their risk management needs. The Village pays annual premiums to the IPMG for its liability, property coverage, equipment breakdown coverage, comprehensive crime coverage, and workers' compensation and employer's liability coverage. The amount of coverage has not decreased nor has the amount of settlements exceeded coverage in the current fiscal year or any of the past three years.

Note 8. Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and, therefore, not reflected in the financial statements of the Village. The Village contributed \$0 to the plan for the year ended April 30, 2018.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 9. Commitments

The Village has committed future incremental property tax revenue from specific parcels of land within its tax incremental financing (TIF) districts for the payment of developer construction costs. As of April 30, 2018, these commitments are as follows:

<u>District</u>	<u>Commitment</u>
<ul style="list-style-type: none">Bernice Road Tax Incremental Financing District	The Village has committed amounts equal to 50% of future year sales tax revenue, including any Home Rule occupation tax arising from the store's location, for the earlier of 20 years or \$12,000,000. As of April 30, 2018, the total economic assistance provided under this agreement was \$1,316,030. The commitment ends on February 28, 2035.
<ul style="list-style-type: none">Torrence Avenue Tax Incremental Financing District	The Village has committed amounts equal to sales tax revenue on a parcel of land within the TIF District boundaries. For sales tax amounts required by the Village in excess of \$115,000, the Village will reimburse the business 50% of sales tax paid for a period of 84 months. As of April 30, 2018, the total economic assistance provided under this agreement was \$1,007,848. The commitment ends on November 1, 2020.

In addition, the Village has committed future sales tax revenue on three parcels of land outside of the TIF District boundaries. On two of the parcels, the Village committed 0 percent on the first \$100,000 of sales tax paid by the business, 100 percent on the second \$100,000, and 50 percent of sales tax paid in excess of \$200,000 through March 2027 and August 2029, or \$9,945,180 and \$3,615,077, respectively. As of April 30, 2018, the total economic assistance provided under this agreement was \$1,688,073 and \$1,408,356, respectively.

Cook County Economic Incentives

The Cook County Assessor's Office, in conjunction with municipalities located within Cook County and within the Village's boundaries, encourage certain industrial and commercial development by offering real estate tax incentive programs (such as Class 6a, 6b, 7, 8, and 9) for the development of new industrial facilities, the rehabilitation of existing industrial structures, and industrial utilization of abandoned buildings or areas experiencing severe stagnation. These programs offer qualified properties a reduced equalized assessed valuation for up to 12 years. The Village estimates its portion of annual abatement of property taxes to various local companies under this development incentive approximates \$513,000.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 10. Other Financial Disclosures (FFS Level Only)

(a) Due To/From Other Funds

Individual interfund balances for the Village at April 30, 2018, are shown as follows:

Fund	Due from Other Funds
General Fund	
Nonmajor Governmental Funds	\$ 39,039
Fiduciary Funds	2,258
Nonmajor Governmental Funds	
General Fund	201,796
Fiduciary Funds	
General Fund	2,963
TIF Ridge Road Fund	
Waterworks and Sewerage Fund	<u>515,265</u>
Total	<u><u>\$ 761,321</u></u>

Fund	Due to Other Funds
General Fund	
Fiduciary Funds	\$ 2,963
Nonmajor Governmental Funds	201,796
Nonmajor Governmental Funds	
General Fund	39,039
Waterworks and Sewerage Fund	
TIF Ridge Road	515,265
Fiduciary Funds	
General Fund	<u>2,258</u>
Total	<u><u>\$ 761,321</u></u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 10. Other Financial Disclosures (FFS Level Only) (Continued)

Fund	Advance To Other Funds
General Fund	
Nonmajor Governmental Funds	\$ 196,655
TIF Ridge Road Fund	
General Fund	581,032
Airport Fund	133,363
Waterworks and Sewerage Fund	
General Fund	233,251
Nonmajor Governmental Funds	
Airport Fund	732,306
Nonmajor Governmental Funds	19,513
Fiduciary Funds	
General Fund	<u>142,819</u>
Total	<u><u>\$ 2,038,939</u></u>

Fund	Advance From Other Funds
General Fund	
TIF Ridge Road Fund	\$ 581,032
Waterworks and Sewerage Fund	233,251
Nonmajor Governmental Funds	142,819
Airport Fund	
General Fund	
TIF Ridge Road Fund	133,363
Nonmajor Governmental Funds	732,306
Nonmajor Governmental Funds	
General Fund	196,655
Fiduciary Funds	
Nonmajor Governmental Funds	<u>19,513</u>
Total	<u><u>\$ 2,038,939</u></u>

Interfund receivables and payables are used as loans to fund short-term cash needs and routine billings of individual funds.

Advances are used to distinguish long-term internal borrowings.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 10. Other Financial Disclosures (FFS Level Only) (Continued)

(b) Transfers In/Out

The interfund transfers in and out for the year ended April 30, 2018 are as follows:

Fund	Transfers In
Nonmajor Governmental Funds	
General Fund	\$ 1,248,410
Nonmajor Governmental Funds	3,171,516
Bernice Road TIF	
Nonmajor Governmental Funds	1,200,000
Airport Fund	
Nonmajor Governmental Funds	181,572
General Fund	3,956,497
Total	\$ 9,757,995
Fund	Transfers Out
General Fund	
Nonmajor Governmental Funds	\$ 1,248,410
Airport Fund	3,956,497
Nonmajor Governmental Funds	
Airport Fund	181,572
Nonmajor Governmental Funds	3,171,516
Bernice Road TIF	1,200,000
	\$ 9,757,995

Transfers are used to (a) move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; (b) move receipts restricted to debt service from the fund collecting the receipts to the debt service fund; and (c) use unrestricted revenues collected in the General Fund to finance various programs accounted for in accordance with budgetary authorizations.

Note 11. Postemployment Healthcare Plan

Plan Description. The Village provides employer paid retiree medical (including prescription drugs) to current and future eligible retirees. This is a single-employer plan. The Retiree Health Plan does not issue a publicly available financial report.

Funding Policy. The required contribution is based on projected pay-as-you-go financing requirements. Retirees receive coverage under the Village's health plan with an employer contribution depending on the coverage elected by the employee. For fiscal year 2018, the Village contributed \$1,061,582 to the plan. Plan members receiving benefits contributed 39 percent of the premium equivalent depending on the coverage elected.

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 11. Postemployment Healthcare Plan (Continued)

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The Village's net OPEB obligation at April 30, 2018 is included as a liability on the Statement of Net Position as "other postemployment benefits." The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2018, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution	\$ 2,448,088
Interest on net OPEB obligation	373,095
Adjustment to annual required contribution	<u>(518,657)</u>
Annual OPEB cost (expense)	2,302,526
Contributions made	<u>1,061,582</u>
Increase in net OPEB obligation	1,240,944
Net OPEB obligation beginning of year	<u>9,327,384</u>
 Net OPEB obligation end of year	 <u><u>\$ 10,568,328</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2018 and the two preceding years were as follows:

Fiscal Year Ending	Annual OPEB Costs	Percentage of OPEB Costs Contributed	Net OPEB Obligation
4/30/2018	\$ 2,302,526	46.11%	\$ 10,568,328
4/30/2017	1,857,543	58.76%	9,327,384
4/30/2016	1,828,026	59.63%	8,561,368

Funded Status and Funding Progress. As of April 30, 2018, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$27,060,760 and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of \$27,060,760. The covered payroll (annual payroll of active employees covered by the plan) was \$12,155,113, and the ratio of the UAAL to the covered payroll was 222.6 percent.

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 the future employment, mortality, and the healthcare cost trend. Amounts determined reporting the funded status of the plan and the annual required contributions 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 the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Note 11. Postemployment Healthcare Plan (Continued)

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the 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 the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2018 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4 percent investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date, projected salary increases of 4 percent, and an annual healthcare cost trend rate of 4 percent initially, increased by increments to an ultimate rate of 5 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2018 was 27 years.

Note 12. Pronouncements Issued But Not Yet Adopted

The Governmental Accounting Standards Board (GASB) recently issued the following statements:

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (Employer)*, will be effective for the Village beginning with its year ending April 30, 2019. This statement outlines accounting and financial reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments.

GASB Statement No. 83, *Certain Asset Retirement Obligations*, will be effective for the Village beginning with its year ending April 30, 2020. This statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this statement.

GASB Statement No. 84, *Fiduciary Activities*, will be effective for the Village beginning with its year ending April 30, 2020. This statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

GASB Statement No. 85, *Omnibus 2017*, will be effective for the Village beginning with its year ending April 30, 2019. The objective of this statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits).

Note 12. Pronouncements Issued But Not Yet Adopted (Continued)

GASB Statement No. 86, *Certain Debt Extinguishment Issues*, will be effective for the Village beginning with its year ending April 30, 2019. The objective of this statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources (resources other than the proceeds of refunding debt) are placed in an irrevocable trust for the sole purpose of extinguishing debt. This statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to the financial statements for debt that is defeased in substance.

GASB Statement No. 87, *Leases*, will be effective for the Village beginning with its year ending April 30, 2021. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

GASB Statement No. 88, *Certain Disclosures Related to Debt Including Direct Borrowing Placements*, will be effective for the Village beginning with its year ended April 30, 2020. The primary objective of this statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. This statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established.

GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, will be effective for the Village with its period ending April 30, 2021. The objectives of this statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

Management has not determined the impact, if any, the above statements will have on the financial position and results of operations of the Village; however, the impact of GASB Statement No. 75 will likely be material to the statement footnotes and required supplementary information of the Village.

Required Supplementary Information

Village of Lansing, Illinois

**Required Supplementary Information - GASB Statement No. 45
Postemployment Healthcare Plan**

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2018	\$ -	\$ 27,060,760	\$ 27,060,760	-	% \$ 12,155,113	222.6
4/30/2016	-	22,139,583	22,139,583	-	11,558,462	191.5
4/30/2014	-	21,951,610	21,951,610	-	11,602,149	189.2
4/30/2012	-	19,364,687	19,364,687	-	11,688,690	165.7

The Village has elected to have biennial valuations performed. Information has been presented for as many years as available.

Schedule of Employer Contributions

Fiscal Year Ending	Annual Required Contribution	Percentage Contributed
4/30/2018	\$ 2,448,088	43.36%
4/30/2017	1,950,118	55.97%
4/30/2016	1,950,118	55.90%

Village of Lansing, Illinois

Required Supplementary Information - Illinois Municipal Retirement Fund
 Schedule of Changes in Net Pension Liability, Total Pension Liability and Related
 Ratios and Investment Returns

For calendar year ended December 31,	2017	2016	2015	2014
Total pension liability				
Service cost	\$ 492,583	\$ 491,981	\$ 469,465	\$ 487,490
Interest on the total pension liability	2,568,275	2,510,748	2,456,198	2,319,371
Differences between expected and actual experience	386,696	(245,505)	(175,415)	(60,492)
Changes in assumptions	(1,033,135)	(117,260)	38,185	1,158,124
Benefit payments	(2,055,460)	(1,959,896)	(2,091,083)	(1,876,018)
Net change in total pension liability	358,959	680,068	697,350	2,028,475
Total pension liability—beginning	35,025,104	34,345,036	33,647,686	31,619,211
Total pension liability—ending (a)	\$ 35,384,063	\$ 35,025,104	\$ 34,345,036	\$ 33,647,686
Plan fiduciary net position				
Contributions - Employer	\$ 883,639	\$ 946,936	\$ 896,079	\$ 859,366
Contributions - Member	209,968	200,716	198,370	191,947
Pension plan net investment income	5,312,882	1,976,331	140,559	1,671,435
Benefit payments	(2,055,460)	(1,959,896)	(2,091,083)	(1,876,018)
Pension plan administrative expense	(448,434)	(236,571)	697,724	(49,634)
Net change in plan fiduciary net position	3,902,595	927,516	(158,351)	797,096
Plan fiduciary net position—beginning	29,379,188	28,451,672	28,610,023	27,812,927
Plan fiduciary net position—ending (b)	\$ 33,281,783	\$ 29,379,188	\$ 28,451,672	\$ 28,610,023
Net pension liability - ending (a) - (b)	\$ 2,102,280	\$ 5,645,916	\$ 5,893,364	\$ 5,037,663
Plan fiduciary net position as a percentage of the total pension liability	94.06%	83.88%	82.84%	85.03%
Covered-Employee Payroll	\$ 4,601,947	\$ 4,460,366	\$ 4,291,562	\$ 4,143,821
Employer net pension liability as a percentage of covered-employee payroll	45.68%	126.58%	137.32%	121.57%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Village of Lansing, Illinois

**Required Supplementary Information - Police Pension Plan
Schedule of Changes in Net Pension Liability, Total Pension Liability and Related
Ratios and Investment Returns**

Fiscal year ended April 30,	2018	2017	2016	2015
Total pension liability				
Service cost	\$ 1,547,385	\$ 1,460,486	\$ 1,218,745	\$ 918,723
Interest on the total pension liability	5,361,099	5,303,120	4,230,790	4,819,714
Differences between expected and actual experience	290,412	(612,830)	992,174	-
Changes in assumptions	(478,771)	(1,716,544)	14,426,919	-
Benefit payments	(3,670,099)	(3,249,490)	(3,163,706)	(3,087,204)
Net change in total pension liability	3,050,026	1,184,742	17,704,922	2,651,233
Total pension liability—beginning	91,937,557	90,752,815	73,047,893	70,396,660
Total pension liability—ending (a)	\$ 94,987,583	\$ 91,937,557	\$ 90,752,815	\$ 73,047,893
Plan fiduciary net position				
Contributions - Employer	\$ 3,727,904	\$ 3,452,598	\$ 2,670,076	\$ 2,647,787
Contributions - Member	501,729	483,553	561,720	479,632
Contributions - Other	120,067	-	-	-
Pension plan net investment income	1,223,110	1,623,833	(97,257)	1,357,778
Benefit payments	(3,670,099)	(3,249,490)	(3,163,706)	(3,087,204)
Pension plan administrative expense	(62,435)	(66,009)	(36,579)	(36,959)
Net change in plan fiduciary net position	1,840,276	2,244,485	(65,746)	1,361,034
Plan fiduciary net position—beginning	32,957,230	30,712,745	30,778,491	29,417,457
Plan fiduciary net position—ending (b)	\$ 34,797,506	\$ 32,957,230	\$ 30,712,745	\$ 30,778,491
Net pension liability - ending (a) - (b)	\$ 60,190,077	\$ 58,980,327	\$ 60,040,070	\$ 42,269,402
Plan fiduciary net position as a percentage of the total pension liability	36.63%	35.85%	33.84%	42.13%
Covered-Employee Payroll	\$ 5,284,921	\$ 5,221,161	\$ 4,896,004	\$ 4,758,282
Employer net pension liability as a percentage of covered-employee payroll	1138.90%	1129.64%	1226.31%	888.33%
Annual money-weighted rate of return, net of investment expense	3.91%	5.37%	-0.98%	4.53%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Village of Lansing, Illinois

Required Supplementary Information - Firefighters' Pension Plan
 Schedule of Changes in Net Pension Liability, Total Pension Liability and Related
 Ratios and Investment Returns

Fiscal year ended April 30,	2018	2017	2016	2015
Total pension liability				
Service cost	\$ 701,999	\$ 657,610	\$ 587,346	\$ 579,723
Interest on the total pension liability	1,935,378	1,846,966	1,460,806	1,339,708
Differences between expected and actual experience	(6,835)	232,831	1,398,715	(1,383,452)
Changes in assumptions	-	(225,988)	3,406,404	2,340,955
Benefit payments	(1,218,227)	(1,184,990)	(1,079,777)	(1,002,441)
Net change in total pension liability	1,412,315	1,326,429	5,773,494	1,874,493
Total pension liability—beginning	29,281,387	27,954,958	22,181,464	20,306,971
Total pension liability—ending (a)	\$ 30,693,702	\$ 29,281,387	\$ 27,954,958	\$ 22,181,464
Plan fiduciary net position				
Contributions - Employer	\$ 1,596,662	\$ 1,152,147	\$ 1,012,630	\$ 893,065
Contributions - Member	240,825	219,871	218,944	207,627
Contributions - Other	-	1,636	-	-
Pension plan net investment income	379,829	551,314	(34,681)	473,845
Benefit payments	(1,218,228)	(1,184,990)	(1,079,777)	(1,002,441)
Pension plan administrative expense	(29,290)	(26,990)	(25,624)	(22,179)
Net change in plan fiduciary net position	969,798	712,988	91,492	549,917
Plan fiduciary net position—beginning	12,928,624	12,215,636	12,124,144	11,574,227
Plan fiduciary net position—ending (b)	\$ 13,898,422	\$ 12,928,624	\$ 12,215,636	\$ 12,124,144
Net pension liability - ending (a) - (b)	\$ 16,795,280	\$ 16,352,763	\$ 15,739,322	\$ 10,057,320
Plan fiduciary net position as a percentage of the total pension liability	45.28%	44.15%	43.70%	54.66%
Covered-Employee Payroll	\$ 2,528,580	\$ 2,447,331	\$ 2,370,896	\$ 2,112,271
Employer net pension liability as a percentage of covered-employee payroll	664.22%	668.19%	663.86%	476.14%
Annual money-weighted rate of return, net of investment expense	2.91%	4.66%	-0.73%	4.07%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Village of Lansing, Illinois

**Required Supplementary Information
Schedule of Contributions**

Police Pension Plan

	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 3,648,913	\$ 3,371,331	\$ 2,975,133	\$ 2,923,431	\$ 2,638,555
Contributions in Relation to the Actuarial Determined Contribution	3,727,904	3,452,598	2,670,076	2,647,787	2,275,526
Contribution Deficiency (excess)	\$ (78,991)	\$ (81,267)	\$ 305,057	\$ 275,644	\$ 363,029
Covered-Employee Payroll	\$ 5,284,921	\$ 5,221,161	\$ 4,896,004	\$ 4,758,282	\$ 4,574,148
Contributions as a Percentage of Covered-Employee Payroll	70.54%	66.13%	54.54%	55.65%	49.75%

Firefighters' Pension Plan

	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 1,460,307	\$ 1,210,276	\$ 833,082	\$ 1,210,276	\$ 833,082
Contributions in Relation to the Actuarial Determined Contribution	1,596,662	1,152,147	1,012,630	893,065	731,932
Contribution Deficiency (excess)	\$ (136,355)	\$ 58,129	\$ (179,548)	\$ 317,211	\$ 101,150
Covered-Employee Payroll	\$ 2,528,580	\$ 2,447,331	\$ 2,370,896	\$ 2,112,271	\$ 2,247,765
Contributions as a Percentage of Covered-Employee Payroll	63.14%	47.08%	42.71%	42.28%	32.56%

Illinois Municipal Retirement Fund

	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 883,574	\$ 946,936	\$ 896,078	\$ 878,490	\$ -
Contributions in Relation to the Actuarial Determined Contribution	883,639	946,936	896,079	859,366	-
Contribution Deficiency (excess)	\$ (65)	\$ -	\$ (1)	\$ 19,124	\$ -
Covered-Employee Payroll	\$ 4,601,947	\$ 4,460,366	\$ 4,291,562	\$ 4,143,921	\$ -
Contributions as a Percentage of Covered-Employee Payroll	19.20%	21.23%	20.88%	20.74%	-

Note: Information is presented for as many years as available.

2013	2012	2011	2010	2009
\$ 2,216,366	\$ 2,833,793	\$ 2,217,746	\$ 1,572,325	\$ 1,572,325
2,215,909	2,387,260	2,526,714	1,646,247	1,524,248
\$ 457	\$ 446,533	\$ (308,968)	\$ (73,922)	\$ 48,077
\$ 4,496,541	\$ 4,340,126	\$ 4,259,988	\$ 4,372,684	\$ 4,372,684
49.28%	55.00%	59.31%	37.65%	34.86%

2013	2012	2011	2010	2009
\$ 696,364	\$ 580,295	\$ 535,061	\$ 443,989	\$ 443,989
437,530	859,290	997,443	658,472	541,689
\$ 258,834	\$ (278,995)	\$ (462,382)	\$ (214,483)	\$ (97,700)
\$ 2,152,558	\$ 2,076,473	\$ 2,023,962	\$ 2,023,962	\$ 2,023,962
20.33%	41.38%	49.28%	32.53%	26.76%

2013	2012	2011	2010	2009
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-

Village of Lansing, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual - General Fund
 Year Ended April 30, 2018

	Final Budget	Actual	Variance
Revenues:			
Program:			
Charges for services	\$ 3,263,000	\$ 3,177,145	\$ (85,855)
Licenses and permits	897,700	843,495	(54,205)
Intergovernmental	3,597,939	3,411,149	(186,790)
Fines and forfeitures	889,900	956,073	66,173
General:			
Property taxes	8,968,839	7,955,283	(1,013,556)
Other taxes	9,948,607	9,295,945	(652,662)
Interest	4,000	19,145	15,145
Miscellaneous	658,499	723,331	64,832
Total revenues	<u>28,228,484</u>	<u>26,381,566</u>	<u>(1,846,918)</u>
Expenditures:			
Current:			
General government	4,812,982	4,008,794	804,188
Public safety	22,144,901	18,202,529	3,942,372
Public works	4,234,426	3,449,086	785,340
Capital outlay	1,257,626	543,067	714,559
Total expenditures	<u>32,449,935</u>	<u>26,203,476</u>	<u>6,246,459</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,221,451)</u>	<u>178,090</u>	<u>4,399,541</u>
Other financing sources (uses):			
Transfers in	-	-	-
Transfers (out)	(1,636,971)	(5,204,907)	(3,567,936)
Total other financing sources (uses)	<u>(1,636,971)</u>	<u>(5,204,907)</u>	<u>(3,567,936)</u>
Change in fund balance	<u>\$ (5,858,422)</u>	<u>(5,026,817)</u>	<u>\$ 831,605</u>
Fund balances:			
May 1, 2017		<u>7,922,725</u>	
April 30, 2018		<u>\$ 2,895,908</u>	

Village of Lansing, Illinois

Notes to Required Supplementary Information

Note 1. Budgetary Information

Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles. The original budget was not amended during the fiscal year.

Budgetary Process

The Village follows these procedures in establishing the appropriation data reflected in the financial statements:

1. The Village Treasurer submits to the Village Board of Trustees a proposed operating appropriation ordinance (budget) for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted by the Village to obtain taxpayer comments.
3. Subsequently, the appropriation ordinance is legally enacted through passage of an ordinance.
4. Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital project funds.
5. Appropriations for the general, special revenue, debt service and capital project funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
6. Budgetary authority lapses at the year-end.

State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is generally considered to be the fund budget in total.

Village of Lansing, Illinois

Notes to Required Supplementary Information

Note 2. Pension Contributions

The following methods and assumptions were utilized to measure the actuarially determined contribution (ADC) for each applicable pension plan.

Police Pension Plan

Methods and Assumptions

Valuation date	April 30, 2018
Actuarial cost method	Entry Age Normal
Actuarial Value of Assets	5 Year Smoothed Market Value
Amortization method	Level Percentage of Payroll Closed
Remaining Amortization Period	25 Years
Investment rate of return	7.00%
Projected Individual Salary Increases	2.50% - 14.77%
Projected Increase in Total Payroll	3.25%
Consumer Price Index (Utilities)	2.00%
Inflation Rate Included	2.00%
Mortality Table	Lauterbach & Amen (L&A) 2016 Illinois Police

Firefighters' Pension Plan

Methods and Assumptions

Valuation date	April 30, 2018
Actuarial cost method	Entry Age Normal
Actuarial Value of Assets	5 Year Smoothed Market Value
Amortization method	Level Percentage of Payroll Closed
Remaining Amortization Period	25 Years
Investment rate of return	6.75%
Projected Individual Salary Increases	3.75% - 14.77%
Projected Increase in Total Payroll	3.25%
Consumer Price Index (Utilities)	2.50%
Inflation Rate Included	2.50%
Mortality Table	Lauterbach & Amen (L&A) 2016 Illinois Firefighter's

Village of Lansing, Illinois

Notes to Required Supplementary Information

Note 2. Pension Contributions (Continued)

Illinois Municipal Retirement Fund

Methods and Assumptions

Valuation date	December 31, 2017
Actuarial cost method	Entry Age Normal
Actuarial Value of Assets	5 Year Smoothed Market Value, 20% corridor
Amortization method	Level Percentage of Payroll Closed
Remaining Amortization Period	27-year closed period until remaining period reaches 15 years (then 15-year rolling period)
Investment rate of return	7.50%
Projected Individual Salary Increases	3.75% - 14.5%
Projected Increase in Total Payroll	3.50%
Consumer Price Index (Utilities)	2.75%
Inflation Rate Included	2.75%
Mortality Table	

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Supplementary Information

Village of Lansing, Illinois

Schedule of Revenues - Budget and Actual
General Fund
Year Ended April 30, 2018

	Original and Final Budget	Actual
Charges for services:		
Refuse billing	\$ 2,403,000	\$ 2,379,005
Toter rental	9,000	10,605
Application fee	1,000	2,750
Paramedic fees	850,000	784,785
Total charges for services	3,263,000	3,177,145
Licenses and permits:		
Business licenses	140,000	133,103
Vehicle licenses	512,100	487,524
Other licenses	15,600	14,305
Building permits	200,000	178,723
Electrical permits	10,000	8,397
Plumbing permits	10,000	10,123
Heating, air conditioning, and other permits	10,000	11,320
Total licenses and permits	897,700	843,495
Intergovernmental:		
State income	2,837,939	2,957,670
Replacement tax	245,000	183,941
Video gaming tax	125,000	139,000
Grants	390,000	130,538
Total intergovernmental	3,597,939	3,411,149
Fines and fees:		
Court fines	43,000	31,432
IDROP tickets	110,000	110,665
Towing fines	110,000	159,500
Other fines	240,000	276,188
Building/elevator inspection fees	371,000	371,743
Planning/zoning fees	11,000	5,135
Other fees	4,900	1,410
Total fines and fees	889,900	956,073
Property taxes:		
General	8,968,839	7,955,283
Total property taxes	8,968,839	7,955,283
Other taxes:		
Sales tax	6,433,607	6,035,441
Utility tax	1,450,000	1,445,461
Cable TV franchise fee	470,000	405,695
Phone franchise fee	725,000	598,578
Motel tax	770,000	774,772
Foreign fire insurance	100,000	35,998
Total other taxes	9,948,607	9,295,945
Interest	4,000	19,145
Miscellaneous:		
Miscellaneous other revenue	504,827	526,401
Rental income	125,672	168,885
Builders club	10,900	5,783
Grants	10,000	11,832
Donations	7,100	10,430
Total miscellaneous	658,499	723,331
Total revenues	\$ 28,228,484	\$ 26,381,566

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual
 General Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
General government:		
General administrative and support:		
Administration:		
Salaries - exempt	\$ 165,018	\$ 115,782
Salaries - clerical	30,240	24,600
Salaries - part time	5,694	5,482
Salaries - elected officials	180,000	181,000
Overtime - clerical	-	34
Employee insurance	109,762	73,475
Unemployment taxes	24,000	4,645
Legal service	144,000	186,823
Janitorial service	15,600	12,090
Other professional services	17,400	21,050
Postage	600	1,050
Publishing / advertising	4,800	4,210
Printing / copying	1,200	801
Community relations	22,800	20,695
Azavar contingency payments	18,000	6,538
Dues	35,592	26,757
Travel expense	1,200	380
Professional expenses	600	346
Training	5,892	2,725
Public utility services	8,400	15,312
Office supplies	3,600	4,935
Institutional supplies	7,440	3,685
MSI code violations	108,000	73,396
Miscellaneous expense	6,000	3,870
Total administration	<u>915,838</u>	<u>789,681</u>
Finance:		
Salaries - exempt	72,655	62,972
Salaries - clerical	86,424	75,255
Salaries - part time	53,115	26,161
Overtime - clerical	4,800	4,596
Employee insurance	123,006	122,635
Unemployment insurance	490,403	626,464
Contract maintenance - equipment	29,129	24,664
Auditing fees	30,900	22,125
Other professional fees	600	7
Postage	19,200	15,654
Publishing / advertising	1,800	825
Printing / copying	24,600	18,821
Dues	1,860	1,150
Travel	1,260	421
Training	4,452	1,160
Bank charges	9,600	7,760
Liability insurance	557,713	458,186
Office supplies	12,720	9,455
Total finance	<u>1,524,237</u>	<u>1,478,311</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)

General Fund

Year Ended April 30, 2018

	Original and Final Budget	Actual
General government: (continued)		
General administrative and support: (continued)		
Information technology:		
Salaries - exempt	\$ 89,195	\$ 75,652
Salaries - part time	24,000	17,952
Employee insurance	29,364	24,440
Contract maintenance	23,172	14,253
Telephone	25,920	33,798
Publishing and advertising	3,120	774
Printing and copying	600	46
Dues	600	-
Travel expenses	600	75
Training education	1,627	6,323
Automotive fuel/oil	600	80
Website development	8,940	6,249
General hardware / software purchase	36,360	44,780
Virus protection	4,800	-
IT expenses	19,200	10,370
WAN	26,160	31,694
Support services	28,800	22,000
Total information technology	<u>323,058</u>	<u>288,486</u>
Boards and commissions:		
Overtime - clerical	1,200	1,321
Member fees	4,128	1,790
Police and Fire professional service	30,000	17,762
Postage	1,200	149
Publishing / advertising	3,600	1,309
Dues	240	-
Training	600	-
Publications	600	-
Office supplies	360	106
Operating supplies	360	170
Total boards and commissions	<u>42,288</u>	<u>22,607</u>
Total general and administrative support	<u>2,805,421</u>	<u>2,579,085</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
General government: (continued)		
Community development:		
Building:		
Salaries - exempt	\$ 151,288	\$ 78,973
Salaries - clerical	73,064	61,121
Salaries - inspectors	130,276	107,617
Salaries - part time	16,787	10,170
Overtime - clerical	600	1,638
Overtime - inspectors	600	-
Employee insurance	156,751	116,577
Contract maintenance - building	42,000	14,989
Contract maintenance - municipal property	108,000	85,098
Contract maintenance - equipment	12,000	10,364
Property maintenance	12,000	11,577
Residential lawn maintenance	48,000	33,700
Legal service	1,200	-
Other professional services	900	-
Postage	1,440	1,657
Telephone	6,000	5,895
Printing / copying	600	636
Flood activities	3,600	6,261
Elevator inspection fees	15,600	16,310
Dues	720	400
Travel expense	600	60
Training	3,600	1,058
Publications	1,440	537
Bad debt write-off (recovery)	24,000	(32,781)
Electrical inspector	20,400	17,960
Plumbing inspector	18,000	16,725
Inspectors - contractual	20,400	13,370
Office supplies	3,600	3,147
Automotive fuel / oil	6,000	3,396
Other general supplies	600	666
Maintenance supplies - building	1,800	731
Maintenance supplies - vehicles	6,000	2,771
Lease purchase	7,200	9,247
Total building	<u>895,066</u>	<u>599,870</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
General government: (continued)		
Community development: (continued)		
Planning and development:		
Salaries - exempt	\$ 11,880	\$ (258)
Salaries - clerical	5,905	4,943
Employee insurance	65,406	32,447
Legal service	6,000	11,797
Other professional services	18,000	1,201
Postage	600	1
Telephone	1,800	34
Printing	960	-
Sales tax reimbursement agreements	492,000	397,785
Tourism / Marketing promotion	120,000	107,567
Dues	1,662	100
Travel	3,780	-
Professional expenses	2,400	-
Training	4,200	-
Publications	360	-
Appraisals	5,760	-
Office supplies	600	424
Operating supplies	600	-
Computer software	14,400	979
Total planning and development	<u>756,313</u>	<u>557,020</u>
Channel 4 LNN:		
Salaries - support staff	85,680	71,586
Salaries - part time	19,200	12,450
Employee insurance	22,039	18,057
Repairs	2,400	-
Telephone	3,360	1,091
Office supplies	1,200	555
Production supplies	8,400	2,635
Promotions	3,000	-
Total Channel 4 LNN	<u>145,279</u>	<u>106,374</u>
Youth center:		
Salaries - exempt	52,722	44,104
Salaries - part time	75,149	70,831
Employee insurance	29,364	24,497
Contract maintenance - building	1,680	964
Contract maintenance - equipment	6,314	4,289
Janitorial service	9,734	7,397
Telephone	2,160	2,009
Printing / copying	900	98
Special events	7,680	1,039
Public utility services	1,200	-
Miscellaneous	360	372
Office supplies	480	143
Concession supplies	12,000	7,490
Other general supplies	4,560	200
Maintenance supplies - building	4,560	2,992
Maintenance supplies - equipment	2,040	20
Total youth center	<u>210,903</u>	<u>166,445</u>
Total community development	<u>2,007,561</u>	<u>1,429,709</u>
Total general government	<u>4,812,982</u>	<u>4,008,794</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
Public safety:		
Police:		
Salaries - exempt	\$ 620,434	\$ 531,503
Salaries - clerical	188,126	155,472
Salaries - telecommunications	547,619	460,754
Salaries - record clerks	160,480	137,203
Salaries - sergeants / lieutenants	1,689,718	1,400,089
Salaries - police officers	3,883,762	3,180,009
Salaries - custodian	55,427	46,367
Salaries - part time	90,600	53,431
Salaries - crossing guards	196,177	156,664
Overtime - clerical	300	-
Overtime - telecommunications	96,000	60,616
Overtime - record clerks	600	-
Overtime - sergeants / lieutenants	90,000	111,710
Overtime - police officers	430,500	429,083
Overtime - custodian	360	-
Employee insurance	2,047,254	1,666,316
Pension contribution	4,731,049	3,727,904
Uniform expense	72,438	61,370
Education assistance	10,920	7,288
SO. Sub major crime task force	3,600	810
Animal control officer	46,175	38,668
Contract maintenance - building	84,132	66,873
Contract maintenance - equipment	12,660	7,728
Contract maintenance - vehicles	48,000	59,695
Contract maintenance - other	125,026	96,998
Medical service	900	1,533
Other professional services	17,316	16,321
Postage	6,840	7,311
Telephone	13,200	12,913
Dues	936	610
Travel expense	7,200	10,152
Training	33,120	18,663
Publications	540	432
Public utility services	4,800	-
Office supplies	13,860	12,031
Automotive fuel	108,000	91,266
Operating supplies	13,260	10,559
Local law enforcement expense (bracelet / tow)	6,000	3,173
Institutional supplies	1,050	714
Other general supplies	8,100	3,559
Maintenance supplies - building	7,482	4,733
Maintenance supplies - equipment	900	598
Maintenance supplies - vehicles	30,000	28,798
Total police	<u>15,505,461</u>	<u>12,680,419</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)

General Fund

Year Ended April 30, 2018

	Original and Final Budget	Actual
Public safety: (continued)		
Fire:		
Salaries - exempt	\$ 294,149	\$ 246,071
Salaries - clerical	43,425	36,327
Salaries - firefighters	2,771,889	2,306,702
Salaries - part time	185,664	96,620
Overtime - clerical	600	366
Overtime - firefighters	210,000	215,841
Employee insurance	774,966	653,136
Pension contribution	1,893,381	1,596,662
Uniform expense	15,120	13,450
Contract maintenance - building	39,600	20,306
Contract maintenance - equipment	4,800	5,696
Contract maintenance - vehicle	120,000	118,414
Contract maintenance - other	21,000	11,134
Other professional services	21,600	12,269
Medical billings	50,400	39,160
Postage	480	502
Telephone	15,120	9,536
Fire prevention	3,000	2,080
Printing / copying	2,040	982
Mutual aid	7,764	6,060
Dues	900	719
Travel expense	4,800	1,694
Training	24,420	17,621
Public utility services	2,400	-
Office supplies	3,600	2,710
Automotive fuel	37,800	25,637
Operating supplies	48,690	40,383
Small tools	1,800	1,063
Maintenance supplies - building	2,400	917
Maintenance supplies - equipment	6,000	11,471
Maintenance supplies - vehicles	16,800	15,850
Public education	3,600	928
Leased equipment	5,040	6,209
Dive team	6,180	5,594
POC retirement	12	-
Total fire	<u>6,639,440</u>	<u>5,522,110</u>
Total public safety	<u>22,144,901</u>	<u>18,202,529</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
Public works:		
Street:		
Salaries - exempt	\$ 774,562	\$ 603,490
Salaries - part time	18,000	31,985
Overtime - clerical	240	-
Overtime - public works	58,800	68,485
Employee insurance	376,559	290,794
Uniform expense	7,200	5,522
Contract maintenance - building	16,751	8,863
Contract maintenance - equipment	29,760	17,994
Contract maintenance - vehicles	6,000	464
Contract maintenance - street / sidewalk	60,000	34,937
Contract maintenance - street lights	12,000	18,928
Contract maintenance - traffic lights	22,200	14,905
Other professional service	900	547
Postage	120	-
Telephone	15,600	11,086
Printing / copying	360	-
Dues	900	80
Training	8,040	300
Allowance for uncollectible accounts	12,000	(1,642)
Public utilities	22,800	12,631
Street lighting - electric	264,000	211,217
Grass / leaves / branches / disposal fees	2,400	2,321
Office supplies	3,600	895
Safety supplies	1,800	1,793
Automotive fuel	30,000	31,133
Operating supplies	18,000	9,696
Maintenance supplies - snow equipment	60,000	28,301
Maintenance supplies - vehicle	4,800	1,818
Maintenance supplies - street lights	13,200	9,312
Maintenance supplies - traffic signals	3,600	2,744
Tree removal	12,000	1,025
Site restoration	54,000	5,132
Sign maintenance and equipment	18,000	11,827
Homewood disposal	2,306,234	2,012,503
Total public works	4,234,426	3,449,086
Capital outlay	1,257,626	543,067
Total expenditures	\$ 32,449,935	\$ 26,203,476

Village of Lansing, Illinois

Combining Balance Sheet
 Nonmajor Governmental Funds
 April 30, 2018

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	\$ 2,494,121	\$ 3,185,668	\$ 1,453,496	\$ 7,133,285
Receivables:				
Property taxes	1,352,201	1,132,035	611,829	3,096,065
Intergovernmental	167,943	-	-	167,943
Due from other funds	-	-	201,796	201,796
Advance to other funds	-	19,513	732,306	751,819
Property held for resale	-	253,300	-	253,300
Other	54,662	-	-	54,662
Total assets	\$ 4,068,927	\$ 4,590,516	\$ 2,999,427	\$ 11,658,870
Liabilities				
Accounts payable	\$ 97,044	\$ 229,622	\$ -	\$ 326,666
Accrued payroll	21,228	1,241	-	22,469
Other	-	5,307	-	5,307
Due to other funds	39,039	-	-	39,039
Advance from other funds	196,655	-	-	196,655
Total liabilities	353,966	236,170	-	590,136
Deferred Inflows of Resources				
Deferred property taxes	1,332,271	1,136,158	603,517	3,071,946
Fund Balances				
Restricted	2,382,690	3,218,188	2,395,910	7,996,788
Total liabilities, deferred inflows of resources and fund balances	\$ 4,068,927	\$ 4,590,516	\$ 2,999,427	\$ 11,658,870

Village of Lansing, Illinois

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended April 30, 2018**

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Revenues:				
Program:				
Intergovernmental	\$ 1,011,068	\$ -	\$ -	\$ 1,011,068
Fines and forfeitures	345,495	-	-	345,495
General:				
Property taxes	1,206,565	1,913,401	488,997	3,608,963
Interest	3,733	13,880	5,010	22,623
Sale of equipment	18,475	-	-	18,475
Miscellaneous	-	606,421	-	606,421
Total revenues	2,585,336	2,533,702	494,007	5,613,045
Expenditures:				
Current:				
General government	862,586	74,735	-	937,321
Public safety	306,832	-	-	306,832
Public works	132,923	-	-	132,923
Capital outlay	314,704	371,939	-	686,643
Debt service:				
Principal	-	-	1,213,984	1,213,984
Interest and fees	-	-	613,847	613,847
Total expenditures	1,617,045	446,674	1,827,831	3,891,550
Excess (deficiency) of revenues over (under) expenditures	968,291	2,087,028	(1,333,824)	1,721,495
Other financing sources (uses):				
Transfers in	-	2,700,000	1,719,926	4,419,926
Transfers (out)	(471,516)	(3,900,000)	(181,572)	(4,553,088)
Capital lease proceeds	180,866	-	-	180,866
Total other financing sources (uses)	(290,650)	(1,200,000)	1,538,354	47,704
Change in fund balances	677,641	887,028	204,530	1,769,199
Fund balances:				
May 1, 2017	1,705,049	2,331,160	2,191,380	6,227,589
April 30, 2018	\$ 2,382,690	\$ 3,218,188	\$ 2,395,910	\$ 7,996,788

Village of Lansing, Illinois

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 April 30, 2018

	IMRF / FICA	Motor Fuel Tax	Police Department Forfeiture	Police Department Forfeiture Justice	911	Street Improvement	Total
Assets							
Cash and cash equivalents	\$ 790,862	\$ 484,455	\$ 314,359	\$ 342,178	\$ 171,105	\$ 391,162	\$ 2,494,121
Receivables:							
Property taxes	640,533	-	-	-	-	711,668	1,352,201
Intergovernmental	22	64,857	1,180	-	101,884	-	167,943
Other	-	-	-	-	54,662	-	54,662
Total assets	\$ 1,431,417	\$ 549,312	\$ 315,539	\$ 342,178	\$ 327,651	\$ 1,102,830	\$ 4,068,927
Liabilities							
Accounts payable	\$ -	\$ 1,250	\$ 3,050	\$ 36	\$ 92,708	\$ -	\$ 97,044
Accrued payroll	19,741	-	-	1,487	-	-	21,228
Due to other funds	39,039	-	-	-	-	-	39,039
Advance from other funds	-	196,655	-	-	-	-	196,655
Total liabilities	58,780	197,905	3,050	1,523	92,708	-	353,966
Deferred Inflows of Resources							
Deferred property taxes	629,859	-	-	-	-	702,412	1,332,271
Fund Balances							
Restricted	742,778	351,407	312,489	340,655	234,943	400,418	2,382,690
Total liabilities, deferred inflows of resources and fund balances	\$ 1,431,417	\$ 549,312	\$ 315,539	\$ 342,178	\$ 327,651	\$ 1,102,830	\$ 4,068,927

Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 Year Ended April 30, 2018

	IMRF / FICA	Motor Fuel Tax	Police Department Forfeiture	Police Department Forfeiture Justice	911	Street Improvement	Total
Revenues:							
Property taxes	\$ 806,147	\$ -	\$ -	\$ -	\$ -	\$ 400,418	\$ 1,206,565
Intergovernmental:							
Allotments	-	723,376	-	-	-	-	723,376
911 surcharge	-	-	-	-	286,512	-	286,512
Grants	-	-	1,180	-	-	-	1,180
Fees and services:							
Seizures	-	-	35,882	309,613	-	-	345,495
Sale of equipment	-	-	100	18,375	-	-	18,475
Interest	-	1,555	943	974	261	-	3,733
Total revenues	806,147	724,931	38,105	328,962	286,773	400,418	2,585,336
Expenditures:							
Current:							
General government, pension contributions	862,586	-	-	-	-	-	862,586
Public safety, police	-	-	44,932	127,036	134,864	-	306,832
Public works	-	132,923	-	-	-	-	132,923
Capital outlay	-	697	3,586	61,419	249,002	-	314,704
Total expenditures	862,586	133,620	48,518	188,455	383,866	-	1,617,045
Excess (deficiency) of revenues over (under) expenditures	(56,439)	591,311	(10,413)	140,507	(97,093)	400,418	968,291
Other financing sources (uses)							
Transfers out	-	(450,000)	-	-	(21,516)	-	(471,516)
Capital lease proceeds	-	-	-	-	180,866	-	180,866
Total other financing sources (uses)	-	(450,000)	-	-	159,350	-	(290,650)
Change in fund balances	(56,439)	141,311	(10,413)	140,507	62,257	400,418	677,641
Fund balances:							
May 1, 2017	799,217	210,096	322,902	200,148	172,686	-	1,705,049
April 30, 2018	\$ 742,778	\$ 351,407	\$ 312,489	\$ 340,655	\$ 234,943	\$ 400,418	\$ 2,382,690

Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 Nonmajor Special Revenue Funds
 Year Ended April 30, 2018

	IMRF / FICA		Motor Fuel Tax		Police Department Forfeiture	
	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual
Revenues:						
Property taxes	\$ 1,000,000	\$ 806,147	\$ -	\$ -	\$ -	\$ -
Intergovernmental:						
Allotments	-	-	720,000	723,376	-	-
Grants	-	-	-	-	-	1,180
Fees and services:						
Seizures	-	-	-	-	-	35,882
Sale of equipment	-	-	-	-	-	100
Interest	-	-	200	1,555	-	943
Total revenues	1,000,000	806,147	720,200	724,931	-	38,105
Expenditures:						
Current:						
General government, pension contributions	1,210,374	862,586	-	-	-	-
Public safety, police	-	-	-	-	242,400	44,932
Public works	-	-	267,600	132,923	-	-
Capital outlay	-	-	-	697	27,600	3,586
Total expenditures	1,210,374	862,586	267,600	133,620	270,000	48,518
Excess (deficiency) of revenues over (under) expenditures	(210,374)	(56,439)	452,600	591,311	(270,000)	(10,413)
Other financing (uses)						
Transfers (out)	-	-	(450,000)	(450,000)	(30,000)	-
Change in fund balances	\$ (210,374)	(56,439)	\$ 2,600	141,311	\$ (300,000)	(10,413)
Fund balances:						
May 1, 2017		799,217		210,096		322,902
April 30, 2018		<u>\$ 742,778</u>		<u>\$ 351,407</u>		<u>\$ 312,489</u>

Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 Nonmajor Special Revenue Funds (Continued)
 Year Ended April 30, 2018

	Police Department Forfeiture Justice		911		Street Improvement		Total	
	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual
Revenues:								
Taxes:								
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 400,418	\$ 1,000,000	\$ 1,206,565
Intergovernmental:								
Allotments	-	-	-	-	-	-	720,000	723,376
911 surcharge	-	-	200,000	286,512	-	-	200,000	286,512
Grants	-	-	-	-	-	-	-	1,180
Fees and services:								
Seizures	-	309,613	-	-	-	-	-	345,495
Sale of equipment	-	18,375	-	-	-	-	-	18,475
Interest	-	974	90	261	-	-	290	3,733
Total revenues	-	328,962	200,090	286,773	-	400,418	1,920,290	2,585,336
Expenditures:								
Current:								
General government, pension contributions	-	-	-	-	-	-	1,210,374	862,586
Public safety, police	156,413	127,036	169,985	134,864	-	-	568,798	306,832
Public works	-	-	-	-	-	-	267,600	132,923
Capital outlay	83,654	61,419	102,000	249,002	-	-	213,254	314,704
Total expenditures	240,067	188,455	271,985	383,866	-	-	2,260,026	1,617,045
Excess (deficiency) of revenues over (under) expenditures	(240,067)	140,507	(71,895)	(97,093)	-	400,418	(339,736)	968,291
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers (out)	-	-	(76,181)	(21,516)	-	-	(556,181)	(471,516)
Capital lease proceeds	-	-	-	180,866	-	-	-	180,866
Total other financing sources (uses)	-	-	(76,181)	159,350	-	-	(556,181)	(290,650)
Change in fund balances	\$ (240,067)	140,507	\$ (148,076)	62,257	\$ -	400,418	\$ (895,917)	677,641
Fund balances:								
May 1, 2017		<u>200,148</u>		<u>172,686</u>		<u>-</u>		<u>1,705,049</u>
April 30, 2018		<u>\$ 340,655</u>		<u>\$ 234,943</u>		<u>\$ 400,418</u>		<u>\$ 2,382,690</u>

Village of Lansing, Illinois

Combining Balance Sheet
 Nonmajor Capital Projects Funds
 April 30, 2018

	TIF The Landings	TIF West Lansing	Community Development Block Grant	TIF Torrence Avenue	Total
Assets					
Cash and cash equivalents	\$ 125,775	\$ 1,858,532	\$ 23,137	\$ 1,178,224	\$ 3,185,668
Property tax receivable	-	964,098	-	167,937	1,132,035
Advance to other funds	-	19,513	-	-	19,513
Property held for resale	-	-	-	253,300	253,300
Total assets	\$ 125,775	\$ 2,842,143	\$ 23,137	\$ 1,599,461	\$ 4,590,516
Liabilities					
Accounts payable	\$ 124,521	\$ 1,541	\$ -	\$ 103,560	\$ 229,622
Accrued payroll	-	450	-	791	1,241
Other	-	-	-	5,307	5,307
Total liabilities	124,521	1,991	-	109,658	236,170
Deferred Inflows of Resources					
Deferred property taxes	-	968,221	-	167,937	1,136,158
Fund Balances					
Restricted	1,254	1,871,931	23,137	1,321,866	3,218,188
Total liabilities and fund balances	\$ 125,775	\$ 2,842,143	\$ 23,137	\$ 1,599,461	\$ 4,590,516

Village of Lansing, Illinois

Combining Statements of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Capital Projects Funds
 Year Ended April 30, 2018

	TIF The Landings	TIF West Lansing	Community Development Block Grant	TIF Torrence Avenue	Total
Revenues:					
Property taxes	\$ -	\$ 1,636,967	\$ -	\$ 276,434	\$ 1,913,401
Miscellaneous	-	606,421	-	-	606,421
Interest	510	13,370	-	-	13,880
Total revenues	510	2,256,758	-	276,434	2,533,702
Expenditures:					
General government	-	37,062	-	37,673	74,735
Capital outlay, project costs	-	78,820	-	293,119	371,939
Total expenditures	-	115,882	-	330,792	446,674
Excess (deficiency) of revenues over (under) expenditures	510	2,140,876	-	(54,358)	2,087,028
Other financing sources (uses):					
Transfer in	-	-	-	2,700,000	2,700,000
Transfer (out)	-	(2,700,000)	-	(1,200,000)	(3,900,000)
Total other financing sources (uses)	-	(2,700,000)	-	1,500,000	(1,200,000)
Change in fund balances	510	(559,124)	-	1,445,642	887,028
Fund balances (deficit):					
May 1, 2017	744	2,431,055	23,137	(123,776)	2,331,160
April 30, 2018	\$ 1,254	\$ 1,871,931	\$ 23,137	\$ 1,321,866	\$ 3,218,188

Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 Nonmajor Capital Projects Funds
 Year Ended April 30, 2018

	TIF The Landings		TIF West Lansing		Community Development Block Grant		TIF Torrence Avenue		Total	
	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual
Revenues:										
Property taxes	\$ -	\$ -	\$ 1,400,000	\$ 1,636,967	\$ -	\$ -	\$ -	\$ 276,434	\$ 1,400,000	\$ 1,913,401
Miscellaneous	-	-	-	606,421	-	-	-	-	-	606,421
Interest	-	510	2,000	13,370	-	-	-	-	2,000	13,880
Total revenues	-	510	1,402,000	2,256,758	-	-	-	276,434	1,402,000	2,533,702
Expenditures:										
General government	-	-	67,256	37,062	-	-	156,611	37,673	223,867	74,735
Capital outlay, project costs	-	-	834,960	78,820	-	-	1,548,660	293,119	2,383,620	371,939
Total expenditures	-	-	902,216	115,882	-	-	1,705,271	330,792	2,607,487	446,674
Excess (deficiency) of revenues over (under) expenditures	-	510	499,784	2,140,876	-	-	(1,705,271)	(54,358)	(1,205,487)	2,087,028
Other financing sources (uses)										
Transfers in	-	-	-	-	-	-	1,500,000	2,700,000	1,500,000	2,700,000
Transfers (out)	-	-	(3,240,000)	(2,700,000)	-	-	-	(1,200,000)	(3,240,000)	(3,900,000)
Total other financing sources (uses)	-	-	(3,240,000)	(2,700,000)	-	-	1,500,000	1,500,000	(1,740,000)	(1,200,000)
Change in fund balances	\$ -	510	\$ (2,740,216)	(559,124)	\$ -	-	\$ (205,271)	1,445,642	\$ (2,945,487)	887,028
Fund balances (deficit):										
May 1, 2017		<u>744</u>		<u>2,431,055</u>		<u>23,137</u>		<u>(123,776)</u>		<u>2,331,160</u>
April 30, 2018		<u>\$ 1,254</u>		<u>\$ 1,871,931</u>		<u>\$ 23,137</u>		<u>\$ 1,321,866</u>		<u>\$ 3,218,188</u>

Village of Lansing, Illinois

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 Nonmajor Debt Service Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
Revenues:		
Property taxes	\$ 338,178	\$ 488,997
Interest	1,600	5,010
Total revenues	<u>339,778</u>	<u>494,007</u>
Expenditures:		
Debt service:		
Principal	1,200,186	1,213,984
Interest and fees	670,862	613,847
Total expenditures	<u>1,871,048</u>	<u>1,827,831</u>
(Deficiency) of revenues (under) expenditures	(1,531,270)	(1,333,824)
Other financing sources (uses):		
Transfers in	1,749,890	1,719,926
Transfers (out)	<u>(181,572)</u>	<u>(181,572)</u>
Total other financing sources (uses)	<u>1,568,318</u>	<u>1,538,354</u>
Change in fund balance	<u><u>\$ 37,048</u></u>	204,530
Fund balances:		
May 1, 2017		<u>2,191,380</u>
April 30, 2018		<u><u>\$ 2,395,910</u></u>

Village of Lansing, Illinois

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
Municipal Airport
Year Ended April 30, 2018

	Original and Final Budget	Actual
Municipal airport fees and charges		
Hangar rental	\$ 375,000	\$ 312,412
Fuel rental	260,000	209,912
Tie down fees	3,000	1,739
FBO rents	32,000	14,188
FBO operating fees	25,000	5,245
Land rent	13,800	17,188
Concession	66,000	64,809
Grants	-	33,544
Other	55,000	4,280
Total revenues	829,800	663,317
Operating expenses other than depreciation:		
Salaries - exempt	48,275	41,921
Salaries - support staff	182,346	150,930
Salaries - part time	24,556	14,254
Overtime - support staff	6,000	19,454
Pension payment - FICA	19,980	18,095
Employee insurance	70,149	54,827
Workmen's compensation insurance	11,665	15,107
Pension payment - IMRF	40,273	22,381
Contract maintenance	102,000	41,679
Legal service	8,400	6,945
Janitorial service	7,800	5,720
Other professional services	3,000	820
Veteran's memorial	360	-
Postage	480	713
Telephone	9,600	11,712
Publishing / advertising	420	-
Dues	900	300
Travel expense	600	272
Training	2,400	128
Publications	90	-
Bank service charge	8,400	7,727
Allowance for uncollectible	1,200	15,849
Public utility services	49,200	47,772
General insurance	27,546	21,822
Office supplies	840	810
Automotive fuel / oil	7,800	1,128
Aviation fuel for sale	300,000	198,396
Field operating costs	14,400	5,094
Small tools	1,800	2,679
Institutional supplies	3,000	1,247
Other general supplies	3,360	1,767
Maintenance supplies	1,560	730
Maintenance supplies - equipment	8,400	12,578
Maintenance supplies - vehicle	3,600	2,241
Maintenance supplies - rental building	7,200	3,972
Contract maintenance - airside NAV	14,400	10,491
Contract maintenance - airside field	38,400	29,012
Capital outlay	86,700	123,862
Less capitalized assets	-	(27,865)
Total operating expenses, other than depreciation	1,117,100	864,570

Village of Lansing, Illinois

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual (Continued)
Municipal Airport
Year Ended April 30, 2018

	Original and Final Budget	Actual
Operating loss before depreciation	\$ (287,300)	\$ (201,253)
Depreciation	-	643,668
Operating loss	<u>(287,300)</u>	<u>(844,921)</u>
Nonoperating income (expense):		
Interest expense	(38,519)	(35,181)
Principal payments	(169,674)	-
Capital contributions	-	201,966
Transfers in	303,984	4,138,069
Total nonoperating income	<u>95,791</u>	<u>4,304,854</u>
Change in net position	<u>\$ (191,509)</u>	3,459,933
Net position		
May 1, 2017		<u>7,434,257</u>
April 30, 2018		<u>\$ 10,894,190</u>

Village of Lansing, Illinois

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
 Waterworks and Sewerage
 Year Ended April 30, 2018

	Original and Final Budget	Actual
Water sales and sewer charges:		
Water sales	\$ 4,400,000	\$ 4,368,024
Water sales - other	821,207	968,543
Sewer charge	750,000	732,955
Penalties	175,000	180,869
Total water sales and sewer charges	6,146,207	6,250,391
Other fees,		
Other	50,000	57,398
Maintenance fees	114,000	112,853
Total other fees	164,000	170,251
Other:		
State grant	4,960,000	-
Other	-	607
Total other	4,960,000	607
Total operating revenues	11,270,207	6,421,249
Operating expenses other than depreciation:		
Water:		
Salaries - exempt	286,562	64,019
Salaries - clerical	152,111	107,680
Salaries - public works	505,026	359,977
Salaries - part time	96,638	43,325
Overtime - clerical	13,200	2,909
Overtime - public works	96,000	86,899
Pension payment - FICA	84,996	55,212
Employee insurance	397,019	266,358
Unemployment benefits	1,200	-
Workmen's compensation insurance	44,204	34,888
Uniform allowance	6,600	3,717
Pension payment - IMRF	210,275	(118,303)
Contract maintenance - building	41,808	30,505
Contract maintenance - equipment	43,092	36,040
Contract maintenance - vehicle	2,400	-
Contract maintenance - utility system	228,840	109,774
Auditing fees	33,000	27,050
Legal service	12,000	14,266
Other professional services	12,600	3,312
Postage	27,600	23,311
Telephone	19,608	14,550
Printing / copying	4,800	2,879
Dues	1,440	130
Training	12,720	1,925
Bank service charges	10,200	8,195
Allowance for uncollectible	18,000	(3,795)
Public utility services	156,000	135,020
General insurance	50,271	35,276
Rental	4,200	71
Water sampling testing	10,200	15,179
Water purchase	2,400,000	1,890,941
Site restoration	120,000	168,928
Office supplies	12,600	13,199
Safety supplies	6,000	1,999
Automotive fuel / oil	30,000	25,110
Operating supplies	7,200	6,167
Chemicals	4,200	480
Maintenance supplies - building	1,200	522
Maintenance - supplies - equipment	30,000	18,950
Maintenance supplies - vehicle	6,000	1,101
Maintenance supplies - utility system	60,000	56,291
WAN	26,160	1,985
Capital outlay		
Water meter/reading system	5,952,000	1,561,178
Engineering	68,400	34,223
Vehicle acquisition	174,000	142,676
Equipment acquisition	3,840	-
Infrastructure improvements	724,800	82,595
Building acquisitions and improvement	1,512,000	52,393
Less capitalized assets	-	(1,729,193)
Total water	13,721,010	3,689,914

(continued)

Village of Lansing, Illinois

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual (Continued)
Waterworks and Sewerage
Year Ended April 30, 2018

	Original and Final Budget	Actual
Sewer:		
Salaries - exempt	\$ 82,562	\$ 64,019
Salaries - clerical	95,025	60,624
Salaries - public works	338,981	266,102
Salaries - part time	79,968	25,056
Overtime - clerical	12,456	1,748
Overtime - public works	72,000	44,065
Pension payment - FICA	49,153	35,955
Employee insurance	226,916	170,748
Workmen's compensation insurance	25,322	(314)
Uniform allowance	5,400	2,996
Pension payment - IMRF	120,389	91,147
Contract maintenance - building	29,208	13,576
Contract maintenance - equipment	27,103	35,218
Contract maintenance - vehicle	3,000	-
Contract maintenance - utility system	175,200	176,004
Legal service	6,000	215
Other professional services	48,000	1,155
Telephone	30,000	17,132
Printing / copying	900	-
Training	10,320	-
Allowance for uncollectible	3,600	(1,003)
Public utility services	2,400	2,203
General insurance	28,797	20,888
Site restoration	3,600	3,127
Office supplies	3,600	888
Safety supplies	5,400	1,811
Automotive fuel / oil	30,000	23,678
Operating supplies	4,200	3,357
Maintenance supplies - building	600	121
Maintenance - supplies - equipment	13,800	10,417
Maintenance supplies - vehicle	3,000	-
Maintenance supplies - utility system	30,000	14,550
Capital outlay		
Engineering	79,200	39,465
Equipment acquisition	96,000	80,000
Infrastructure improvements	335,400	38,869
Building acquisitions and improvement	1,440,000	19,503
Less capitalized assets	-	(130,174)
Total sewer	<u>3,517,500</u>	<u>1,133,146</u>
Total operating expenses, other than depreciation	<u>17,238,510</u>	<u>4,823,060</u>
Operating (loss) income before depreciation	(5,968,303)	1,598,189
Depreciation	-	<u>1,148,936</u>
Operating loss	(5,968,303)	449,253
Nonoperating income:		
Capital contributions	-	<u>86,471</u>
Change in net position	<u><u>\$ (5,968,303)</u></u>	535,724
Net position		
May 1, 2017		<u>21,607,353</u>
April 30, 2018		<u><u>\$ 22,143,077</u></u>

Village of Lansing, Illinois

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 April 30, 2018

	Balances May 1, 2017	Additions	Deletions	Balances April 30, 2018
SPECIAL SERVICE AREA				
Assets:				
Other receivables	\$ 19,513	\$ -	\$ -	\$ 19,513
Total assets	\$ 19,513	\$ -	\$ -	\$ 19,513
Liabilities:				
Advances due to other funds	\$ 19,513	\$ -	\$ -	\$ 19,513
SPECIAL ASSESSMENT				
Assets:				
Cash and cash equivalents	\$ 83,258	\$ 76	\$ -	\$ 83,334
Advances due from other funds	142,819	-	-	142,819
Total assets	\$ 226,077	\$ 76	\$ -	\$ 226,153
Liabilities:				
Accounts payable	\$ 226,077	\$ 76	\$ -	\$ 226,153
TOTAL				
Assets:				
Cash and cash equivalents	\$ 83,258	\$ 76	\$ -	\$ 83,334
Other receivables	19,513	-	-	19,513
Advances due from other funds	142,819	-	-	142,819
Total assets	\$ 245,590	\$ 76	\$ -	\$ 245,666
Liabilities:				
Accounts payable	\$ 226,077	\$ 76	\$ -	\$ 226,153
Advances due to other funds	19,513	-	-	19,513
Total liabilities	\$ 245,590	\$ 76	\$ -	\$ 245,666

Village of Lansing, Illinois

Balance Sheet - Component Unit - Public Library
April 30, 2018

	Public Library
<hr/>	
Assets	
Cash and cash equivalents	\$ 3,228,070
Property tax receivables	1,210,694
Prepaid items	<u>37,331</u>
Total assets	<u><u>\$ 4,476,095</u></u>
Liabilities	
Accounts payable	\$ 76,437
Accrued payroll	<u>27,800</u>
Total liabilities	104,237
Deferred Inflows of Resources	
Deferred property taxes	<u>1,174,005</u>
Fund Balances	
Nonspendable for prepaid items	37,331
Unassigned	<u>3,160,522</u>
Total fund balance	<u><u>3,197,853</u></u>
Total liabilities, deferred inflows of resources and fund balance	<u><u>\$ 4,476,095</u></u>

Village of Lansing, Illinois

Reconciliation of the Balance Sheet - Component Unit - Public Library
to the Statement of Net Position
April 30, 2018

Total fund balance - component unit - public library	\$ 3,197,853
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	3,015,658
Deferred outflows and deferred inflows of resources related to pensions which will be recognized as an increase or reduction to pension expense in future reporting periods:	
Deferred outflows of resources due to pensions	173,113
Deferred inflows of resources due to pensions	(319,770)
Discount on bonds that are other financing uses in the fund financial statements are an asset that is netted with general obligation bonds in the government-wide financial statements.	11,869
Some liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
General obligation bonds	(685,000)
Net pension liability	(298,812)
Compensated absences	(91,242)
Claims payable	(7,767)
Accrued interest	(4,333)
An internal service fund is used by management to charge the costs of insurance. A portion of the assets and liabilities are included in the component unit's statement of net position.	<u>75,678</u>
Net position of component unit - public library	<u>\$ 5,067,247</u>

Village of Lansing, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balance –
 Budget and Actual - Component Unit - Public Library
 Year Ended April 30, 2018

	Public Library	
	Original and Final Budget	Actual
Revenues:		
General:		
Property taxes	\$ 2,300,676	\$ 2,406,657
Fines	16,000	14,074
Library cards	500	285
Donations	300	723
Printing / vending	10,000	14,474
Lost materials	1,000	858
State grants	21,997	21,997
Interest	1,000	9,407
Miscellaneous	4,000	4,391
Total revenues	<u>2,355,473</u>	<u>2,472,866</u>
Expenditures:		
Current:		
General government	2,538,568	1,874,812
Debt service:		
Principal	226,800	155,000
Interest and fees	-	32,113
Capital outlay	60,000	40,394
Total expenditures	<u>2,825,368</u>	<u>2,102,319</u>
Change in fund balance	<u>\$ (469,895)</u>	370,547
Fund balances:		
May 1, 2017		<u>2,827,306</u>
April 30, 2018		<u>\$ 3,197,853</u>

Village of Lansing, Illinois

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balance - Component Unit - Public Library to the Statement of Activities
Year Ended April 30, 2018**

Net change in fund balance - component unit - public library	\$ 370,547
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Amounts reported for governmental activities in the Statement of
Activities are different because:

Governmental funds report capital outlays as expenditures while
governmental activities report depreciation expense to allocate
those expenditures over the lives of the assets.

Capital outlay	-
Depreciation	(107,045)

Items related to pension expense and revenue are reported as deferred
inflows and deferred outflows on the government-wide financial statements,
but not on the fund financial statements:

Deferred outflows of resources due to pensions	(48,375)
Deferred inflows of resources due to pensions	(290,514)

The following are expenditures in the governmental
funds, but the repayment reduces long-term liabilities in the
Statement of Net Position.

General obligation bonds	155,000
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Discount on bonds is recorded as other financing uses in the fund
financial statements, but the discount is netted with general obligation on the
Statement of Net Position and is amortized over the life of the bonds.
This is the amount in the current period.

Amortization of bond discount	(3,030)
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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. These
activities consist of:

Change in net pension liability	452,026
Change in compensated absences	(20,096)
Change in claims payable	11,998
Change in accrued interest	821

A portion of the net revenue of the internal service fund is reported
with component unit activities.

38,343

Change in net position of component unit - public library	<u>\$ 559,675</u>
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See Notes to Financial Statements.

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual
 Component Unit - Public Library Fund
 Year Ended April 30, 2018

	Original and Final Budget	Actual
General government:		
Salaries - full time	\$ 772,530	\$ 642,010
Salaries - part time	368,159	254,358
Salaries - overtime	-	312
FICA taxes	87,263	67,538
Employee insurance	264,858	230,879
Workmen's comp insurance	42,900	55,130
IMRF	153,181	127,415
Legal service	2,400	-
Programming - youth	12,000	7,630
Programming - adult	30,000	6,888
Programming - teens	6,000	2,760
E-Books	25,279	9,168
Computer service	48,000	31,419
Village services	18,000	15,000
Postage	4,800	2,218
Telephone	4,800	4,882
Printing/copying	15,600	10,382
Training	24,000	20,719
Bank service charges	600	344
Public utility services	36,000	37,583
General insurance	50,040	30,044
Office supplies	6,000	3,384
Processing and cataloging supplies	6,600	5,626
Operating supplies	2,400	3,035
Building	264,000	67,026
Building - maintenance supplies	7,200	6,005
Periodicals	13,200	9,259
Adult audio visual	42,000	23,742
YS audio visual	9,600	6,595
Online resources	36,000	35,665
Contract purchase	60,000	63,032
Adult non-fiction	24,000	19,892
Youth non-fiction	7,200	6,238
Adult fiction	30,000	21,729
Youth fiction	10,800	7,458
Adult material - pcgf	13,199	11,101
Youth material - pcgf	13,199	11,097
Adult reference	3,000	2,641
Youth reference	-	999
Reciprocal reimbursement books	1,800	209
Teen material	12,000	6,253
Professional collection	240	143
ADA	120	-
Public relations	4,800	3,452
Miscellaneous	4,800	3,552
Total general government	2,538,568	1,874,812

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
Component Unit - Public Library Fund
Year Ended April 30, 2018

	Original Budget	Actual
Debt service:		
Principal	\$ 226,800	\$ 155,000
Interest and fees	-	32,113
Total debt service	<u>226,800</u>	<u>187,113</u>
Capital outlay	<u>60,000</u>	<u>40,394</u>
Total expenditures	<u><u>\$ 2,825,368</u></u>	<u><u>\$ 2,102,319</u></u>

Other Information (Unaudited)

Village of Lansing, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections

	Tax Year				
	2017	2016	2015	2014	2013
Assessed valuations	\$ 383,415,028	\$ 356,811,027	\$ 356,183,515	\$ 360,141,814	\$ 381,638,640
Tax rates:					
Primary government, by fund:					
General	0.9487	0.9093	0.9443	0.9443	0.9123
Police Pension	0.8578	1.0533	0.9369	0.7663	0.7287
Fire Pension	0.3284	0.4215	0.3195	0.2776	0.2383
Illinois Municipal Retirement	0.1343	0.1299	0.1446	0.1735	0.0916
Social Security	0.1343	0.1732	0.1446	0.1411	0.1373
Bond and Interest	0.2574	0.0995	0.1005	0.1013	0.1008
Street and Bridge	0.2996	-	-	-	-
Total primary government	2.9605	2.7867	2.5904	2.4041	2.2090
Lansing Public Library	0.6754	0.7257	0.7270	0.6728	0.6159
Total	3.6359	3.5124	3.3174	3.0769	2.8249
Tax extensions:					
Primary government, by fund:					
General	\$ 3,637,343	\$ 3,244,500	\$ 3,363,554	\$ 3,363,554	\$ 3,285,700
Police Pension	3,288,989	3,758,380	3,337,200	2,729,500	2,624,458
Fire Pension	1,259,203	1,504,116	1,138,150	988,800	858,074
Illinois Municipal Retirement	515,000	463,500	515,000	618,000	329,919
Social Security	515,000	618,000	515,000	502,640	494,400
Bond and Interest	986,924	355,087	358,066	360,757	363,158
Street and Bridge	1,148,645	-	-	-	-
Total primary government	11,351,104	9,943,583	9,226,970	8,563,251	7,955,709
Lansing Public Library	2,589,431	2,589,431	2,589,431	2,396,579	2,218,090
Totals	\$ 13,940,535	\$ 12,533,014	\$ 11,816,401	\$ 10,959,830	\$ 10,173,799
Collections	\$ 6,231,379	\$ 10,812,417	\$ 10,149,887	\$ 10,335,888	\$ 9,723,334
Percent collections	44.70%	86.27%	85.90%	94.31%	95.57%

Village of Lansing, Illinois

Schedule of Debt Service Requirements
April 30, 2018

	Year Ending April 30	Interest rate	Principal	Interest	Total
General Obligation Serial Bonds					
2003 General Obligation Issue					
Dated August 28, 2003	2019	5.50%	\$ 155,000	\$ 8,525	\$ 163,525
Interest payable June 1 and December 1 of each year at an interest rate of 5.50%					
The Airport Fund is responsible for the required payments on these bonds.					
General Obligation Serial Bonds					
2009B General Obligation Issue	2019	4.85%	\$ -	\$ 144,713	\$ 144,713
Dated June 1, 2009	2020	4.85%	-	144,713	144,713
Interest payable March 1 and	2021	4.85%	-	144,713	144,713
September 1 of each year at	2022	4.85%	450,000	144,713	594,713
rates ranging from 4.85% - 5.35%	2023	4.85%	300,000	122,888	422,888
The Motor Fuel Tax Fund with transfers to the Debt Service Fund is responsible for the required payments on these bonds.	2024	5.35%	-	108,338	108,338
	2025	5.35%	-	108,338	108,338
	2026	5.35%	-	108,338	108,338
	2027	5.35%	-	108,338	108,338
	2028	5.35%	1,000,000	108,338	1,108,338
	2029	5.35%	1,025,000	54,829	1,079,829
			<u>\$ 2,775,000</u>	<u>\$ 1,298,259</u>	<u>\$ 4,073,259</u>
General Obligation Refunding Serial Bonds					
2014 General Obligation Issue	2019	5.00%	\$ 915,000	\$ 255,250	\$ 1,170,250
Dated December 16, 2014	2020	5.00%	1,000,000	209,500	1,209,500
Interest payable March 1 and	2021	5.00%	1,015,000	159,500	1,174,500
September 1 of each year at	2022	5.00%	1,060,000	108,750	1,168,750
an interest of 5.00%	2023	5.00%	1,115,000	55,750	1,170,750
The Motor Fuel Tax Fund and Debt Service Fund are responsible for 22.173% and 77.827%, respectively, of the required payments on these bonds.			<u>\$ 5,105,000</u>	<u>\$ 788,750</u>	<u>\$ 5,893,750</u>

(continued)

Village of Lansing, Illinois

Schedule of Debt Service Requirements (Continued)
April 30, 2018

	Year Ending April 30	Interest rate	Principal	Interest	Total
General Obligation Serial Bonds					
2009A General Obligation Issue	2019	4.20%	\$ -	\$ 180,665	\$ 180,665
Dated April 30, 2009	2020	4.20%	-	180,665	180,665
Interest payable March 1 and	2021	4.20%	-	180,665	180,665
September 1 of each year at	2022	4.20%	-	180,665	180,665
rates ranging from 4.20% - 4.65%	2023	4.20%	250,000	180,665	430,665
The Debt Service Fund and	2024	4.30%	1,000,000	170,165	1,170,165
the Airport Fund are responsible	2025	4.40%	1,000,000	127,165	1,127,165
for 88.89% and 11.11%, respectively,	2026	4.55%	1,000,000	83,165	1,083,165
of the required payments on these	2027	4.65%	810,000	37,665	847,665
bonds.					
			<u>\$ 4,060,000</u>	<u>\$ 1,321,485</u>	<u>\$ 5,381,485</u>

Note Payable:					
TCF Financing					
Dated November 26, 2013					
Interest payable quarterly	2019	2.25%	\$ 144,138	\$ 1,220	\$ 145,358
at nominal annual rates of 2.25%					
The General Fund is responsible for the					
required payments on this note.					

Note Payable:					
Kansas State Bank					
Dated November 1, 2014	2019	6.12%	\$ 20,030	\$ 1,367	\$ 21,397
Principal and interest payable	2020	6.12%	13,342	274	13,616
monthly at a rate of 6.12%					
The General Fund is responsible for					
the required payments on this note.			<u>\$ 33,372</u>	<u>\$ 1,641</u>	<u>\$ 35,013</u>

(continued)

Village of Lansing, Illinois

Schedule of Debt Service Requirements (Continued)
April 30, 2018

	Year Ending April 30	Interest rate	Principal	Interest	Total
Note Payable:					
First National Bank of Illinois					
Dated October 20, 2015	2019	2.50%	\$ 23,227	\$ 1,183	\$ 24,410
Principal and interest payable	2020	2.50%	25,945	676	26,621
monthly at a rate of 2.50%	2021	2.50%	12,942	93	13,035
The Airport Fund is responsible for making the required payments on this note.			<u>\$ 62,114</u>	<u>\$ 1,952</u>	<u>\$ 64,066</u>

Note Payable:					
AT&T Capital Services, Inc.					
Dated December 27, 2017	2019		\$ 53,494	\$ 5,674	\$ 59,168
Principal and interest payable	2020		60,921	3,627	64,548
monthly at a rate of 3.38%	2021		47,537	894	48,431
The Emergency 911 Fund is responsible for making the required payments on this note.			<u>\$ 161,952</u>	<u>\$ 10,195</u>	<u>\$ 172,147</u>

Note Payable:					
Fire Truck	2019		\$ 11,000	\$ -	\$ 11,000
Dated December 8, 2004	2020		11,000	-	11,000
Principal payable yearly	2021		11,000	-	11,000
The General Fund is responsible for making the required payments on this note.	2022		11,000	-	11,000
	2023		11,000	-	11,000
	2024		11,000	-	11,000
	2025		11,000	-	11,000
			<u>\$ 77,000</u>	<u>\$ -</u>	<u>\$ 77,000</u>

Component Unit

General Obligation Serial Bonds					
2011 General Obligation Issue	2019	3.75%	\$ 160,000	\$ 26,575	\$ 186,575
Dated May 26, 2011	2020	3.75%	170,000	20,575	190,575
Interest payable March 1 and	2021	4.00%	175,000	14,200	189,200
September 1 of each year	2022	4.00%	180,000	7,200	187,200
at rates of 3.25% to 4.00%			<u>\$ 685,000</u>	<u>\$ 68,550</u>	<u>\$ 753,550</u>
The Library is responsible for the required payments on these bonds.					

Village of Lansing, Illinois

Net Position by Component - Last Ten Fiscal Years*
April 30, 2018 (Unaudited)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental Activities										
Net investment in capital assets	\$ 15,166,342	\$ 15,828,421	\$ 14,529,488	\$ 47,483,534	\$ 46,631,580	\$ 43,431,036	\$ 42,726,271	\$ 42,801,845	\$ 41,721,280	\$ 45,835,777
Restricted	19,087,687	21,715,742	20,690,125	19,927,559	20,588,950	20,543,604	18,173,597	14,858,858	14,276,665	14,874,734
Unrestricted	3,138,514	(155,162)	(926,912)	(1,458,373)	(2,340,523)	(1,579,990)	144,889	(58,860,976)	(64,335,151)	(74,192,432)
Total Governmental Activities Net Position	\$ 37,392,543	\$ 37,389,001	\$ 34,292,701	\$ 65,952,720	\$ 64,880,007	\$ 62,394,650	\$ 61,044,757	\$ (1,200,273)	\$ (8,337,206)	\$ (13,481,921)
Business-Type Activities										
Net investment in capital assets	\$ 27,465,524	\$ 26,815,623	\$ 27,615,875	\$ 27,991,853	\$ 28,178,705	\$ 28,506,951	\$ 28,414,588	\$ 28,766,796	\$ 30,784,309	\$ 31,304,154
Unrestricted	(4,652,968)	(4,939,427)	(4,056,261)	(3,010,636)	(1,284,336)	(605,204)	180,537	(678,022)	(1,711,029)	1,808,805
Total Business-Type Activities Net Position	\$ 22,812,556	\$ 21,876,196	\$ 23,559,614	\$ 24,981,217	\$ 26,894,369	\$ 27,901,747	\$ 28,595,125	\$ 28,088,774	\$ 29,073,280	\$ 33,112,959
Primary Government										
Net investment in capital assets	\$ 42,631,866	\$ 42,644,044	\$ 42,145,363	\$ 75,475,387	\$ 74,810,285	\$ 71,937,987	\$ 71,140,859	\$ 71,568,641	\$ 72,505,589	\$ 77,139,931
Restricted	19,087,687	21,715,742	20,690,125	19,927,559	20,588,950	20,543,604	18,173,597	14,858,858	14,276,665	14,874,734
Unrestricted	(1,514,454)	(5,094,589)	(4,983,173)	(4,469,009)	(3,624,859)	(2,185,194)	325,426	(59,538,998)	(66,046,180)	(72,383,627)
Total Primary Government Net Position	\$ 60,205,099	\$ 59,265,197	\$ 57,852,315	\$ 90,933,937	\$ 91,774,376	\$ 90,296,397	\$ 89,639,882	\$ 26,888,501	\$ 20,736,074	\$ 19,631,038

* Accrual Basis of Accounting

Data Source : Village Records

Village of Lansing, Illinois

Changes in Net Position - Last Ten Fiscal Years*
Year Ended April 30, 2018 (Unaudited)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses										
Governmental Activities										
General Government	\$ 13,644,245	\$ 15,154,176	\$ 16,438,512	\$ 13,854,817	\$ 12,193,823	\$ 10,993,029	\$ 14,074,538	\$ 10,420,311	\$ 12,034,479	\$ 6,896,048
Public Safety	15,925,004	14,827,780	14,383,846	12,751,592	13,089,959	14,002,535	14,782,402	20,704,027	23,072,544	23,672,412
Public Works	-	-	-	2,941,967	2,872,923	5,235,406	3,823,229	3,661,316	4,069,207	6,168,143
Interest on Long-Term Debt	797,643	845,791	900,988	920,130	851,300	825,359	827,641	635,325	564,647	532,851
Total Governmental Activities Expenses	<u>30,366,892</u>	<u>30,827,747</u>	<u>31,723,346</u>	<u>30,468,506</u>	<u>29,008,005</u>	<u>31,056,329</u>	<u>33,507,810</u>	<u>35,420,979</u>	<u>39,740,877</u>	<u>37,269,454</u>
Business-Type Activities										
Waterworks and Sewerage	4,842,171	4,303,002	4,468,245	4,317,457	5,325,559	5,981,095	5,666,014	6,217,588	6,648,782	5,971,996
Airport	1,176,860	750,231	1,123,873	1,022,457	1,101,662	1,162,374	1,223,916	1,447,508	1,640,874	1,543,419
Total Business-Type Activities Expenses	<u>6,019,031</u>	<u>5,053,233</u>	<u>5,592,118</u>	<u>5,339,914</u>	<u>6,427,221</u>	<u>7,143,469</u>	<u>6,889,930</u>	<u>7,665,096</u>	<u>8,289,656</u>	<u>7,515,415</u>
Total Primary Government Expenses	<u>\$ 36,385,923</u>	<u>\$ 35,880,980</u>	<u>\$ 37,315,464</u>	<u>\$ 35,808,420</u>	<u>\$ 35,435,226</u>	<u>\$ 38,199,798</u>	<u>\$ 40,397,740</u>	<u>\$ 43,086,075</u>	<u>\$ 48,030,533</u>	<u>\$ 44,784,869</u>
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 592,272	\$ -	\$ -	\$ -
Public Safety	3,953,202	4,301,238	3,369,994	2,145,969	2,300,732	2,351,472	2,490,619	2,471,243	2,603,211	2,587,103
Public Works	-	-	-	1,697,877	1,734,248	2,048,351	2,309,254	2,351,675	2,417,585	2,389,610
Operating Grants/Contributions	3,505,024	3,186,814	3,238,715	36,977,882	4,563,382	4,756,272	5,037,641	4,450,657	5,116,866	4,068,864
Capital Grants/Contributions	207,430	299,616	216,871	-	-	-	-	-	-	-
Total Governmental Activities Program Revenues	<u>7,665,656</u>	<u>7,787,668</u>	<u>6,825,580</u>	<u>40,821,728</u>	<u>8,598,362</u>	<u>9,156,095</u>	<u>10,429,786</u>	<u>9,273,575</u>	<u>10,137,662</u>	<u>9,045,577</u>
Business-Type Activities										
Charges for Services										
Water and Sewer	4,157,944	4,351,710	4,573,239	4,513,328	6,322,957	6,403,225	6,230,973	6,359,877	6,476,502	6,447,525
Airport	530,731	453,764	424,426	437,774	500,927	498,262	438,668	522,437	629,192	681,063
Capital Grants/Contributions	133,469	143,407	2,172,099	1,617,939	1,389,277	1,058,638	729,240	1,236,768	1,984,196	288,437
Total Business-Type Activities Program Revenues	<u>4,822,144</u>	<u>4,948,881</u>	<u>7,169,764</u>	<u>6,569,041</u>	<u>8,213,161</u>	<u>7,960,125</u>	<u>7,398,881</u>	<u>8,119,082</u>	<u>9,089,890</u>	<u>7,417,025</u>
Total Primary Government Program Revenues	<u>\$ 12,487,800</u>	<u>\$ 12,736,549</u>	<u>\$ 13,995,344</u>	<u>\$ 47,390,769</u>	<u>\$ 16,811,523</u>	<u>\$ 17,116,220</u>	<u>\$ 17,828,667</u>	<u>\$ 17,392,657</u>	<u>\$ 19,227,552</u>	<u>\$ 16,462,602</u>
Net (Expense) Revenue										
Governmental Activities	\$ (22,701,236)	\$ (23,040,079)	\$ (24,897,766)	\$ 10,353,222	\$ (20,409,643)	\$ (21,900,234)	\$ (23,078,024)	\$ (26,147,404)	\$ (29,603,215)	\$ (28,223,877)
Business-Type Activities	(1,196,887)	(104,352)	1,577,646	1,229,127	1,785,940	816,656	508,951	453,986	800,234	(98,390)
Total Primary Government Net (Expense) Revenue	<u>\$ (23,898,123)</u>	<u>\$ (23,144,431)</u>	<u>\$ (23,320,120)</u>	<u>\$ 11,582,349</u>	<u>\$ (18,623,703)</u>	<u>\$ (21,083,578)</u>	<u>\$ (22,569,073)</u>	<u>\$ (25,693,418)</u>	<u>\$ (28,802,981)</u>	<u>\$ (28,322,267)</u>

* Accrual Basis of Accounting
Data Source: Village Records

Village of Lansing, Illinois

Changes in Net Position - Last Ten Fiscal Years* (Continued)
 Year Ended April 30, 2018 (Unaudited)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	\$ 15,084,069	\$ 12,714,276	\$ 10,696,637	\$ 10,560,834	\$ 9,861,199	\$ 10,099,264	\$ 11,453,277	\$ 10,409,475	\$ 11,760,668	\$ 15,737,422
Utility	1,550,986	1,617,512	1,619,697	1,471,116	1,495,769	1,644,507	1,578,532	1,357,840	1,446,840	1,445,461
Other	314,333	276,789	1,783,806	2,021,883	2,009,467	1,912,034	2,096,470	1,373,240	1,339,106	1,179,271
Intergovernmental - Unrestricted										
State Sales and Use Taxes	6,912,266	5,905,955	5,726,422	5,368,145	5,237,988	5,086,620	5,930,604	6,567,287	6,397,100	6,035,441
Replacement Taxes	204,767	168,712	208,191	188,269	194,345	207,924	213,040	174,403	244,297	183,941
Other	-	-	-	-	-	-	-	773,771	769,511	774,772
Interest	168,972	90,843	69,807	27,773	16,496	28,626	20,735	14,357	13,226	38,405
Miscellaneous	1,466,330	1,429,863	1,801,483	1,860,151	648,878	832,059	619,900	553,662	679,806	1,822,518
Disposal of Assets	-	-	-	-	-	-	-	-	-	-
Transfers	253,758	832,587	(104,577)	(191,374)	(127,212)	(190,722)	(184,427)	(186,697)	(184,272)	(4,138,069)
Total Governmental Activities	<u>25,955,481</u>	<u>23,036,537</u>	<u>21,801,466</u>	<u>21,306,797</u>	<u>19,336,930</u>	<u>19,620,312</u>	<u>21,728,131</u>	<u>21,037,338</u>	<u>22,466,282</u>	<u>23,079,162</u>
Business-Type Activities										
Interest	467	579	1,195	1,102	-	-	-	267,616	229,334	-
Transfers	(253,758)	(832,587)	104,577	191,374	127,212	190,722	184,427	(80,919)	(45,062)	4,138,069
Total Business-Type Activities	<u>(253,291)</u>	<u>(832,008)</u>	<u>105,772</u>	<u>192,476</u>	<u>127,212</u>	<u>190,722</u>	<u>184,427</u>	<u>186,697</u>	<u>184,272</u>	<u>4,138,069</u>
Total Primary Government General Revenues	<u>\$ 25,702,190</u>	<u>\$ 22,204,529</u>	<u>\$ 21,907,238</u>	<u>\$ 21,499,273</u>	<u>\$ 19,464,142</u>	<u>\$ 19,811,034</u>	<u>\$ 21,912,558</u>	<u>\$ 21,224,035</u>	<u>\$ 22,650,554</u>	<u>\$ 27,217,231</u>
Changes in Net Position										
Governmental Activities	\$ 3,254,245	\$ (3,542)	\$ (3,096,300)	\$ 31,660,019	\$ (1,072,713)	\$ (2,279,922)	\$ (1,349,893)	\$ (5,110,066)	\$ (7,136,933)	\$ (5,144,715)
Business-Type Activities	(1,450,178)	(936,360)	1,683,418	1,421,603	1,913,152	1,007,378	693,378	640,683	984,506	4,039,679
Total Primary Government	<u>\$ 1,804,067</u>	<u>\$ (939,902)</u>	<u>\$ (1,412,882)</u>	<u>\$ 33,081,622</u>	<u>\$ 840,439</u>	<u>\$ (1,272,544)</u>	<u>\$ (656,515)</u>	<u>\$ (4,469,383)</u>	<u>\$ (6,152,427)</u>	<u>\$ (1,105,036)</u>

* Accrual Basis of Accounting
 Data Source: Village Records

Village of Lansing, Illinois

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
 April 30, 2018 (Unaudited)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund										
Unreserved	\$ 6,923,192	\$ 2,933,944	\$ 2,695,217	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	-	-	160,858	283,041	169,974	3,259,719	3,677,157	4,153,676	211,567
Restricted	-	-	-	22,423	16,349	20,266	21,377	20,435	91,060	18,247
Unassigned	-	-	-	2,291,355	2,218,953	3,944,435	2,246,921	3,505,473	3,677,989	2,666,094
Total General Fund	<u>6,923,192</u>	<u>2,933,944</u>	<u>2,695,217</u>	<u>2,474,636</u>	<u>2,518,343</u>	<u>4,134,675</u>	<u>5,528,017</u>	<u>7,203,065</u>	<u>7,922,725</u>	<u>2,895,908</u>
All Other Governmental Funds										
Unreserved, Reported in,										
Special Revenue Funds	217,305	2,847,588	2,970,372	-	-	-	-	-	-	-
Debt Service Funds	1,898,519	2,878,406	3,188,362	-	-	-	-	-	-	-
Capital Projects Funds	14,515,664	15,989,748	14,531,391	-	-	-	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	2,025,130	1,466,214	4,409
Restricted	-	-	-	19,905,136	20,572,601	20,429,314	17,966,295	14,652,498	14,093,772	14,856,487
Unassigned	-	-	-	-	-	(481,053)	(753,567)	(1,015,947)	(575,494)	-
Total All Other Governmental Funds	<u>16,631,488</u>	<u>21,715,742</u>	<u>20,690,125</u>	<u>19,905,136</u>	<u>20,572,601</u>	<u>19,948,261</u>	<u>17,212,728</u>	<u>15,661,681</u>	<u>14,984,492</u>	<u>14,860,896</u>
Total Governmental Funds	<u>\$ 23,554,680</u>	<u>\$ 24,649,686</u>	<u>\$ 23,385,342</u>	<u>\$ 22,379,772</u>	<u>\$ 23,090,944</u>	<u>\$ 24,082,936</u>	<u>\$ 22,740,745</u>	<u>\$ 22,864,746</u>	<u>\$ 22,907,217</u>	<u>\$ 17,756,804</u>

* Modified Accrual Basis of Accounting

Data Source: Village Records

The Village implemented GASB No. 54 for the fiscal year ended April 30, 2012.

Village of Lansing, Illinois

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
Year Ended April 30, 2018 (Unaudited)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues										
Taxes	\$ 24,066,421	\$ 20,683,244	\$ 19,826,562	\$ 19,421,978	\$ 18,604,423	\$ 18,388,240	\$ 20,338,325	\$ 21,227,827	\$ 21,749,569	\$ 24,717,992
Licenses, Permits and Fees	618,937	762,998	745,289	772,851	858,482	910,621	823,428	849,463	875,302	843,495
Intergovernmental	3,712,454	2,970,114	3,916,519	4,217,163	4,721,365	4,211,424	4,686,435	4,649,248	5,215,543	4,291,679
Charges for Services	1,252,824	1,286,697	1,698,451	1,697,877	1,734,248	2,050,726	2,309,804	2,352,900	2,418,485	3,177,145
Fines and Forfeitures	2,081,441	2,251,543	926,254	1,373,119	1,442,250	1,558,424	1,938,433	1,708,448	1,928,393	1,301,568
Interest	168,972	90,843	69,807	27,773	16,496	28,626	20,735	14,357	18,882	57,250
Sale of equipment	-	-	-	-	-	-	-	-	-	18,475
Miscellaneous	1,466,330	1,429,863	1,801,483	1,860,151	648,878	832,059	618,665	651,505	716,143	1,460,290
Total Revenues	33,367,379	29,475,302	28,984,365	29,370,912	28,026,142	27,980,120	30,735,825	31,453,748	32,922,317	35,867,894
Expenditures										
Current										
General Government	9,464,092	9,350,368	11,184,474	8,510,802	8,108,767	6,814,978	8,279,923	4,832,575	5,041,178	5,052,352
Public Safety	14,550,807	12,998,013	14,325,704	12,455,293	12,057,482	12,779,556	13,830,312	16,427,122	17,168,111	18,509,361
Public Works	-	-	-	2,808,136	2,647,837	4,966,490	3,547,428	3,430,532	3,562,363	3,582,009
Capital Outlay	7,564,890	8,342,255	4,281,321	4,715,425	2,547,168	2,114,903	4,318,563	4,539,362	5,028,021	8,089,551
Debt Service										
Principal	7,415,940	1,408,851	567,398	808,301	1,006,277	1,018,979	1,237,873	1,177,719	1,251,790	1,213,984
Interest and fees	920,796	814,273	867,235	887,151	820,227	801,783	784,869	735,740	644,111	613,847
Bond issuance costs	-	-	-	-	-	-	132,493	-	-	-
Total Expenditures	39,916,525	32,913,760	31,226,132	30,185,108	27,187,758	28,496,689	32,131,461	31,143,050	32,695,574	37,061,104
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,549,146)	(3,438,458)	(2,241,767)	(814,196)	838,384	(516,569)	(1,395,636)	310,698	226,743	(1,193,210)
Other Financing Sources (Uses)										
Bond proceeds	9,976,083	3,700,877	1,082,000	-	-	-	7,615,000	-	-	-
Installment Note Proceeds	-	-	-	-	-	1,699,283	100,372	-	-	180,866
Transfer to escrow agent	-	-	-	-	-	-	(8,330,000)	-	-	-
Premium on bond issuance	-	-	-	-	-	-	852,500	-	-	-
Transfers In	9,071,900	6,486,506	1,780,570	1,887,195	1,828,811	897,045	2,410,955	3,721,157	3,109,146	5,619,926
Transfers Out	(8,818,142)	(5,653,919)	(1,885,147)	(2,078,569)	(1,956,023)	(1,087,767)	(2,595,382)	(3,907,854)	(3,293,418)	(9,757,995)
Total Other Financing Sources (Uses)	10,229,841	4,533,464	977,423	(191,374)	(127,212)	1,508,561	53,445	(186,697)	(184,272)	(3,957,203)
Net Change in Fund Balances	\$ 3,680,695	\$ 1,095,006	\$ (1,264,344)	\$ (1,005,570)	\$ 711,172	\$ 991,992	\$ (1,342,191)	\$ 124,001	\$ 42,471	\$ (5,150,413)
Debt Service as a Percentage of Noncapital Expenditures	20.8854%	6.7544%	4.5943%	5.6168%	6.7181%	6.3894%	6.2952%	6.1441%	5.7986%	4.9319%

* Modified Accrual Basis of Accounting

Data Source: Village Records