CITY OF BUNKER HILL, ILLINOIS

REPORT AND FINANCIAL STATEMENTS

APRIL 30, 2019

CITY OF BUNKER HILL, ILLINOIS
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OTHER SUPPLEMENTARY INFORMATION

Nathan D. Franklin, Principal

FRANKLIN & VAUGHN LLC

Mark E. Vaughn, Principal

INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Bunker Hill, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bunker Hill, Illinois, as of and for the year ended April 30, 2019, and the related notes to the financial statements, which collectively comprise the City of Bunker Hill, Illinois' 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bunker Hill, Illinois, as of April 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information
Management has omitted the management discussion and analysis and budgetary comparison schedules that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Information
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Bunker Hill, Illinois' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Franklin & Vaughn, LLC

Franklin & Vaughn, LLC
Edwardsville, IL
November 5, 2019

EXHIBIT "A"

CITY OF BUNKER HILL, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2019

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
CURRENT ASSETS:			
Cash	$ 457,259	$ 1,018,048	$ 1,475,307
Cash Investments	279,697		279,697
Restricted Cash		373,102	373,102
Receivables (net of allowance where applicable)			
Property Taxes Receivable	177,539		177,539
Intergovernmental Taxes Receivable	71,553		71,553
Other Receivables	7,525	230,246	237,771
Due From Other Funds		10,900	10,900
Investment in Illinois Alluvial Regional Water		15,000	15,000
Inventory		12,000	12,000
Total Current Assets	$ 993,573	$ 1,659,296	$ 2,652,869
CAPITAL ASSETS:			
Utility Systems		$ 10,368,583	$ 10,368,583
Streets	$ 832,112		832,112
Buildings and Improvements	2,261,340		2,261,340
Equipment	402,626		402,626
Vehicles	292,588		292,588
Total Cost of Capital Assets	$ 3,788,666	$ 10,368,583	$ 14,157,249
Less: Accumulated Depreciation	(1,771,921)	(4,819,257)	(6,591,178)
Net Capital Assets	$ 2,016,745	$ 5,549,326	$ 7,566,071
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Outflow Related to Pension Liability	$ 277,055	$ 115,610	$ 392,665
TOTAL ASSETS	$ 3,287,373	$ 7,324,232	$ 10,611,605
LIABILITIES AND NET ASSETS:			
CURRENT LIABILITIES:			
Cash Overdraft	$ 409,702		$ 409,702
Accounts Payable	49,535	$ 41,787	91,322
Accrued Payroll and Payroll Costs	7,408	3,990	11,398
Due To Other Funds	10,900		10,900
Customer Deposits		56,311	56,311
Accrued Interest		3,250	3,250
Current Portion - Long-term Debt	22,474	71,000	93,474
Total Current Liabilities	$ 500,019	$ 176,338	$ 676,357
NONCURRENT LIABILITIES:			
Pension Liability	$ 649,732	$ 263,714	$ 913,446
Bonds and Notes Payable - Net of Current Portion	158,952	2,555,000	2,713,952
Total Long-Term Debt	$ 808,684	$ 2,818,714	$ 3,627,398
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflow Related to Pension Liability	$ 128,926	$ 63,447	$ 192,373
TOTAL LIABILITIES	$ 1,437,629	$ 3,058,499	$ 4,496,128
NET POSITION:			
Investment in Capital Assets, Net of Related Debt	$ 1,835,319	$ 2,923,326	$ 4,758,645
Restricted (Note 1)	55,771	182,270	238,041
Unassigned	(41,346)	1,160,137	1,118,791
TOTAL NET POSITION	$ 1,849,744	$ 4,265,733	$ 6,115,477

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

EXHIBIT "B"

CITY OF BUNKER HILL, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED APRIL 30, 2019

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES: CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSES) REVENUE
PRIMARY GOVERNMENT:					
Governmental Activities:					
General Government	$ 248,363	$ 8,806			$ (239,557)
Public Safety	395,820	25,728		$ 14,995	(355,097)
Transportation and Public Works	162,521				(162,521)
Culture and Recreation	39,278				(39,278)
Total Governmental Activities	$ 845,982	$ 34,534	$ -	$ 14,995	$ (796,453)
Business-Type Activities:					
Water	$ 802,795	$ 811,212			$ 8,417
Sewer	420,935	409,377			(11,558)
Total Business-Type Activities	$ 1,223,730	$ 1,220,589	$ -	$ -	$ (3,141)
Total Primary Government	$ 2,069,712	$ 1,255,123	$ -	$ 14,995	$ (799,594)

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
NET (EXPENSE) REVENUE	$ (796,453)	$ (3,141)	$ (799,594)
GENERAL REVENUES:			
Local Taxes	$ 234,335	$ 51,092	$ 285,427
Intergovernmental Taxes	503,333		503,333
Interest Income	416	4,543	4,959
Operating Transfers In/(Out)	44,055	(44,055)	-
Other Income	73,220		73,220
Total General Revenue	$ 855,359	$ 11,580	$ 866,939
Change in Net Position	$ 58,906	$ 8,439	$ 67,345
NET POSITION, MAY 1	1,790,838	4,326,521	6,117,359
Prior Period Adjustment		(69,227)	(69,227)
NET POSITION, APRIL 30	$ 1,849,744	$ 4,265,733	$ 6,115,477

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

CITY OF BUNKER HILL, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
APRIL 30, 2019

	GENERAL CORPORATE FUND	STREET FUND	MOTOR FUEL TAX FUND	ROAD AND BRIDGES FUND	PARKS AND RECREATION FUND	POLICE PROTECTION FUND	TORT	RETIREMENT	TAX INCREMENT FINANCING	TOTAL GOVERNMENTAL FUNDS
ASSETS:										
Current Assets:										
Cash	$ 271,751		$ 48,246	$ 26,593			$ 29,479	$ 35,702	$ 45,488	$ 457,259
Cash Investments	224,021			26,228	$ 1,093	$ 28,355				279,697
Accounts Receivable			7,525							7,525
Property Taxes Receivable	52,611	$ 11,327				42,599	30,001	41,001		177,539
Due from Other Funds					14,562					14,562
State Income and Use Tax Receivable	36,299									36,299
Sales and Telecom Tax Receivable	35,254									35,254
Total Assets	$ 619,936	$ 11,327	$ 55,771	$ 52,821	$ 15,655	$ 70,954	$ 59,480	$ 76,703	$ 45,488	$ 1,008,135
LIABILITIES AND FUND BALANCES:										
Current Liabilities:										
Cash Overdraft		$ 101,708				$ 307,994				$ 409,702
Accounts Payable	$ 3,015	1,233			$ 1,799	11,978	$ 31,510			49,535
Due To Other Funds	14,562			$ 10,900						25,462
Accrued Payroll	1,257	1,199			360	3,384				6,200
Accrued Payroll Taxes and Retirement	127	262			79	740				1,208
Deferred Tax Revenue	52,611	11,327				42,599	30,001	$ 41,001		177,539
Total Current Liabilities	$ 71,572	$ 115,729	$ -	$ 10,900	$ 2,238	$ 366,695	$ 61,511	$ 41,001	$ -	$ 669,646
FUND BALANCES:										
Restricted			$ 55,771							$ 55,771
Assigned		$ (104,402)		$ 41,921	$ 13,417	$ (295,741)	$ (2,031)	$ 35,702	$ 45,488	(265,646)
Unassigned	$ 548,364									548,364
Total Fund Balances	$ 548,364	$ (104,402)	$ 55,771	$ 41,921	$ 13,417	$ (295,741)	$ (2,031)	$ 35,702	$ 45,488	$ 338,489
Total Liabilities and Fund Balances	$ 619,936	$ 11,327	$ 55,771	$ 52,821	$ 15,655	$ 70,954	$ 59,480	$ 76,703	$ 45,488	$ 1,008,135

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

CITY OF BUNKER HILL, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION GOVERNMENTAL FUNDS
APRIL 30, 2019

Total Fund Balances - Total Governmental Funds	$ 338,489
Amounts Reported for Governmental Activities in the Statement of Net Assets Are Different Because:	
Certain taxes applicable to the City's governmental activities are not earned until available for fund financial reporting and accordingly are not reported as revenues on the fund statements	177,539
Net Deferred Outflows and the related net pension obligation are not reflected in the governmental fund statements	148,129
Long-Term Pension Liabilities are not reflected in the governmental fund statements	(649,732)
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term are reported in the Statement of Net Position.	(181,426)
Capital assets of $3,815,990 net of accumulated depreciation of $1,803,798 are not financial resources and, therefore, are not reported in the funds.	2,016,745
Net Position of Governmental Activities	$ 1,849,744

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

CITY OF BUNKER HILL, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2019

	GENERAL CORPORATE FUND	STREET FUND	MOTOR FUEL TAX FUND	ROAD AND BRIDGES FUND	PARKS AND RECREATION FUND	POLICE PROTECTION FUND	TORT	RETIREMENT	TAX INCREMENT FINANCING	TOTAL GOVERNMENTAL FUNDS
REVENUES:										
Local Taxes	$ 54,400	$ 14,419		$ 1,003		$ 44,127	$ 26,106	$ 35,702	$ 29,230	$ 204,987
Intergovernmental Taxes	458,441		$ 44,892							503,333
Interest			62	189	$ 14	151				416
Fines and Penalties						25,728				25,728
Licenses and Permits	8,806									8,806
Rental Income	14,646									14,646
Grant Income						14,995				14,995
Service, Reimbursements and Other Income	19,139	4,201		2	11,443	24,700				59,485
Total Revenues	$ 555,432	$ 18,620	$ 44,954	$ 1,194	$ 11,457	$ 109,701	$ 26,106	$ 35,702	$ 29,230	$ 832,396
EXPENDITURES:										
General Government	$ 150,574								$ 890	$ 151,464
Public Safety						$ 400,648	$ 47,214			447,862
Transportation and Public Works		$ 126,804								126,804
Culture and Recreation					$ 21,453					21,453
Debt Service		5,000				25,427				30,427
Capital Outlay			$ 44,036							44,036
Total Expenditures	$ 150,574	$ 131,804	$ 44,036	$ -	$ 21,453	$ 426,075	$ 47,214	$ -	$ 890	$ 822,046
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	$ 404,858	$ (113,184)	$ 918	$ 1,194	$ (9,996)	$ (316,374)	$ (21,108)	$ 35,702	$ 28,340	$ 10,350
OTHER FINANCING SOURCES (USES):										
Operating Transfers In / (Out)	$ (192,035)	$ 82,217			$ 8,566	$ 129,392	$ 15,915			$ 44,055
Total Other Financing Sources (Uses)	$ (192,035)	$ 82,217	$ -	$ -	$ 8,566	$ 129,392	$ 15,915	$ -	$ -	$ 44,055
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	$ 212,823	$ (30,967)	$ 918	$ 1,194	$ (1,430)	$ (186,982)	$ (5,193)	$ 35,702	$ 28,340	$ 54,405
FUND BALANCE - MAY 1	335,541	(73,435)	54,853	40,727	14,847	(108,759)	3,162	-	17,148	284,084
FUND BALANCE - APRIL 30	$ 548,364	$ (104,402)	$ 55,771	$ 41,921	$ 13,417	$ (295,741)	$ (2,031)	$ 35,702	$ 45,488	$ 338,489

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

CITY OF BUNKER HILL, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2019

Net Change in Fund Balances - Total Governmental Funds	$	54,405
Amounts Reported for Governmental Activities in the Statement of Activities Are Different Because:		
Governmental funds report payments on debt principal as an expense. However, in the Statement of Activities, the payment of debt principal is not recorded. This payment is reflected on the Statement of Net Assets as a reduction in the loan principal.		29,138
Changes in net pension obligations are reported only in the Statement of Activities		(47,271)
Certain taxes applicable to the City's governmental activities are not earned until available for fund financial reporting and accordingly are not reported as revenues in the fund statements.		29,348
Governmental funds report proceeds from the sale of fixed assets as revenue. However, in the Statement of Activities a gain or loss on disposal of fixed assets is calculated based on the original purchase price and related accumulated depreciation. The amount shown is the amount by which the sales proceeds exceeded the gain on fixed assets.	$	(911)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount shown is the amount by which depreciation of $105,974 exceeded capital outlay of $100,171 in the current period.		(5,803)
Change in Net Position of Governmental Activities	$	58,906

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

CITY OF BUNKER HILL, ILLINOIS
STATEMENT OF NET POSITION
ENTERPRISE FUNDS
APRIL 30, 2019

	WATER	SEWER	OTHER PROPRIETARY FUNDS	TOTAL PROPRIETARY FUNDS
ASSETS:				
Current Assets:				
Cash	$ 347,176	$ 670,872		$ 1,018,048
Restricted Cash	121,205	163,541	$ 88,356	373,102
Accounts Receivable (Net of Allowance)	88,645	47,687	93,914	230,246
Due From Other Funds		10,900		10,900
Investment in Illinois Alluvial Regional Water	15,000			15,000
Inventory	6,000	6,000		12,000
Total Current Assets	$ 578,026	$ 899,000	$ 182,270	$ 1,659,296
Capital Assets:				
Property, Plant, and Equipment	$ 4,171,525	$ 6,197,058		$ 10,368,583
Less Accumulated Depreciation	(2,554,483)	(2,264,774)		(4,819,257)
Net Capital Assets	$ 1,617,042	$ 3,932,284	$ -	$ 5,549,326
Deferred Outflows of Resources				
Deferred Outflow Related to Pension Liability	$ 58,074	$ 57,536		$ 115,610
Total Assets	$ 2,253,142	$ 4,888,820	$ 182,270	$ 7,324,232
LIABILITIES:				
Current Liabilities:				
Accounts Payable	$ 39,049	$ 2,738		$ 41,787
Customer Deposits	56,311			56,311
Accrued Payroll	1,637	1,637		3,274
Accrued Payroll Taxes and Retirement	358	358		716
Bonds Payable - In One Year	25,000	46,000		71,000
Interest Payable - Current	3,250			3,250
Total Current Liabilities	$ 125,605	$ 50,733	$ -	$ 176,338
Long-Term Liabilities:				
Pension Liability	$ 129,986	$ 133,728		$ 263,714
Bonds and Notes Payable Beyond One Year	235,000	2,320,000		2,555,000
Total Long-Term Liabilities	$ 364,986	$ 2,453,728	$ -	$ 2,818,714
Deferred Inflows of Resources				
Deferred Inflow Related to Pension Liability	$ 33,418	$ 30,029	$ -	$ 63,447
Total Liabilities	$ 524,009	$ 2,534,490	$ -	$ 3,058,499
NET POSITION:				
Investment in Capital Assets	$ 1,357,042	$ 1,566,284		$ 2,923,326
Restricted for:				
Current Bond Maturities			$ 161,395	161,395
Future Bond Maturities			2,075	2,075
Sewer Reserves, Replacement, and Maintenance			18,800	18,800
Unrestricted	372,091	788,046		1,160,137
Total Net Position	$ 1,729,133	$ 2,354,330	$ 182,270	$ 4,265,733
Total Liabilities and Net Position	$ 2,253,142	$ 4,888,820	$ 182,270	$ 7,324,232

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

CITY OF BUNKER HILL, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2019

	WATER	SEWER	OTHER PROPRIETARY FUNDS	TOTAL PROPRIETARY FUNDS
OPERATING REVENUES:				
Water and Sewer Collections	$ 776,753	$ 397,379		$1,174,132
Connection Fees	14,365			14,365
Penalties	9,849	6,134		15,983
Refunds and Reimbursements	10,245	5,864		16,109
Total Revenues	$ 811,212	$ 409,377	$ -	$1,220,589
OPERATING EXPENSES:				
Cost of Water	$ 385,727			$ 385,727
Salaries and Wages	65,041	$ 64,739		129,780
Payroll Taxes and Fringe Benefits	42,530	40,846		83,376
Repairs and Maintenance	26,945	20,715		47,660
Professional Fees	46,581	7,394		53,975
Equipment Rental		3,426		3,426
Supplies	21,275	19,802		41,077
Telephone and Utilities	21,965	21,088		43,053
Insurance	10,556	10,556		21,112
Travel and Auto	663	68		731
Depreciation	141,540	166,045		307,585
Other Expenses	26,128	15,490		41,618
Total Expenses	$ 788,951	$ 370,169	$ -	$1,159,120
NET INCOME (LOSS) FROM OPERATIONS	$ 22,261	$ 39,208	$ -	$ 61,469
NON-OPERATING REVENUES (EXPENSES):				
Interest Income	$ 1,463	$ 3,080		$ 4,543
Property Taxes			$ 51,092	51,092
Interest Expense	(13,844)	(50,766)		(64,610)
Total Non-Operating Revenues (Expenses)	$ (12,381)	$ (47,686)	$ 51,092	$ (8,975)
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	$ 9,880	$ (8,478)	$ 51,092	$ 52,494
TOTAL OPERATING TRANSFERS (TO) FROM OTHER FUNDS	$ (4,435)	$ (4,435)	$ (35,185)	$ (44,055)
INCREASE (DECREASE) IN NET POSITION	$ 5,445	$ (12,913)	$ 15,907	$ 8,439
NET POSITION - MAY 1	1,723,688	2,436,470	166,363	4,326,521
PRIOR PERIOD ADJUSTMENT		(69,227)		(69,227)
NET POSITION - APRIL 30	$1,729,133	$2,354,330	$ 182,270	$4,265,733

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

CITY OF BUNKER HILL, ILLINOIS
STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2019

	WATER	SEWER	OTHER PROPRIETARY FUNDS	TOTAL PROPRIETARY FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES:				
Collections From Customers	$ 778,001	$ 398,159		$ 1,176,160
Other Income	34,459	11,998		46,457
Payroll Expenditures	(96,464)	(94,516)		(190,980)
Payments for Goods and Services	(509,113)	(104,477)		(613,590)
		(69,227)		(69,227)
Net Cash Provided (Used) by Operating Activities	$ 206,883	$ 141,937	$ -	$ 348,820
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchase of Fixed Assets (Net)		$ (17,077)		$ (17,077)
Principal Payments	(25,000)	(46,000)		(71,000)
Interest Paid	(14,125)	(50,766)		(64,891)
Taxes Collected for Water Bonds Payable			51,092	51,092
Grant Received for Capital Additions				-
Transfers (to) from other Funds	(4,435)	(4,435)		(8,870)
Net Cash Provided (Used) by Capital and Related Financing Activities	$ (43,560)	$ (118,278)	$ 51,092	$ (110,746)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Income Received	$ 1,463	$ 3,080		$ 4,543
Investment in Illinois Alluvial	(15,000)			(15,000)
Net Cash Provided (Used) by Investing Activities	$ (13,537)	$ 3,080	$ -	$ (10,457)
NET INCREASE (DECREASE) IN CASH	$ 149,786	$ 26,739	$ 51,092	$ 227,617
CASH AND CASH EQUIVALENTS - MAY 1	318,595	807,674	88,356	1,214,625
CASH AND CASH EQUIVALENTS - APRIL 30	$ 468,381	$ 834,413	$ 139,448	$ 1,442,242
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating Income (Loss)	$ 22,261	$ 39,208		$ 61,469
Add Back Depreciation	141,540	166,045		307,585
Deduct Prior Period Adjustment		(69,227)		
Decrease (Increase) in Current Assets	(27,908)	(28,264)		(56,172)
(Decrease) Increase in Current Liabilities	70,990	34,175		105,165
Net Cash Provided (Used) by Operating Activities	$ 206,883	$ 141,937	$ -	$ 418,047

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Bunker Hill, Illinois (the City), operates under a board form of government and provides the following services as authorized by state statute: public safety, streets, public improvements, planning and zoning, and general administrative services.

Reporting Entity

The City, for financial purposes, includes all of the funds relevant to the operation of the City of Bunker Hill. The financial statements presented herein do not include agencies which have been formed under applicable state laws or separate and distinct units of government apart from the City of Bunker Hill.

The financial statements include all organizations, activities, and functions that comprise the City. Component units are legally separate entities for which the City is financially accountable. Financial accountability is defined as the ability to appoint a majority of the organization's governing body and either (1) the City's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the City. Using these criteria, the City has no component units.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government.

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Grants, entitlements, interest and all other revenue items are considered measurable and available only when the City receives cash.

Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict or contradict Governmental Accounting Standards Board (GASB) pronouncements for its proprietary activities. Although the City has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the City has not chosen to do so.

Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped, in the financial statements in this report, into three generic fund types and two broad fund categories as follows:

Government Fund Types

General Corporate Fund

The General Corporate Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. Funds included in this type are Streets, Motor Fuel Tax, Road and Bridges, Parks and Recreation, Police Protection, Tort and Retirement.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Fund Types

Enterprise Funds

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to that of private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing the goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Grant income and interest income are considered non-operating revenues.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. Nonexchange transactions, in which the City receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and donations is recognized when received and eligibility requirements have been satisfied.

Interfund Transactions

During the course of normal operation, the City has numerous transactions between funds. Transfers are reported as "Other Financing Sources and Uses" in the governmental funds, as "Transfers In" by the recipient fund, and "Transfers Out" by the disbursing fund.

Capital Assets

General capital assets generally result from expenditures in the governmental funds. These assets are reported on the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City maintains a capitalization threshold of $2,500. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets life are not. The infrastructure for streets is capitalized for expenditures beginning in fiscal year 2004. Capital assets are depreciated on a straight line basis over a period of five (5) to forty (40) years based on asset class.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

The City does not record in the financial statements compensatory time for sick and vacation time.

Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as contributions awarded on a non-reimbursement basis, are recorded when earned by the City.

Restricted Fund Balances

The City records restrictions for portions of fund equity which are legally segregated for specific future use and are not available for appropriations or expenditures in the governmental fund balance sheet. Restricted fund balance indicates that portion of fund equity, which is available for appropriations, in future periods. If restricted and unrestricted assets are available for the same purpose, then restricted assets will be used before unrestricted assets. The special revenue funds have $55,771 in restricted fund balances.

Assigned Fund Balances

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent is expressed by the City Council to assign amounts to be used for a specific purpose. The City had ($265,646) of assigned fund balances at April 30, 2019.

Restricted Net Position

Net position represents the difference between assets and liabilities in the statement of net position. Net position invested in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are legal limitations imposed on their use by City legislation or external restrictions by creditors, grantors, laws, or regulations of other governments. The Governmental Activities Funds have $55,771 in restricted net position related to the Motor Fuel Tax Fund used to account for motor fuel taxes remitted to the City for use on certain street improvement projects. The Business-Type Activities have $182,270 of restricted net position related to the bonds issued as discussed in Note 10 of these financial statements.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2. DEFINED BENEFIT PENSION PLAN

IMRF Plan Description

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

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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

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

NOTE 2. DEFINED BENEFIT PENSION PLAN (Continued)

Employees Covered by Benefit Terms

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

	IMRF
Retirees and Beneficiaries currently receiving benefits	20
Inactive Plan Members entitled to but not yet receiving benefits	16
Active Plan Members	7
Total	43

Contributions

As set by statute, the City's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City's annual contribution rate for calendar year 2018 was 25.82%. The City's annual contribution rate for the calendar year 2017 was 25.45%. For the fiscal year ended April 30, 2019, the City contributed $77,086 to the plan. The City also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The City's net pension liability was measured as of December 31, 2018. 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, 2018:

- The **Actuarial Cost Method** used was Aggregate Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, 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 2014 valuation according to an experience study from years 2011 to 2013.
- 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-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for 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.

NOTE 2. DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions (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
Domestic Equity	37%	6.85%
International Equity	18%	6.75%
Fixed Income	28%	3.00%
Real Estate	9%	5.75%
Alternative Investments	7%	2.65-7.35%
Cash Equivalents	1%	2.25%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% 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 City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 3.71%, and the resulting single discount rate is 7.25%.

NOTE 2. DEFINED BENEFIT PENSION PLAN (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	$3,014,036	$2,438,383	$575,653
Changes for the year:			
Service Cost	28,766	-	28,766
Interest on the Total Pension Liability	219,385	-	219,385
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	1,977	-	1,977
Changes of Assumptions	90,716	-	90,716
Contributions – City	-	77,086	(77,086)
Contributions – Employees	-	13,630	(13,630)
Net Investment Income	-	(167,341)	167,341
Benefit Payments, including Refunds of Employee Contributions	(206,570)	(206,570)	-
Other (Net Transfer)	-	79,676	(79,676)
Net Changes	134,274	(203,519)	337,793
Balances at December 31, 2018	$3,148,310	$2,234,864	$913,446

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 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower (6.25%)	Current (7.25%)	1% Higher (8.25%)
Net Pension Liability	$1,328,251	$ 913,446	$ 576,793

NOTE 2. DEFINED BENEFIT PENSION PLAN (Continued)

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

For the year ended April 30, 2019, the City recognized pension expense of $77,086. At April 30, 2018, the City reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	$17,531	$ -
Changes of assumptions	63,013	37,586
Net difference between projected and actual earnings on pension plan investments		154,787
Total Deferred Amounts to be recognized in pension expense in future periods	392,665	192,373
Pension Contributions made subsequent to the Measurement Date	-	-
Total Deferred Amounts Related to Pensions	$ 392,665	$ 192,373

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:

Year Ending December 31	Net Deferred Outflows of Resources
2019	$ 62,902
2020	41,669
2021	25,951
2022	69,771
2023	-
Thereafter	-
Total	$ 200,293

NOTE 3. CASH AND CASH EQUIVALENTS

Separate bank accounts are maintained for City funds. At year end, the bank balance amount of the City's cash balances was $1,742,532. Of this amount, $1,492,532 exceeded FDIC limits. That excess deposit was collateralized by securities held by the bank's trust department, but not in the City's name. Interest rates on investment accounts range from .10% to 2.45%.

Statutes allow the City to invest in obligations of the U.S. Treasury or any U.S. Agency whose obligations are guaranteed by the full faith and credit of the United States of America as to principal and interest; interest bearing accounts of banks insured by the Bank Insurance Fund; commercial paper of U.S. Corporations with assets exceeding $500,000,000 provided the obligations are rated in the 3 highest classifications by at least 2 rating services and mature no later than 180 days from purchase; money mutual funds registered under the Investment Company Act of 1940; repurchase agreements, interest bearing accounts of savings and loan associations insured by the Savings Association Insurance Fund; dividend bearing accounts of Illinois or Federally chartered credit unions provided such accounts are insured; and the Public Treasurers Investment Pool.

NOTE 4. PROPERTY TAXES – REVENUE RECOGNITION

The City's property tax is levied each year on all real property located in the City on or before the last Tuesday in December. The 2017 levy was passed by the council in 2017 and property taxes attached as an enforceable lien on property as of January 1st. Taxes are payable in two installments, usually in July and September. The City receives its first distributions of tax receipts approximately one month after the collection dates. Taxes recorded on these financial statements are from the 2017 and prior tax levies.

Property tax revenues are recognized as they are received since the City's General (municipal) Fund operates on the modified accrual basis of accounting. A schedule of assessed valuation, rates and extension is presented in the NOTE 17.

NOTE 5. BUDGET AND BUDGETARY ACCOUNTING

The City prepares its budget in accordance with the account basis of accounting as utilized by the City Funds. All annual appropriations lapse at the end of each fiscal year. The budget was not amended during the fiscal year. The budget lapses at the end of the fiscal year.

NOTE 6. TRANSFERS

The City will occasionally transfer funds from one fund to another in order to provide sufficient resources to meet the needs of that fund. These transfers usually come from the sales and income taxes collected within the City's General Fund but intended to be used by any fund. Funds being transferred into debt service or reserve funds are mandated by debt covenants for future funding of debt payments or asset replacement.

Fund	Transfer In	Transfer Out
General Fund		$192,035
Street Fund	$87,522	5,305
Parks & Recreation Fund	13,871	5,305
Police Protection	134,697	5,305
Tort Fund	15,915	
Sewer Fund		4,435
Sewer Bond & Interest Fund		35,185
Water Funds		4,435
	$252,005	$252,005

NOTE 7. CAPITAL ASSETS

A summary of capital assets at April 30, 2019 follows:

	Governmental Activities	Business-Type Activities
Balance May 1, 2018	$3,715,819	$10,351,506
Deletions	(27,324)	
Additions	100,171	17,077
Balance April 30, 2019	$3,788,666	$10,368,583
Less Accumulated Depreciation	(1,777,385)	(4,819,257)
	$2,011,281	$ 5,549,326

Depreciation expense for the current year was $105,974 for Governmental Activities and $308,044 for Business-Type Activities.

NOTE 8. OTHER DISCLOSURES

The City has no material contingent liabilities.
No related party transactions occurred during the fiscal year.
All operations of the City are included in the City's financial statements.

NOTE 9. LONG TERM DEBT

Bonds payable for Water Debt Service are dated July 22, 2008. Bonds totaling $450,000 with interest beginning at 4.125% were issued. A special tax levy was approved to repay the bonds. The amortization for the next five years is as follows:

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
08/01/2019			$6,500	$6,500	$38,563
02/01/2020	$25,000	4.625%	6,500	31,500	
08/01/2020			5,922	5,922	37,422
02/01/2021	25,000	4.750%	5,922	30,922	
08/01/2021			5,334	5,334	36,256
02/01/2022	25,000	5.100%	5,334	30,334	
08/01/2022			4,741	4,741	35,075
02/01/2023	25,000	5.100%	4,741	29,741	
08/01/2023			4,100	4,100	33,841
02/01/2024	30,000	5.125%	4,100	34,100	
Thereafter	130,000		17,168	147,168	

On December 4, 2009, the City issued General Obligation Bonds to finance the purchase of certain property to be used by the Street Department for a storage facility. The total issue was $200,000 at interest with varying rates from 1.90% to 5.375%. The amortization schedule for the bonds is as follows. These bonds are to be repaid from the tax levy approved by the City.

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
08/01/2019			$4,046	$4,046	$13,199
02/01/2020	$5,000	4.40%	4,046	9,046	
08/01/2020			3,936	3,936	12,982
02/01/2021	5,000	4.50%	3,936	8,936	
08/01/2021			3,824	3,824	12,760
02/01/2022	5,000	5.25%	3,824	8,824	
08/01/2022			3,708	3,708	12,532
02/01/2023	5,000	5.25%	3,708	8,708	
08/01/2023			3,591	3,591	
02/01/2024	5,000	5.30%	3,591	8,591	12,182
Thereafter	130,000		64,312	194,315	

NOTE 9. LONG TERM DEBT (Continued)

Total interest paid by the City was $9,132 for Governmental Fund Types and $64,891 for Proprietary Fund Types.

On August 20, 2013 the City approved the issuance of $2,500,000 of Sewerage Revenue Bonds Series 2013 with interest at 2.125%. These Bonds were to be used to pay for the cost of acquiring and constructing improvements to the existing sewer system of the City. The Bonds were issued through the United States of America Department of Agriculture, Rural Development. The Bonds were issued in two series, Series A ($2,180,000) and Series B ($320,000). The City paid interest only during the construction period, and then initial principal payments began in 2016 and continue until fully paid in 2053.

The Bond agreement required the establishment of a Bond and Interest Account. Payments were to be made into this account that equal one-sixth of the next semi-annual interest payment until May 1, 2016. Beginning May 1, 2016, an amount equal to one-sixth of the next semi-annual interest and one-twelfth of the next annual principal payments are to be made on the first day of each month. At April 30, 2019 the account had a balance of $19,174.

Under the provisions of the Bond agreement, the City is required to establish two reserve accounts. The Debt Service Reserve Account is to be funded with $805 the first of each month until the account balance reaches $96,600. This fund is to be used only in the event that there are insufficient funds in the Bond and Interest Account to pay such principal or interest on the Outstanding Bonds as they become due. The City is also required to establish and maintain a Short-Lived Asset Reserve Account with monthly payments in the amount of $2,574. Payments into these two reserve accounts were not required to begin until May 1, 2015. The balance in these accounts at April 30, 2019 was $37,250 and $102,027 respectively.

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
Series A					
05/01/2019	$40,000	2.125%	$21,888	$61,888	
11/01/2019			21,463	21,463	$83,351
05/01/2020	40,000	2.125%	21,463	61,463	
11/01/2020			21,038	21,038	82,501
05/01/2021	40,000	2.125%	21,038	61,038	
11/01/2021			20,613	20,613	81,651
05/01/2022	40,000	2.125%	20,613	60,613	
11/01/2022			20,188	20,188	80,801
05/01/2023	40,000	2.125%	20,188	60,188	
11/01/2023			19,763	19,763	79,951
Thereafter	1,860,000		663,630	2,523,630	

NOTE 9. LONG TERM DEBT (Continued)

	Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
Series B						
	05/01/2019	$6,000	2.125%	$3,251	$9,251	
	11/01/2019			3,188	3,188	$12,439
	05/01/2020	6,000	2.125%	3,187	9,187	
	11/01/2020			3,124	3,124	12,311
	05/01/2021	6,000	2.125%	3,124	9,124	
	11/01/2021			3,060	3,060	12,184
	05/01/2022	6,000	2.125%	3,060	9,060	
	11/01/2022			2,996	2,996	12,056
	05/01/2023	6,000	2.125%	2,996	8,996	
	11/01/2023					
	Thereafter	282,000		103,466	385,466	

In July 2014, the City purchased two new police cruisers. They were purchased through a down payment of $10,000 and a loan from United Community Bank in the amount of $44,648. The loan is repayable over a five-year period with interest at 2.0%. Following is a schedule of the remaining principal and interest payments.

	Principal	Interest	Total
04/30/2020	$ 2,300	$ 8	$ 2,308
Total	$ 2,300	$ 8	$ 2,308

In December 2017, the City purchase a new police SUV. The vehicle was purchased through a loan from United Community Bank in the amount of $45,139. The loan is repayable over 36 months with interest. Following is a schedule of the remaining principal and interest payments.

	Principal	Interest	Total
04/30/2020	$15,139	$ 379	$15,518
04/30/2021	8.987	84	9,119
Total	$24,126	$ 463	$24,637

Following are the changes in long-term debt:

	Balance May 1, 2018	Increase	Decrease	Balance April 30, 2019
Governmental Activities				
2009 General Obligation Bonds	$160,000		$5,000	$155,000
United Community Bank Loan	11,550		9,250	2,300
United Community Bank Loan	39,014		14,888	24,126
Business-type Activities				
2008 Water Bonds	285,000		25,000	260,000
2013 Sewerage Revenue Bonds	2,412,000		46,000	2,366,000

NOTE 10. ASSET VALUATIONS

Investments are valued at "market" and are all either cash or cash equivalents.

Capital assets for proprietary and governmental funds are valued at cost less depreciation. Depreciation is calculated on straight-line basis over a period of ten to forty years.

NOTE 11. SCHEDULE OF LEGAL DEBT MARGIN

Assessed Valuation	$17,211,122
Legal Debt Margin:	
8.625% of $17,211,122	$1,484,459
General obligation debt outstanding	(181,426)
Total Debt Margin	$1,3203,033

NOTE 12. DEFICIT FUND BALANCES

The following funds had a deficit fund balance at April 30, 2019:

Special Revenue:	
Street Fund	$ (104,402)
Police Protection Fund	(295,741)
Tort	(2,031)

NOTE 13. SUBSEQUENT EVENTS

The effects of subsequent events on the financial statements have been evaluated through the date of this report, which is the date the financial statements were available to be issued. Management does not feel any events or transactions occurred that would require disclosure.

NOTE 14. CONTINGENCIES

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

NOTE 15. INSURANCE COVERAGES

In order to protect the City's assets, the City has obtained various insurance coverages. These coverages include, but are not limited to fidelity bonding in the amount of $108,000 to protect against the misappropriation of assets.

NOTE 16. SCHEDULE OF EQUALIZED VALUATIONS, TAX RATE EXTENSIONS AND COLLECTIONS

	2018 Taxes To Be Collected In 2019	2017 Taxes Collected In 2018	2016 Taxes Collected In 2017
Equalized Valuations	$17,211,122	$17,351,046	$16,735,378
Tax Rates:			
General Corporate	.19383	.19226	.17829
Police Protection	.24751	.23053	.17795
Streets	.06000	.06000	.05701
Tort	.17431	.14985	.13346
IMRF	.23822	.23630	.18352
Audit	.04300	.04265	.02057
Social Security	.05810	.05763	.05005
Unemployment Taxes	.01075	.01066	.00556
ESDA	.00581	.00576	.00556
Bond & Interest	.29686	.30217	.30171
	1.32839	1.28781	1.11368
Tax Extensions:			
General Corporate	$33,361	$29,951	$29,838
Police Protection	42,599	35,913	29,781
Streets	10,327	9,347	9,541
Tort	30,001	23,344	22,335
IMRF	41,000	36,812	30,713
Audit	7,401	6,644	3,442
Social Security	10,000	8,978	8,376
Unemployment Taxes	1,850	1,661	930
ESDA	1,000	897	930
Bond & Interest	51,093	47,073	50,492
	$228,632	$200,620*	$186,378

Levy Date	September 1
Assessment Date	December 31
Due Dates	Usually July and September
Lien Date	January 1
Collection Dates	September, October, November, and December

* The City is subject to Truth in Taxation. This law limits the amount of tax increase that the City may impose without a public referendum. The City's increase exceeded this amount for tax year 2017. Therefore, the actual amounts levied by the City was less than the Final Rate determined by the County.

NOTE 17. PRIOR PERIOD ADJUSTMENT

During the current audit, it was found that during the fiscal year ending April 30, 2018 certain revenues in the Sewer Fund were collected through an online portal and were entered into the accounting system twice. The current prior period adjustment corrects that overstatement of income.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE "1"

CITY OF BUNKER HILL, ILLINOIS
MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2019

Calendar Year Ended December 31,	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Pension Liability										
Service Cost	$ 28,766	$ 31,979	$ 31,870	$ 40,883						
Interest on the Total Pension Liability	219,385	219,395	214,600	176,920						
Benefit Changes										
Difference between Expected and Actual Experience	1,977	34,501	8,931	483,460						
Assumption Changes	90,716	(84,504)	(11,228)	7,381						
Benefit Payments and Refunds	(206,570)	(193,232)	(190,339)	(196,432)						
Net Change in Total Pension Liability	$ 134,274	$ 8,139	$ 53,834	$ 512,212						
Total Pension Liability - Beginning	3,014,036	3,005,897	2,952,063	2,439,851						
Total Pension Liability - Ending (A)	$3,148,310	$3,014,036	$3,005,897	$2,952,063						
Plan Fiduciary Net Position										
Employer Contributions	$ 77,086	$ 92,038	$ 45,453	$ 40,858						
Employee Contributions	13,630	16,041	15,567	62,351						
Pension Plan Net Investment Income	(167,341)	414,988	147,115	10,327						
Benefit Payments and Refunds	(206,570)	(193,232)	(190,339)	(196,432)						
Other	79,676	(54,983)	15,318	101,376						
Net Change in Plan Fiduciary Net Position	$ (203,519)	$ 274,852	$ 33,114	$ 18,480						
Plan Fiduciary Net Position - Beginning	2,438,383	2,163,531	2,130,417	2,111,937						
Plan Fiduciary Net Position - Ending (B)	$2,234,864	$2,438,383	$2,163,531	$2,130,417						
Net Pension Liability/(Asset) - Ending (A) - (B)	$ 913,446	$ 575,653	$ 842,366	$ 821,646						
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	70.99%	80.90%	71.98%	72.17%						
Covered Valuation Payroll	$ 302,889	$ 345,916	$ 345,916	$ 331,903						
Net Pension Liability as a Percentage of Covered Valuation Payroll	301.58%	166.41%	243.52%	247.56%						

CITY OF BUNKER HILL, ILLINOIS
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
APRIL 30, 2019

CALENDAR YEAR ENDING DECEMBER 31,	ACTUARIALLY DETERMINED CONTRIBUTION	ACTUAL CONTRIBUTION	CONTRIBUTION DEFICIENCY (EXCESS)	COVERED PAYROLL	ACUTAL CONTRIBUTION AS A % OF COVERED PAYROLL
2018	$ 77,085	$ 77,086	$ (1)	$ 302,889	25.45%
2017	92,038	92,038	-	356,462	25.82%
2016	45,453	45,453	-	345,916	13.14%
2015	46,732	40,858	5,874	331,903	12.31%

Notes to Schedule:
Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2016 Contribution Rate*

Notes: Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the

Methods and Assumptions Used to Determine 2018 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period Taxing bodies (Regular, SLEP, and ECO groups): 25-year closed period. Early Retirement Incentive Plan Liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 20 years for most employers (two employers were financed over 29 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	3.50%
Price Inflation	2.75% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% - 14.50% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011 - 2013.
Mortality	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.
Other Information:	
Notes	There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation.

OTHER SUPPLEMENTARY INFORMATION

CITY OF BUNKER HILL, ILLINOIS
BALANCE SHEET
GENERAL CORPORATE FUND
APRIL 30, 2019
(COMPARED TO APRIL 30, 2018)

	GENERAL CORPORATE FUND 2019	2018
ASSETS:		
Cash	$ 271,751	$ 185,917
Cash Investments	224,021	105,155
Property Tax Receivable	52,611	29,780
State Income and Use Tax Receivable	36,299	28,401
Sales and Telecom Tax Receivable	35,254	31,338
Total Assets	$ 619,936	$ 380,591
LIABILITES AND FUND BALANCE:		
Liabilities:		
Accounts Payable	$ 3,015	
Due To Other Funds	14,562	$ 14,562
Accrued Payroll	1,257	581
Accrued Payroll Taxes and Retirement	127	127
Deferred Tax Revenue	52,611	29,780
Total Liabilities	$ 71,572	$ 45,050
FUND BALANCE:		
Unassigned	$ 548,364	$ 335,541
Total Liabilities and Fund Balance	$ 619,936	$ 380,591

CITY OF BUNKER HILL, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GENERAL CORPORATE FUND
FOR THE FISCAL YEAR ENDED APRIL 30, 2019
(COMPARED TO THE FISCAL YEAR ENDED APRIL 30, 2018)

	GENERAL CORPORATE FUND	
	2019	2018
REVENUES:		
Property Taxes	$ 54,400	$ 39,868
State Income Taxes	232,586	206,963
Sales and Use Tax	171,078	149,021
Replacement Taxes	2,782	3,489
Telecommunication Taxes	31,126	37,420
Video Gaming Taxes	20,869	13,145
Licenses and Permits	8,806	15,106
Rental Income	14,646	10,920
Service, Reimbursements and Other Income	19,139	11,000
Total Revenues	$ 555,432	$ 486,932
EXPENDITURES:		
Salaries and Wages	$ 56,401	$ 49,329
Payroll Taxes and Fringe Benefits	32,199	32,565
Insurance	900	1,150
Repairs and Maintenance	8,261	10,714
Professional Fees	16,218	14,238
Supplies	6,904	6,039
Telephone and Utilities	7,177	7,126
Corporate Tax Rebate	12,474	
Other Expenditures	10,040	7,771
Total Expenditures	$ 150,574	$ 128,932
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	$ 404,858	$ 358,000
OTHER FINANCING SOURCES (USES):		
Operating Transfers In / (Out)	(192,035)	(316,510)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	$ 212,823	$ 41,490
FUND BALANCE - MAY 1	335,541	294,051
FUND BALANCE - APRIL 30	$ 548,364	$ 335,541

SCHEDULE "5"

CITY OF BUNKER HILL, ILLINOIS
COMBINING BALANCE SHEETS
SPECIAL REVENUE FUNDS
APRIL 30, 2019
(COMPARED TO APRIL 30, 2018)

	STREET FUND	MOTOR FUEL TAX FUND	ROAD AND BRIDGES FUND	PARKS AND RECREATION FUND	POLICE PROTECTION FUND	TORT	RETIREMENT	TAX INCREMENT FINANCING FUND	TOTALS 2019	TOTALS 2018
ASSETS:										
Current Assets:										
Cash		$ 48,246	$ 26,593			$ 29,479	$ 35,702	$ 45,488	$ 185,508	$ 140,840
Cash Investments			26,228	$ 1,093	$ 28,355				55,676	16,227
Property Taxes Receivable	$ 11,327				42,599	30,001	41,001		124,928	118,411
Due From Other Funds				14,562					14,562	14,562
Accounts Receivable		7,525							7,525	7,800
Total Assets	$ 11,327	$ 55,771	$ 52,821	$ 15,655	$ 70,954	$ 59,480	$ 76,703	$ 45,488	$ 388,199	$ 297,840
LIABILITIES AND FUND BALANCES:										
Liabilities										
Cash Overdraft	$ 101,708			$ 1,799	$ 307,994				$ 411,501	$ 191,997
Accounts Payable	1,233				11,978	$ 31,510			44,721	22,638
Due to Other Funds			$ 10,900						10,900	10,900
Accrued Payroll	1,199			360	3,384				4,943	4,391
Accrued Payroll Taxes and Retirement	262			79	740				1,081	960
Deferred Tax Revenue	11,327				42,599	30,001	$ 41,001		124,928	118,411
Total Current Liabilities	$ 115,729	$ -	$ 10,900	$ 2,238	$ 366,695	$ 61,511	$ 41,001	$ -	$ 598,074	$ 349,297
FUND BALANCES:										
Restricted		$ 55,771							$ 55,771	$ 54,853
Assigned	$ (104,402)		$ 41,921	$ 13,417	$ (295,741)	$ (2,031)	$ 35,702	$ 45,488	(265,646)	(106,310)
Total Fund Balances	$ (104,402)	$ 55,771	$ 41,921	$ 13,417	$ (295,741)	$ (2,031)	$ 35,702	$ 45,488	$ (209,875)	$ (51,457)
Total Liabilities and Fund Balances	$ 11,327	$ 55,771	$ 52,821	$ 15,655	$ 70,954	$ 59,480	$ 76,703	$ 45,488	$ 388,199	$ (51,457)

CITY OF BUNKER HILL, ILLINOIS
COMBINING SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2018
(COMPARED TO THE FISCAL YEAR ENDED APRIL 30, 2017)

	STREET FUND	MOTOR FUEL TAX FUND	ROAD AND BRIDGES FUND	PARKS AND RECREATION FUND	POLICE PROTECTION FUND	TORT	RETIREMENT FUND	TAX INCREMENT FINANCING FUND	TOTAL 2019	TOTAL 2018
REVENUES:										
Property Taxes	$ 14,419		$ 1,003		$ 44,127	$ 26,106	$ 35,702	$ 29,230	$ 150,587	$ 123,851
Motor Fuel Taxes		$ 44,892							44,892	44,872
Rental Income									-	-
Grant Income					14,995					
Interest Income		62	189	$ 14	151				416	95
Fines and Fees					25,728				25,728	32,097
Service, Reimbursements and Other Income	4,201		2	11,443	24,700				40,346	18,092
Total Revenues	$ 18,620	$ 44,954	$ 1,194	$ 11,457	$ 109,701	$ 26,106	$ 35,702	$ 29,230	$ 261,969	$ 219,007
EXPENDITURES:										
Salaries and Wages	$ 37,797			$ 5,600	$ 194,175				$ 237,572	$ 216,705
Payroll Taxes and Fringe Benefits	32,001			465	83,342				115,808	117,794
Insurance						$ 47,214			47,214	42,437
Professional Fees					18,318			$ 545	18,863	19,464
Repairs and Maintenance	11,455			2,230	36,207				49,892	25,700
Supplies	11,559			9	10,975				22,543	14,179
Telephone and Utilities	19,002			3,507	5,966				28,475	17,314
Training and Conferences					10,265				10,265	1,995
Street Lighting	763								763	14,607
Travel and Auto	2,228				10,670				12,898	23,707
Capital Outlay		$ 44,036			25,660				69,696	47,013
Debt Payment	13,305				25,427				38,732	20,193
Other Expenditures	3,694			9,642	5,070			345	18,751	56,101
Total Expenditures	$ 131,804	$ 44,036	$ -	$ 21,453	$ 426,075	$ 47,214	$ -	$ 890	$ 671,472	$ 617,209
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	$ (113,184)	$ 918	$ 1,194	$ (9,996)	$ (316,374)	$ (21,108)	$ 35,702	$ 28,340	$ (394,508)	$ (398,202)
OTHER FINANCING SOURCES (USES):										
Operating Transfers In	$ 87,522			$ 13,871	$ 134,697	$ 15,915			$ 252,005	$ 455,646
Operating Transfers Out	(5,305)			(5,305)	(5,305)				(15,915)	(139,136)
Long-Term Borrowings									-	45,139
Total Other Financing Sources (Uses)	$ 82,217	$ -	$ -	$ 8,566	$ 129,392	$ 15,915	$ -	$ -	$ 236,090	$ 361,649
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	$ (30,967)	$ 918	$ 1,194	$ (1,430)	$ (186,982)	$ (5,193)	$ 35,702	$ 28,340	$ (158,418)	$ (36,553)
FUND BALANCE - MAY 1	(73,435)	54,853	40,727	14,847	(108,759)	3,162	-	17,148	(51,457)	(14,904)
FUND BALANCE - APRIL 30	$ (104,402)	$ 55,771	$ 41,921	$ 13,417	$ (295,741)	$ (2,031)	$ 35,702	$ 45,488	$ (209,875)	$ (51,457)

CITY OF BUNKER HILL, ILLINOIS
COMBINING BALANCE SHEETS
ENTERPRISE FUNDS
APRIL 30, 2019
(COMPARED TO APRIL 30, 2018)

	WATER FUND	SEWER FUND	BOND AND INTEREST FUND	SEWER DEPRECIATION FUND	SEWER BOND RESERVE FUND	TOTALS 2019	TOTALS 2018
ASSETS:							
Current Assets:							
Cash	$ 347,176	$ 670,872	$ 67,481	$ 18,800	$ 2,075	$ 1,106,404	$ 917,510
Restricted Cash	121,205	163,541				284,746	297,115
Accounts Receivable (net of allowance)	88,645	47,687	93,914			230,246	216,367
Due From Other Funds		10,900				10,900	10,900
Investment in Illinois Alluvial Regional Water	15,000					15,000	
Inventory	6,000	6,000				12,000	12,000
Total Current Assets	$ 578,026	$ 899,000	$ 161,395	$ 18,800	$ 2,075	$ 1,659,296	$ 1,453,892
Capital Assets:							
Property, Plant, and Equipment	$4,171,525	$6,197,058				$10,368,583	$ 10,351,506
Less: Accumulated Depreciation	(2,554,483)	(2,264,774)				(4,819,257)	(4,511,672)
Net Capital Assets	$1,617,042	$3,932,284	$ -	$ -	$ -	$ 5,549,326	$ 5,839,834
Deferred Outflows of Resources							
Deferred Outflow Related to Pension Liability	$ 58,074	$ 57,536				$ 115,610	$ 57,410
Total Assets	$2,253,142	$4,888,820	$ 161,395	$ 18,800	$ 2,075	$ 7,324,232	$ 7,351,136
LIABILITIES AND FUND NET ASSETS:							
Liabilities							
Accounts Payable	$ 39,049	$ 2,738				$ 41,787	$ 16,998
Customer Deposits	56,311					56,311	56,311
Accrued Payroll	1,637	1,637				3,274	2,185
Accrued Payroll Taxes and Retirement	358	358				716	411
Interest Payable	3,250					3,250	3,531
Bonds Payable - Current Portion	25,000	46,000				71,000	71,000
Total Current Liabilities	$ 125,605	$ 50,733	$ -	$ -	$ -	$ 176,338	$ 150,436
Long-Term Liabilities							
Pension Liability	$ 129,986	$ 133,728				$ 263,714	$ 160,563
Bonds and Notes Payable - Net of Current Portion	235,000	2,320,000				2,555,000	2,626,000
Total Long Term Liabilities	$ 364,986	$2,453,728	$ -	$ -	$ -	2,818,714	$ 2,786,563
Deferred Inflows of Resources							
Deferred Inflow Related to Pension Liability	$ 33,418	$ 30,029				$ 63,447	$ 87,616
Total Liabilities	$ 524,009	$2,534,490	$ -	$ -	$ -	$ 3,058,499	$ 3,024,615
FUND NET ASSETS:							
Investment in Capital Assets, Net of Related Debt	$1,357,042	$1,566,284				$ 2,923,326	$ 3,142,834
Restricted for:							
Current Bond Maturities			$ 161,395			161,395	145,488
Future Bond Maturities					$ 2,075	2,075	2,075
Sewer Reserves, Replacement, and Maintenance				$ 18,800		18,800	18,800
Unrestricted	372,091	788,046				1,160,137	1,017,324
Total Fund Net Assets	$1,729,133	$2,354,330	$ 161,395	$ 18,800	$ 2,075	$ 4,265,733	$ 4,326,521
Total Liabilities and Fund Net Assets	$2,253,142	$4,888,820	$ 161,395	$ 18,800	$ 2,075	$ 7,324,232	$ 7,351,136

CITY OF BUNKER HILL, ILLINOIS
COMBINING SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2019
(COMPARED TO FISCAL YEAR ENDED APRIL 30, 2018)

	WATER FUND	SEWER FUND	BOND AND INTEREST FUND	SEWER DEPRECIATION FUND	SEWER BOND RESERVE	TOTAL 2019	TOTAL 2018
OPERATING REVENUES:							
Water and Sewer Collections	$ 776,753	$ 397,379				$ 1,174,132	$ 1,237,709
Connection Fees	14,365					14,365	12,747
Penalties	9,849	6,134				15,983	19,530
Refunds and Reimbursements	10,245	5,864				16,109	10,420
Total Operating Revenues	$ 811,212	$ 409,377	$ -	$ -	$ -	$ 1,220,589	$ 1,280,406
OPERATING EXPENSES:							
Cost of Water	$ 385,727					$ 385,727	$ 358,241
Salaries and Wages	65,041	$ 64,739				129,780	127,551
Payroll Taxes and Fringe Benefits	42,530	40,846				83,376	146,502
Repairs and Maintenance	26,945	20,715				47,660	28,573
Professional Fees	46,581	7,394				53,975	49,201
Equipment Rental		3,426				3,426	9,135
Supplies	21,275	19,802				41,077	30,928
Telephone and Utilities	21,965	21,088				43,053	44,311
Insurance	10,556	10,556				21,112	21,218
Travel and Auto	663	68				731	7,679
Depreciation	141,540	166,045				307,585	308,044
Other Expenses	26,128	15,490				41,618	24,084
Total Operating Expenses	$ 788,951	$ 370,169	$ -	$ -	$ -	$ 1,159,120	$ 1,155,467
NET INCOME (LOSS) FROM OPERATIONS	$ 22,261	$ 39,208	$ -	$ -	$ -	$ 61,469	$ 124,939
NON-OPERATING REVENUES (EXPENSES):							
Interest Income	$ 1,463	$ 3,080				$ 4,543	$ 1,857
Property Taxes			$ 51,092			51,092	40,372
Interest Expense	(13,844)	(50,766)				(64,610)	(66,501)
Total Non-Operating Revenues (Expenses)	$ (12,381)	$ (47,686)	$ 51,092	$ -	$ -	$ (8,975)	$ (24,272)
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	$ 9,880	$ (8,478)	$ 51,092	$ -	$ -	$ 52,494	$ 100,667
TOTAL OPERATING TRANSFERS (TO) FROM OTHER FUNDS	$ (4,435)	$ (4,435)	$ (35,185)			$ (44,055)	$ -
INCREASE (DECREASE) IN FUND NET ASSETS	$ 5,445	$ (12,913)	$ 15,907	$ -	$ -	$ 8,439	$ 100,667
FUND NET ASSETS - MAY 1	1,723,688	2,436,470	145,488	$ 18,800	$ 2,075	4,326,521	4,225,854
PRIOR PERIOD ADJUSTMENT		(69,227)				(69,227)	
FUND NET ASSETS - APRIL 30	$ 1,729,133	$ 2,354,330	$ 161,395	$ 18,800	$ 2,075	$ 4,265,733	$ 4,326,521

ADDITIONAL INFORMATION

Nathan D. Franklin, Principal

FRANKLIN & VAUGHN LLC

Mark E. Vaughn, Principal

INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Bunker Hill, Illinois

We have audited the financial statements of the City of Bunker Hill, Illinois as of and for the year ending April 30, 2019, and have issued our report thereon dated November 5, 2019, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of expressing an opinion on the financial statements as a whole.

The accompanying Consolidated Year-End Financial Report is presented for the purpose of additional analysis as required by the Illinois Department of Commerce and Economic Opportunity and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Franklin & Vaughn, LLC

Franklin & Vaughn, LLC
Edwardsville, IL
November 5, 2019

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Illinois Grant Accountability and Transparency Act
Grantee Portal - Audit Consolidated Year-End Financial Report

The CYEFR has been submitted. If changes are needing, contact your state cognizant agency.

Agency	Department Of Transportation (494)
Program	Motor Fuel Tax Program (494-00-1488) *This program as added due to awards found in the CSFA. It cannot be removed.*
Program Limitations	No
Mandatory Match %	No
Indirect Cost Rate	0.00
Indirect Cost Rate Base	

Category	State Amount	Federal Amount	Match Amount	Total
Personal Services (Salaries and Wages)	0.00	0.00	0.00	0.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	0.00	0.00	0.00
Supplies	0.00	0.00	0.00	0.00
Contractual Services	0.00	0.00	0.00	0.00
Consultant (Professional Services)	0.00	0.00	0.00	0.00
Construction	44,036.00	0.00	0.00	44,036.00
Occupancy - Rent and Utilities	0.00	0.00	0.00	0.00
Research and Development	0.00	0.00	0.00	0.00
Telecommunications	0.00	0.00	0.00	0.00
Training and Education	0.00	0.00	0.00	0.00
Direct Administrative Costs	0.00	0.00	0.00	0.00

Category	State Amount	Federal Amount	Match Amount	Total
Miscellaneous Costs	0.00	0.00	0.00	0.00
State Letting (if not categorized elsewhere)	0.00	0.00	0.00	0.00
Jurisdictional Transfers (if not elsewhere)	0.00	0.00	0.00	0.00
Total Direct Expenses	**44,036.00**	**0.00**	**0.00**	**44,036.00**
Indirect Costs	0.00	0.00	0.00	0.00
Total Expenses	**44,036.00**	**0.00**	**0.00**	**44,036.00**